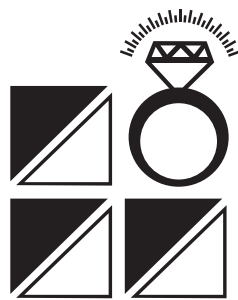


18th
ANNUAL
REPORT

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RAJESH EXPORTS LIMITED

RAJESH EXPORTS LIMITED

Board of Directors

SHRI. RAJESH MEHTA

Executive Chairman

SHRI. PRASHANT MEHTA

Managing Director

SHRI. Y. VENU MADHAVA REDDY

Director

SHRI. G. SHANKER PRASAD

Director

Statutory Auditors

M/s V SIVASANKAR & CO.

Chartered Accountants

118, 2nd Floor, Keerthi Plaza, Nagarthpet,

Bangalore – 560002

Internal Auditors

Gunasheela & Associates

Chartered Accountants

140B, 3rd Floor, 9th Cross

Margosa Road, Malleswaram

Bangalore – 560003

Bankers

Canara Bank

State Bank of Hyderabad

Bank of India

IDBI Bank

Regd. Office

4, Batavia Chambers

Kumara Krupa Road

Kumara Park East

Bangalore - 560 001. Tel: 91-80-22266735

Fax: 91-80-22259503

E-mail: compsect@rajeshindia.com

Corporate Office

1, Brunton Road (Off M. G. Road);

Opp. Old Passport Office

Bangalore - 560 001.

Tel: 91-80-40239999 Fax: 91-80-40239945

E-mail: compsect@rajeshindia.com

Share Transfer Agents

M/s S. K. D. C. Consultants Limited

Kanapathy Towers, 3rd Floor ;

1391/A-1, Sathy Road; Ganapathy

Coimbatore - 641 012.

Phone: 0422 - 6549995; 2539835-836

Fax: 0422 - 2539837

E-mail: info@skdc-consultants.com

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NOTICE

Notice is hereby given that the 18th Annual General Meeting of the Members of **RAJESH EXPORTS LTD** will be held at the **Guru Raja Kalyana Mantap, No 21, Crescent Road, Next to Karnataka Film Chamber of Commerce, (Near Shivanada Circle), BANGALORE – 560 001, on 28-09-2012 at 12 noon**, to transact the following business.

ORDINARY BUSINESS :

1. To receive, consider and adopt the Profit and Loss account for the year ended 31st March 2012 and the Balance Sheet as at that date together with reports of Directors and Auditors thereon.
2. To declare dividend.
3. To appoint a Director in place of Mr. G. Shanker Prasad, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint auditors and fix their remuneration.

NOTES:

1. A Member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy so appointed need not be a member of the Company.
2. Proxy Forms, in order to be effective, should be lodged at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. Explanatory statement under Sec 173 of the Companies Act, 1956 is attached hereto.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 24-09-2012 to 28-09-2012 (both days inclusive), notice of which will appear in the News Paper on 14-09-2012.
5. Members holding shares in Physical form are requested to intimate the Change of Address and their Bank Account details such as Bank Name, Branch with address and Account No. for incorporating the same in dividend warrants to the Registrars and Transfer Agents of the Company M/s. S.K.D.C. CONSULTANTS LIMITED, Kanapathy Towers, 3rd Floor; 1391/A-1, Sathy Road, Ganapathy, Coimbatore 641012, quoting their respective Folio Number. Members holding shares in Demat form shall intimate the above details to their Depository Participants (DP's) with whom they have Demat Account.
6. Members seeking any information with regard to the accounts are requested to write to the Company early, so as to enable the Management to keep the information ready.
7. Members/proxies should bring the attendance slip sent herewith duly filled in, for attending the Meeting.
8. Members are requested to address their correspondence, including share transfer matters and change of address to:

S. K. D. C. Consultants Limited

Kanapathy Towers, 3rd Floor; 1391/A-1, Sathy Road, Ganapathy
Coimbatore - 641 012. (Phone: 0422 - 6549995; 2539835-836 Fax: 0422 2539837)
E-mail: info@skdc-consultants.com

By the Order of the Board

Sd/-

RAJESH MEHTA

Chairman

Place : Bangalore

Date : 30-5-2012

PROFILE OF RETIRING DIRECTOR WHO OFFERS HIMSELF FOR REAPPOINTMENT:

Mr. G. Shanker Prasad, 52, is a Company Secretary and Cost Accountant by profession, based in Bangalore with an experience of over 23 years. He has played a key part in establishing many new businesses and companies. He has extensive advisory experience on issues of Company Law, driving performance improvement, organisation building and human capital development. He also plays the role of a friend, advisor and mentor to start-ups. He was appointed as Director of the company from August 30, 2001. Being a member in Audit Committee, he advises the Company on correct, credible and adequate financial disclosures. He is also a Director of Gopichand Rohra and Associates Pvt. Ltd., and SME's Development Center, a Sec 25 company. He holds 15000 shares of the company.

The Board considers it expedient to re-appoint Mr. G. Shanker Prasad as Director of the Company.

RAJESH EXPORTS LIMITED

DIRECTORS' REPORT

Your Directors have great pleasure in presenting their 18th Annual Report on the business and operations of the Company, for the financial year ended 31st March 2012.

FINANCIAL RESULTS

	<i>(Rs. in Millions)</i>	<i>(Rs. in Millions)</i>
	For the year ended 31.03.2012	For the year ended 31.03.2011
Profit Before Depreciation	4339.48	2707.6
<i>Less</i> : Depreciation	20.66	19.6
Profit after depreciation	4318.82	2688.0
<i>Less</i> : Provision for taxation	194.52	208.1
Profit after taxation	4124.30	2479.9
<i>Add</i> : Balance as per last account	321.10	1067.7
Profit available for appropriation	4445.40	3547.6
<i>Less</i> : Transfer to general reserves	2097.81	3000.0
<i>Less</i> : Proposed dividend including tax on Dividend	205.89	226.5
Balance surplus transferred to Balance Sheet	2141.59	321.1

OPERATIONS

Your Directors are pleased to report that your Company's total income during the period under review stood at a record all time high of Rs. 258503.30 million compared to that of Rs. 206228.63 million during the previous year. The net profit for the year under review, after provision for depreciation and income tax was Rs. 4124.30 million compared to Rs. 2479.9 million during the previous year. The Company has transferred an amount of Rs. 2097.81 million to the general reserves. As a result, the total reserve of the Company has moved up to Rs. 19590.89 million.

DIVIDEND

Your Directors have recommended a dividend of 60 % for the year ended 31.03.2012.

AUDITORS

M/s V Siva Sankar & Co, Chartered Accountants, Bangalore, were appointed as Auditors of the Company to fill the casual vacancy caused by the incapacity of Mr. P K Rungta, Proprietor, M/s. P. K. Rungta & Co, Chartered Accountants, Bangalore, caused by his serious illness. M/s V Siva Sankar & Co, Chartered Accountants, Bangalore, have confirmed their eligibility and have given their consent to be reappointed. They have confirmed that their reappointment as auditors of the Company, if made, would be in accordance with the limits specified under Section 224 (1B) of the Companies Act, 1956.

COMPANY'S (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988

Research And Development And Technology Absorption

Your Company has the largest and one of the finest R&D units in jewellery industry. The research and development team of the Company comprise of some of the finest designers, metallurgists, chemists and senior craftsman. The Company has been instrumental in developing and introducing several widely acclaimed jewellery designs. The Company has also developed several new systems, procedures and techniques in jewellery manufacturing.

Foreign Exchange Earnings

During the year the Company has reported foreign exchange earnings of Rs. 231314.06 Million (Previous year: Rs. 175809.48 Millions). The foreign exchange outgo on account of import of raw materials amounted to Rs. 249108.18 Million (Previous year: Rs. 202421.05 Million).

Particulars Of Employees

During the year under review, there were no employees who were drawing remuneration in excess of Rs. 60 Lakhs per annum or Rs. 5 lakhs per month, if employed for a part of the year.



DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act 1956, with respect to Directors responsibility statement, it is hereby confirmed:

1. That for the compilation of the annual accounts for the financial year ended 31.03.2012, the applicable accounting standards have been followed along with proper explanation relating to the material departures.
2. That the Directors 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 affairs of the Company at the end of the financial year under review and of the profit of the Company for that period.
3. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. That the Directors have compiled the accounts for the financial year ended 31.03.2012 on a “going concern” basis.

LISTING

The shares of the Company continue to be listed at the National Stock Exchange of India Ltd, Mumbai, and the Bombay Stock Exchange Ltd, Mumbai. The annual listing fees for National Stock Exchange of India Ltd. and Bombay Stock Exchange Ltd. have been paid.

ACKNOWLEDGEMENTS

Your directors specially wish to place on record, their sincere appreciation to the employees of the Company for their dedication and hard work, which have resulted in overwhelming success of the Company during the year under report. Your directors place on record their gratitude to Canara Bank, State Bank of Hyderabad, Bank of India and IDBI Bank for their continued support. Your Directors also thank all the Shareholders, Consultants, Customers, Vendors, Service providers, Government & Statutory authorities for their continued support in successful running of company's business and its continued progress.

For and on behalf of the Board

Sd/-

RAJESH MEHTA

Chairman

Place : Bangalore

Date : 30-5-2012

MANAGEMENT DISCUSSION AND ANALYSIS

Challenges, changes and volatility all characterized 2011 both on the domestic and international front. People took to the street in protest either against rising inflation, unemployment or demanding more freedom virtually in all the countries whether developed, developing or under-developed. The world is witnessing slower GDP growth (3.8% in 2011 as compared to 5.2% in 2012, as per IMF) as well as slower job growth across developed and emerging markets. There is a growing concern of a recession, and currency volatility continues.

Despite these negative influences and trends, your company maintained its steady growth. Revenues for the year ended March 31, 2012 grew by 23.40%, compared to the last financial year, to Rs. 258503.30 Million. This robust growth in revenues has been due to the growth of export business and the retail business of the company. The company continued to consolidate its position with its retail initiative under the brand name of “SHUBH Jewellers”. With a total of 80 retail stores, SHUBH Jewellers has emerged as the most trusted jewellery brand in the state of Karnataka and also as the largest retail jeweller in the state of Karnataka. The Company will be further aggressively expanding its retail presence across the country. The company has plans to open 40 more SHUBH Jewellers Showrooms in the state of Karnataka, within the next two quarters, which would complete its retail expansion plans in the state of Karnataka. The company would be further expanding its retail presence to the other three Southern States, and further to a Pan Indian presence. The company has plans to open 500 SHUBH Jewellery showrooms by the year 2014.

RAJESH EXPORTS LIMITED

MANAGEMENT

The Board of Directors head the Management of the Company, which also includes Whole Time Directors. The following is the composition of the Board of Directors of the Company as on 31.03.2012.

Sl. No.	Name	Designation	Profession
01.	Mr. Rajesh Mehta	Executive Chairman	He is responsible for the overall functioning of the company, in addition to being specifically in-charge of finance and marketing functions. He has an experience of over twenty five years in the functioning and management of jewellery trade and has traveled extensively within India and abroad for establishing a strong network in the industry. In addition to his post as Executive Chairman of REL he is a member of the Export Trade Advisory Committee of the Bangalore Jewellers Association. He is also the president of the Karnataka Jewellery Exports Association.
02.	Mr. Prashant Mehta	Managing Director	He is in charge of the day-to-day functioning and holds specific charge of production units of the Company. He has over 20 years of experience in jewellery business and is recognized as an authority in the production of Gold jewellery.
03.	Mr. Y Venu Madhava Reddy	Non Executive & Independent Director	Has an experience of over 17 years in Management and Administration. He advises the Board on administrative requirements.
04.	Mr. G. Shanker Prasad	Non Executive & Independent Director	Well known Practicing Company Secretary and Cost Accountant. He advises the Board with insight on Company Law-related and statutory matters.

The Board of Directors are efficiently complemented in the day-to-day functioning by a team of highly qualified professionals with considerable experience and expertise in their respective fields.

HUMAN RESOURCES

Rajesh Exports realizes the importance of human resources, which it considers next only to capital in the order of importance. The Company has a pool of highly qualified and experienced professionals, who are instrumental in achieving giant strides the Company is making year after year towards progress. The Company has an HR policy which emphasizes the need for attaining organizational goals through individual growth and development. Staff audit and performance appraisal are the key areas of the Company's HR Policy.

DISCLAIMER

Statements made in Management Discussion and Analysis report include forward looking statements and may differ from the actual situation. The important factors that would make a difference to the Company's operations include market factors, government regulations and policies, developments within and outside the country etc.



ANALYSIS OF FINANCIAL PERFORMANCE

a) **Key financial Indicators:**

	2011-2012	2010-2011
Return on Net Worth	20.73%	15.53%
PAT to Sales	1.65%	1.24%
Turnover (Times)/ Fixed Assets	329.91	280.82
Sales / Total Assets (Times)	2.09	1.90

b) **Revenues:**

The business operations of Rajesh Exports Ltd. for the year 2011-12 resulted in the Company achieving total revenue of 258503.30 as against Rs. 206228.62 Million during the previous year.

(Rs. in Million)

	2011-2012	2010-2011
Operating Revenue	256538.50	205337.63
Other Income	1954.80	890.99
Total Revenue	258503.30	206228.62

c) **Operating Income:**

Operating income (excluding other income) for the year 2011-2012 was Rs. 256538.50 Million as compared to Rs. 205337.63 Million in the previous year.

d) **Cost of Revenue:**

Cost of goods sold for 2011-2012 was Rs. 250045.98 Million as compared to Rs. 201539.53 Million in the previous year.

e) **Provision for Taxation:**

The provision for taxation for 2011-2012 was Rs. 194.52 Million as compared to Rs. 208.1 Million during the previous year.

f) **Debt:**

The Company as at 31st March 2012 had working capital facilities outstanding with the consortium of member Banks of Rs. 11,570.72. The Company has not availed any long term debt.

g) **Fixed Assets:**

The book value of fixed assets for the year ended 31.03.2012 after providing for depreciation was Rs.708.02 Million.

h) **Loans and Advances:**

The loans and advances as on 31st March 2012 were Rs. 5176.17 Million as compared to Rs. 4513.09 Million during the previous year

i) **Cash and Bank Balances:**

REL continues to be a cash positive Company. As on 31st March 2012 the Company had Rs. 78,548.32 Million (Net) as cash and bank balances.

h) **Current Liabilities:**

The current liabilities as on 31.03.2012 were Rs. 99750.98 Million.

For and on behalf of the Board

Sd/-

RAJESH MEHTA

Chairman

Place : Bangalore
Date : 30-5-2012

RAJESH EXPORTS LIMITED

REPORT ON CORPORATE GOVERNANCE

Rajesh Exports Ltd. recognises the ideals and importance of corporate governance and acknowledges its responsibilities towards all its shareholders, employees, customers and regulatory authorities. The Company believes that a good corporate governance process aims to achieve a balance between the shareholders' interest and corporate goals of the Company. It aims to attain the highest levels of transparency, accountability and integrity to all its shareholders by implementing transparent corporate governance, thereby enhancing the value of the shareholders and their Company.

Accountability improves decision-making and transparency helps to explain rationale behind decision-making and reinforces the shareholders' confidence in the company.

BOARD OF DIRECTORS

The composition of the Board of Directors of the Company is as follows:

Category	Names of Directors	Number of Directors	Composition %	No of Directorship's in other Companies	No. of Executive positions in other Companies	No. of Membership in committees of other companies
Promoter Executive Chairman	1. Mr. Rajesh Mehta	2	50 %	1. Rajesh Global Solutions Limited	Nil	1. Shareholders and Investor Grievance Committee of Rajesh Global Solutions Limited.
Managing Director	2. Mr. Prashant Mehta			1. Rajesh Global Solutions Limited	Nil	1. Audit and Compliance Committee of Rajesh Global Solutions Ltd.
Independent & non Executive Directors	1. Mr. Y.Venu Madhava Reddy	2	50 %	1. Rajesh Global Solutions Ltd.	Nil	1. Audit Committee of Rajesh Global Solutions Ltd. 2. Investor Grievance Committee of Rajesh Global Solutions Ltd.
	2. Mr. G. Shanker Prasad			1. SME Development Centre 2. Gopichand Rohra & Associates P Ltd	Nil	Nil

The Company has not entered into any transactions with its Directors or relatives which would affect the interest of the Company at large.



BOARD MEETINGS

During the year 2011-12, eight (8) board meetings were held on 02.04.2011, 30.05.2011, 02.07.2011, 12.08.2011, 17.09.2011, 14.11.2011, 21.01.2012 & 09.02.2012. The details of attendance of the Directors (including past directors) at the Meetings are as follows.

Name of the Director	Attendance at the board meetings.
Mr. Rajesh Mehta <i>Executive Chairman</i>	08
Mr. Prashant Mehta <i>Managing Director</i>	08
Mr. Y. Venu Madhava Reddy <i>Independent & Non-Executive Director</i>	05
Mr. G. Shanker Prasad <i>Independent & Non-Executive Director</i>	05
Mr. P. Siva Sankar* <i>Independent & Non-Executive Director</i>	07

COMMITTEES OF DIRECTORS

The Board has constituted Committees of Directors to deal with matters which need quick decisions and timely monitoring of the activities falling within their terms of reference. The Board Committees are as follows.

AUDIT COMMITTEE

The Audit Committee comprised three non-executive Directors viz Mr. P Siva Shankar, Mr. G. Shanker Prasad and Mr. Y. Venu Madhava Reddy. During the year under review the Committee held four meetings.

The terms of reference of the Audit Committee are in accordance with Clause 49(ii) of Listing Agreements entered into with the Stock Exchanges which inter-alia include the following:

- Overseeing the Company's financial reporting process and to ensure correct, adequate and credible disclosure of financial information.
- Recommending the appointment and removal of external auditors and fixing their fees.
- Reviewing the annual financial statements, with special emphasis on accounting policies and practices, compliance with accounting standards and other legal requirements concerning financial statements.
- Reviewing the adequacy of the audit and compliance function, including their policies, procedures, techniques and other regulatory requirements.

The Audit Committee of the Company met four times during the year.

Members	Attendance
Mr. P. Siva Sankar* <i>Chairman, Independent & Non-Executive Director</i>	04
Mr. G. Shanker Prasad <i>Independent & Non-Executive Director</i>	04
Mr. Y. Venu Madhava Reddy <i>Independent & Non-Executive Director</i>	04

* Mr. P. Shiv Shankar has since ceased to be a Director & Committee Member. Mr. Rajesh Mehta has since been appointed Member of Audit Committee.

RAJESH EXPORTS LIMITED

SHAREHOLDERS & INVESTOR GRIEVANCE COMMITTEE

The Shareholders and Investor Grievance Committee presently comprises Mr. Y. Venu Madhava Reddy, Mr. G Shanker Prasad and Mr. Rajesh Mehta. The Committee approves and monitors transfers, transmissions, dematerialisation, splitting and consolidation of shares issued by the Company and issue of duplicate share certificates. The Committee also monitors redressal of complaints from shareholders relating to transfer of shares, non-receipt of balance sheet, dividends etc. and reviewing the share transfers executed by S.K.D.C. Consultants Ltd.

No. of investor complaints received during the year : 05

No. of complaints resolved : 05

No. of complaints pending : 00

The Committee is chaired by Mr. Y. Venu Madhava Reddy, who is a non executive director. The Committee had four meetings during the year.

SHAREHOLDERS & INVESTORS GRIEVANCE COMMITTEE

Members	Attendance
Mr. Y. Venu Madhava Reddy <i>Independent & Non-Executive Director</i>	04
Mr. G Shanker Prasad <i>Independent & Non-Executive Director</i>	04
Mr. Rajesh Mehta <i>Executive Director</i>	04

REMUNERATION OF DIRECTORS

The Directors' remuneration includes consolidated remuneration paid to Executive Chairman, Mr. Rajesh Mehta, and Managing Director, Mr. Prashant Mehta amounting to Rs. 2,39,976/- per annum.

ANNUAL GENERAL BODY MEETINGS

Details of Previous General Meetings of the company held during last three years

Last 3 AGM's	Date/Time of AGM	Venue
15th AGM	29th September 2009 @ 10.30 A.M.	Mini Hall, Hotel Wood Lands, Raja Ram Mohan Roy Road, Bangalore.
16th AGM	22nd September 2010 @ 5.00 P.M.	Mini Hall, Hotel Wood Lands, Raja Ram Mohan Roy Road, Bangalore.
17th AGM	30th September 2011 @ 12.00 Noon.	Guru Raja Kalyana Mantap, Crescent Road Bangalore

No resolutions were passed through postal ballot during the last three financial years.



DISCLOSURE

Disclosures on materially significant related party transactions that may have potential conflict with the interest of the Company at large.

These disclosures have been made under related party transactions in notes to financial statements of the Company, which form part of annual report.

No penalties or strictures were imposed on the Company by any of the Stock Exchanges, Securities and Exchange Board of India or any statutory authority, on any matters related to capital market, during the last three years.

MEANS OF COMMUNICATION

The Company's quarterly and half yearly un-audited results and audited annual results were published in the leading print media, both in English and regional language having nation-wide circulation and also through various information notices sent to Stock Exchanges about the latest developments in the Company. Our Company's web site i.e. www.rajeshindia.com is regularly updated regarding the corporate actions undertaken by the Company.

WHISTLE BLOWER POLICY

We have established a mechanism for employees to report concerns about unethical behavior, actual or suspected fraud or violation of our code of conduct or ethics policy. The mechanism also provides for adequate safeguards against victimization of employees who avail of the mechanism and also provide for direct access to the chairman of the Audit Committee in exceptional cases.

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis also forms part of the Director's Report.

GENERAL SHAREHOLDER INFORMATION

Annual General Meeting : 28th September 2012 at 12 Noon
at Guru Raja Kalyana Mantap,
No 21, Crescent Road,
Next to Karnataka Film Chamber of Commerce
BANGALORE - 560 001.

INVESTOR HELP-DESK

Share transfers, dividend payments and all other investor related activities are attended to and processed at the Office of our Registrars and Transfer Agents. For lodgment of transfer deeds and any other documents for any grievances / complaints kindly contact at the following address:-

M/s. S.K.D.C. CONSULTANTS LTD.

Kanapathy Towers, 3rd Floor ; 1391/A-1, Sathy Road, Ganapathy, Coimbatore - 641 012.
Phone: 0422 - 6549995; 2539835-36 Fax: 0422-2539837. E-mail: info@skdc-consultants.com.

The powers to approve share transfers and dematerialization requests have also been delegated to some of the executives of the company in order to avoid delays that may arise due to non-availability of the Members of the Shareholders and Investor Grievance Committee.

Name of the compliance officer: Joseph T. D. Phone No: 080-22266735 (Extn No 113). E-mail: compsect@rajeshindia.com

No request for share transfers was received up to 31st March 2012.

RAJESH EXPORTS LIMITED

FINANCIAL CALENDAR FOR THE YEAR 2011-12

Board meeting for considering audited accounts and recommendation of dividend for the year ended 31.03.2011.	30.05.2011
Board meeting for considering Un-audited results for the first quarter.	12.08.2011
Board meeting for considering Un-audited results for the Second quarter.	14.11.2011
Board meeting for considering Un-audited results for the Third quarter.	09.02.2012
Board meeting for considering audited results for the financial year ended 31.03.2012 and recommendation of Dividend.	30.05.2012
Posting of Annual Reports.	on / before 05.09.2012
Book Closure Dates.	24-09-2012 to 28-09-2012
Last date of receipt of Proxy Forms.	26-09-2012
Date of AGM.	28-09-2012
Probable date of dispatch of Dividend Warrants.	Second week of October 2012

DIVIDEND

The Board of Directors are pleased to recommend the payment of dividend for the year ended 31st March 2012 @ 60 paise per share for all the shareholders whose names appear on the Register of Members as on the Book Closure date i.e. 24-09-2012.

LISTING ON STOCK EXCHANGES

The National Stock Exchange of India Ltd. **(Exchange Code: rajeshexpo)**

Bombay Stock Exchange Ltd. **(Exchange Code: 531500)**

MONTHLY HIGH AND LOW QUOTATION AND VOLUME OF SHARES TRADED FROM 01.04.2011 TO 31.03.2012.

Period	Highest Quotation in Rs.		Lowest Quotation in Rs.		Volume of shares Traded		Turnover Rs. in Millions	
	NSE	BSE	NSE	BSE	NSE	BSE	NSE	BSE
April, 2011	110.90	110.85	85.50	85.55	16424938	8028394	16604.38	8104.97
May, 2011	93.30	93.35	82.20	83.00	8933349	4854696	7789.51	4243.87
June, 2011	102.75	102.80	88.00	83.30	11958905	5009496	11448.29	4818.18
July, 2011	115.10	114.45	98.00	99.25	9426084	3577166	10195.97	3851.89
August, 2011	114.80	114.90	93.65	97.10	9623466	4377245	10435.23	4749.26
September, 2011	143.35	143.40	110.00	110.15	17925331	6800353	22831.59	8605.31
October, 2011	151.80	148.55	117.55	118.20	16160221	5498304	22434.03	7580.97
November, 2011	151.50	150.75	126.65	126.20	9178351	2975835	12976.64	4192.31
December, 2011	144.95	144.40	121.50	121.00	6367726	2433398	8549.16	3254.43
January, 2012	143.35	140.75	123.05	122.00	2071258	8321305	2777.04	1108.76
February, 2012	142.80	142.70	128.50	129.05	3144288	1353451	4333.46	1862.20
March, 2012	138.50	137.30	109.65	110.50	5712633	1794157	7148.02	2255.94



DISTRIBUTION OF SHAREHOLDING AS ON 31st MARCH 2012

Value (in Rs.)	No. of share holders	%	Amount (Rs)	%
Up to 5,000	42874	99.26	8604763	2.91
5,001 to 10,000	137	0.32	940010	0.32
10,001 to 20,000	63	0.15	876618	0.30
20,001 to 30,000	19	0.04	472595	0.16
30,001 to 40,000	10	0.02	363120	0.12
40,001 to 50,000	16	0.04	733399	0.25
50,001 to 1,00,000	18	0.04	1227906	0.42
1,00,001 and above	55	0.13	282041548	95.52
TOTAL	43192	100.00	295259959	100.00

CATEGORIES OF SHAREHOLDERS AS ON 31st MARCH 2012

Category	No of Shares	%
Indian Promoters	149127180	50.507
Foreign Institutional Investors	47903282	16.224
Private Corporate Bodies	2775119	0.940
Indian Public/Mutual Fund/ Financial Institutions etc.	40543425	13.732
NRI's / OCB's	54910953	18.597
TOTAL	295259959	100.000

DEMATERIALIZATION OF EQUITY SHARES

The Company's shares are under compulsory dematerialization list and can be transferred through depository system. The Company has entered into tripartite agreement with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) to facilitate the dematerialization of shares. As on 31.03.2012, 99.864% shares of the Company were in electronic form.

	No. of shares	% of holding
No of shares held in CDSL	6785045	2.298
No of shares held in NSDL	288073163	97.566
Total No. of shares held in DE-Mat form	294858208	99.864
No. of shares held in Physical form	401751	0.136
Grand Total	295259959	100.000

RAJESH EXPORTS LIMITED

CEO / CFO CERTIFICATION

The Company is fully cognizant of and committed to, adhering to the statutory requirements for the internal controls as set out by the Securities and Exchange Board of India. Accordingly, the Managing Director and Finance Manager of the Company have duly verified and certified to the Board of the Company that the procedures and internal controls of the reporting as fully compliant with SEBI guidelines.

The Managing Director and Finance Manager have certified to the Board by placing a certificate thereof on the financials of the Company that they have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief:

- (i) These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading.
- (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (iii) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of Conduct.

Place : Bangalore
Date : 30.05.2012

For and on behalf of the Board
PRASHANT MEHTA
Managing Director

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members,
M/s. RAJESH EXPORTS LIMITED

We have examined the compliance of conditions of Corporate Governance by Rajesh Exports Limited ("the Company") for the year ended on 31st March 2012, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, and the representations made by the Directors and Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above-mentioned Listing Agreement.

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

Place : Bangalore
Date : 30-5-2012

For **V. SIVASANKAR & CO,**
Chartered Accountants
Firm Regn. No. 0108395
Sd/-
(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786



AUDITOR'S REPORT

To,
The Members,

M/S. RAJESH EXPORTS LIMITED

We have audited the attached balance sheet of M/S. RAJESH EXPORTS LIMITED as on 31st March 2012, and the Profit and Loss account and Cash Flow Statement of the company for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management; our responsibility is to express an opinion on these financial statements based on our audit.

We have 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.

We report as follows

1. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks and verification of the books of accounts as we consider necessary and to the best of our knowledge and according to the information and explanations given to us during the course of our audit, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to our comments in the Annexure referred to in Paragraph 1 above.
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, the company has kept proper books of account as required by law so far as appears from our examination of the books.
 - c) The Balance Sheet, Profit and Loss account and cash Flow Statement dealt with by this report are in agreement with the books of accounts.
 - d) In our opinion, the Profit and Loss account, Cash Flow Statement and Balance Sheet comply with mandatory 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, and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March 2012 from being appointed as a director in terms of Clause (g) of sub section (1) of Section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our knowledge and according to the information and explanations given to us, the said accounts give information required by the Companies Act, 1956, in the manner so required and read with other Notes annexed to the audited accounts give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) In the case of the balance sheet, of the state of affairs of the company as on 31st March 2012 and
 - ii) In the case of the profit and loss account, of the profit for the year ended on that date;
 - iii) In the case of cash flow statement, of the cash flow of the company for the year ended on that date.

Place : Bangalore
Date : 30-5-2012

For **V. SIVASANKAR & CO,**
Chartered Accountants
Firm Regn. No. 0108395
Sd/-
(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786

RAJESH EXPORTS LIMITED

ANNEXURE REFERRED TO IN PARAGRAPH 1 OF THE REPORT OF EVEN DATE OF THE AUDITOR'S TO THE MEMBERS OF M/S. RAJESH EXPORTS LIMITED, BANGALORE, ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2012.

1. (a). The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets but identification mark on the individual assets is not displayed.
- (b). The Company has drawn up a programme of Physical verification of Fixed Assets which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. Fixed assets were physically verified by the management during the year and no material discrepancies were noticed on such verification.
- (c). There was no disposal of substantial part of fixed assets during the year and therefore, it does not affect the going concern assumption.
2. As explained to us, Inventories held by the company have been physically verified by the management at regular intervals during the year.

In our opinion and according to the information and explanations given to us, the procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

The Company has maintained proper records of inventories. As explained to us, there were no discrepancies noticed on physical verification of inventory as compared to the book records.

3. As per the information and explanations furnished by the Management, the company has not granted any loans to companies or other parties listed in the register maintained under section 301 of the Companies Act, 1956.

The Company has taken loan from the parties listed in the register maintained under section 301 of the companies Act, 1956. These loans were taken from three parties and the amount outstanding as at the year end is Rs.385995372/- and maximum amount taken at any time of the year is Rs.460707638/-. The rate of interest and other terms and conditions of these loans taken are not prima facie prejudicial to the interest of the company. The payment of principle amount and interest thereon are also regular.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system of the company in respect of this area.
5. (a). In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the companies Act, if any, have been entered in the register maintained under section 301 the companies Act, 1956.
- (b). The transactions made in pursuance of such contracts or arrangements, exceeding the value of rupees five lakhs in respect of any part during the year, if any, have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. The company has accepted deposits from an individual and the directives issued by the Reserve Bank of India and the provision of Section 58A and 58AA or any other relevant provisions of the Companies Act 1956 and the rules framed there under, where applicable, have been complied with. The Company Law Board has not passed any order with regard to public deposits.
7. In our opinion, the company has it's own internal audit system commensurate with the size and the nature of its business.
8. The company has maintained cost records and accounts as prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956. We have broadly reviewed the accounts and records of the company in this connection and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the same.
9. According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State



Insurance, Income – Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise duty, Cess and other statutory dues, as applicable to it, with the appropriate authorities.

According to the information and explanations give to us, no undisputed amounts payable in respect of aforesaid dues were outstanding at the year end for a period of more than six months from the date they become payable. Based on information and explanations given to us, we furnish hereunder the particulars of disputed aforesaid dues,

Name of the Statute	Nature of the dues	Amount in Rs.	Period to which the amount relates	Forum where dispute is pending
Karnataka Sales Tax Act	Sales Tax	1,54,702	2001-02	First Appellate authority
--Do--	--Do--	1,00,000	2002-03	--Do--
--Do--	--Do--	2,24,355	2003-04	--Do--
Income Tax Act	Income Tax	26,23,25,771	2007-08	The Commissioner Appeals
Income Tax Act	Income Tax	18,84,18,119	2008-09	The Commissioner Appeals
ESI of Karnataka	ESI	89,27,290	04/2000 to 03/2003	The Appellate Authority ESI, Karnataka
ESI of Karnataka	ESI	37,78,409	04/06 to 09/07	The Appellate Authority ESI, Karnataka
Service Tax	Service Tax and penalty	3,67,24,590	2006-07	The Appellate Tribunal, Customs, Excise and Service Tax

10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by the audit or in the immediately preceding financial year.
11. As per information furnished by the management, the company has not defaulted in repayment of dues to banks, financial institutions and debenture holders.
12. According to the information and explanations given to us, the Company has maintained adequate documents and records in cases where the Company has granted loans on the basis of security by way of pledge of shares, debenture and other securities.
13. The company is not a chit fund or a nidhi /mutual benefit fund/society and hence clause 4 (xiii) of Companies (Auditor's Report) Order 2003 is not applicable to the company.
14. In our opinion, the company is not a dealer or a trader in shares, securities, debentures and other investments.
15. The company has not given guarantees for loans taken by others from banks or financial institutions.
16. The Company did not have any outstanding term loans at the end of the year.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment by the company.
18. During the year, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The company has not created any security or charge in respect of debentures/bonds issued.
20. The company has not raised any money through a public issue during the year.

For **V. SIVASANKAR & CO,**
Chartered Accountants
Firm Regn. No. 0108395
Sd/-
(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786

Place : Bangalore
Date : 30-5-2012

RAJESH EXPORTS LIMITED

BALANCE SHEET AS AT 31st MARCH 2012

(Amount in Indian Rupees)

	Note No	As on 31.03.2012	As on 31.03.2011
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	295,259,959	295,259,959
(b) Reserves and Surplus	2	19,590,893,840	15,672,487,339
(2) Non-Current Liabilities			
(a) Other Long term liabilities	3	87,038,578	52,001,592
(b) Long Term Provisions	4	4,119,116	4,119,116
(3) Current Liabilities			
(a) Short Term Borrowings	5	32,566,657,355	25,342,067,181
(b) Trade payables	6	62,522,493,012	59,061,654,882
(c) Other Current Liabilities	7	4,261,427,601	4,802,454,455
(d) Short-Term Provisions	8	400,410,843	205,895,104
TOTAL EQUITY AND LIABILITIES		119,728,300,304	105,435,939,628
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	9	708,022,990	713,782,023
(ii) Capital Work-in-progress	9	3,248,728	Nil
(b) Non-Current investments	10	34,176,800	34,176,800
(c) Deferred Tax Assets (Net)	11	8,223,385	8,223,385
(d) Long term Loans and Advances	12	5,997,007	6,092,007
(2) Current Assets			
(a) Inventories	13	6,344,011,650	3,773,414,453
(b) Trade Receivables	14	26,017,931,584	15,887,662,869
(c) Cash and Cash equivalents	15	78,548,320,255	78,149,978,253
(d) Short Term Loans and Advances	16	5,170,176,453	4,507,437,468
(e) Other Current Assets	17	2,888,191,452	2,355,172,370
TOTAL ASSETS		119,728,300,304	105,435,939,628

Notes to Accounts from Note 1 to 25 and Significant Accounting Policies form an integral part of these Financial statements

For and on behalf of the Board

Place: Bangalore
Date : 30-5-2012

RAJESH MEHTA
Chairman

PRASHANT MEHTA
Managing Director

Director

As per our Report of even date
For **V. SIVASANKAR & CO**
Chartered Accountants,
Firm Regn. No. 0108395
Sd/-
(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786



STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2012

(Amount in Indian Rupees)

	Note No	As on 31.03.2012	As on 31.03.2011
I REVENUE			
(i) Revenue from Operations	18	256,538,502,205	205,337,636,550
(ii) Other Income	19	1,964,799,652	890,989,096
Total Revenue (i+ii)		258,503,301,857	206,228,625,646
II EXPENSES			
Cost of materials consumed	20	250,045,984,958	201,539,538,796
Selling, Administrative and Other expenses	21	235,201,368	195,070,728
Employee benefit expenses	22	189,146,471	119,554,735
Finance Costs	23	3,693,488,124	1,666,884,403
Depreciation and amortization expenses	9	20,663,592	19,556,907
Total Expenses		254,184,484,513	203,540,605,569
III Profit before exceptional and extraordinary items (I-II)		4,318,817,344	2,688,020,077
IV Add Exceptional Items		Nil	Nil
V Profit before extraordinary items (III -IV)		4,318,817,344	2,688,020,077
VI Less Extraordinary Items		Nil	Nil
VII Profit before Tax (PBT) (V-VI)		4,318,817,344	2,688,020,077
VIII Less Current Tax		194,515,740	182,511,206
IX Less Income Tax for earlier years		Nil	25,573,107
X Profit for the period from continuing operations (VII-VIII-IX)		4,124,301,605	2,479,935,764
XI Profit from discontinuing operations		Nil	Nil
XII Tax Expense of discontinuing operations		Nil	Nil
XIII Profit from discontinuing operations (after tax) (XI-XII)		Nil	Nil
XIV Profit for the period [Profit After Tax (PAT)] (X+XI+XII+XIII)		4,124,301,605	2,479,935,764
XV Earnings per equity share Basic & Diluted		13.97	8.40

Notes to Accounts from Note 1 to 25 and Significant Accounting Policies form an integral part of these Financial statements

For and on behalf of the Board

Place: Bangalore
Date : 30-5-2012

RAJESH MEHTA
Chairman

PRASHANT MEHTA
Managing Director

Director

As per our Report of even date
For **V. SIVASANKAR & CO**
Chartered Accountants,
Firm Regn. No. 0108395
Sd/-
(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786

RAJESH EXPORTS LIMITED

CASH FLOW STATEMENT

(Amount in Indian Rupees)

	2011-2012	2010-2011
A. Cash Flow from operating Activities		
Net Profit before tax and Extra ordinary items	4,318,817,344	2,688,020,077
Depreciation	20,663,592	19,556,907
Finance cost	3,693,488,124	1,666,884,403
Rent received	(2,187,115)	(640,151)
Preliminary expenses Written off	Nil	27,905
Loss on sale of Fixed assets	55,038	(4,982,450)
Operational profit before working capital changes	8,030,836,983	4,368,866,691
Adjustments for Decrease/(increase) in Trade and other receivables including Loans & Advances	(10,655,262,296)	(7,590,959,169)
Increase/(Decrease) in inventories	(2,570,597,197)	361,632,077
Increase/(Decrease) in current Liabilities	2,954,848,262	10,223,685,432
Cash generated from Operations	(2,240,174,249)	7,363,225,031
Prior Period taxes Paid	Nil	(25,573,107)
Direct Taxes Paid	(670,669,486)	(531,579,162)
Net Cash from Operating activities	(2,910,843,735)	6,806,072,762
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(18,418,326)	(26,732,996)
Sale proceeds of Fixed Assets	210,000	
(Purchase)/Sale proceeds of Investments	Nil	14,982,450
Rent received	2,187,115	640,151
Net cash from Investing Activities	(16,021,211)	(11,110,395)
C. Cash Flow from Financing activities		
Increase in Share Capital and Share Premium	Nil	2,272,256,000
Finance cost	(3,693,488,124)	(1,666,884,403)
Increase/(Decrease) in Secured Loan	7,222,771,640	6,571,280,610
Increase/(Decrease) in Unsecured Loan	1,818,534	(2,130,256,000)
Dividend paid and Tax on dividend	(205,895,103)	(226,511,408)
Net cash from Financing Activities	3,325,206,947	481,988,479
Net increase(decrease) in cash & cash equivalents(A+B+C)	398,342,002	11,614,847,166
Opening cash and cash equivalents	78,149,978,253	66,535,131,087
Closing cash and cash equivalents	78,548,320,255	78,149,978,253

For and on behalf of the Board

As per our Report of even date
For V. SIVASANKAR & CO
Chartered Accountants,
Firm Regn. No. 0108395
Sd/-

Place: Bangalore
Date : 30-5-2012

RAJESH MEHTA
Chairman

PRASHANT MEHTA
Managing Director

Director

(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786



BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS

Registration No.	L36911KA1995PLC017077	State Code	08
Balance Sheet Date	31.03.2012		

II. CAPITAL RAISED DURING THE YEAR

Public Issue	NIL	Rights issue	NIL
Bonus Issue	NIL	Private Placement	NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS

Sources of Funds	Rs.	Application of Funds	Rs.
Paid-up Capital	29,52,59,959	Net Fixed Assets	70,80,22,990
Reserves and Surplus	19,59,08,93,840	Investments	3,41,76,800
Secured Loans	32,18,06,61,983	Net Current Assets	51,70,23,87,979
Unsecured Loans	38,59,95,372	Deferred Tax Asset	82,23,385
Total Liabilities	52,45,28,11,154	Total Assets	52,45,28,11,154

IV. PERFORMANCE

Total Income	2,58,50,33,01,857	Total Expenditure	2,54,18,44,84,513
Profit Before Tax	4,31,88,17,344	Profit After Tax	4,12,43,01,605
Earning per Share	13.97	Dividend Rate%	60%

V. GENERIC NAMES OF PRINCIPAL PRODUCTS

Item Code No. (ITC Code)	71131901
Product Description	GOLD JEWELLERY, BULLION AND MEDALLIONS

For and on behalf of the Board

Place : Bangalore
Date : 30-5-2012

RAJESH MEHTA
Chairman

PRASHANT MEHTA
Managing Director

RAJESH EXPORTS LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2012

Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
1	SHARE CAPITAL		
	Authorised Share Capital		
	30,00,00,000 Equity Shares of Re.1/- each	300,000,000	300,000,000
	Issued, Subscribed & Paidup Share Capital	295,259,959	295,259,959
	Details of allotments of shares for consideration other than cash(during the period of five years from 1.4.07 to 31.3.12)		
	Particulars	Amount	
	Bonus allotment of 14 78 14 000 Equity Shares of Re. 1/- Each fully paid-up allotted on 25th June 2010		147,814,000
	Details of Shareholders holding more than 5% shares		
	Sl.no Name of the shareholder	Number of shares held in the company	Percentage of shares held
	1 Mr.Rajesh J Mehta	87,300,000	29.57
	2 Mr.Prashanth J Mehta	37,140,000	12.58
	3 Mr.Mahesh J Mehta	14,799,000	5.01
Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
2	RESERVES AND SURPLUS		
	(A) Securities Premium Reserve		
	(i) As per last Balance Sheet	6,449,295,162	4,206,483,749
	(ii) Additions during the year	Nil	2,242,811,413
	Total Securities Premium Reserve	6,449,295,162	6,449,295,162
	(B) General Reserve:	11,000,000,000	5,902,186,000
	(C) Surplus in Statement of Profit and Loss		
	(i) Balance as per last year	321,006,177	1,067,581,822
	(ii) Add Profit for the year	4,124,301,605	2,479,935,764
	(iii) Less Dividend for previous year	Nil	(17,679,896)
	(iv) Less Tax on Dividend for earlier years	Nil	(2,936,409)
	(v) Less Proposed Dividend	(177,155,975)	(177,155,975)
	(vi) Less Tax on Dividend	(28,739,128)	(28,739,128)
	(vii) Total Surplus in Statement of Profit and Loss	4,239,412,678	3,321,006,177
	(viii) Less Transfer to General Reserve	2,097,814,000	3,000,000,000
	Available Surplus in Statement of Profit and Loss	2,141,598,678	321,006,177
	(D) Total Reserves and Surplus	19,590,893,840	15,672,487,339



Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
3	OTHER LONG TERM LIABILITIES		
	(i) Franchise Deposit received	65,760,986	30,724,000
	(ii) Rent advance	21,277,592	21,277,592
	Total Other Long Term Liabilities	<u>87,038,578</u>	<u>52,001,592</u>
4	LONG-TERM PROVISIONS		
	Provision for gratuity	4,119,116	4,119,116
	Total Long Term Provisions	<u>4,119,116</u>	<u>4,119,116</u>
5	SHORT TERM BORROWINGS		
	(a) Secured		
	(i) Working Capital Loans(secured against stocks, book debts, Immoveable properties and export bills)	11,570,717,899	9,352,395,059
	(ii) Loans against Company's own Fixed deposits with Banks	20,609,944,084	15,605,495,284
	(b) Unsecured		
	(i) From Directors	256,630,624	254,283,420
	(ii) From Others	129,364,748	129,893,418
		<u>32,566,657,355</u>	<u>25,342,067,181</u>
6	TRADE PAYABLES		
	(i) Raw Materials	1,030,557,557	9,550,805
	(ii) FLC liabilities	61,453,289,426	59,052,034,881
	(iii) Expenses	38,646,029	69,196
	Total Trade Payables	<u>62,522,493,012</u>	<u>59,061,654,882</u>
7	OTHER CURRENT LIABILITIES		
	(i) Tax Deducted at Source	3,798,133	703,455
	(ii) Value Added Tax	8,809,686	Nil
	(iii) Professional Tax	29,450	Nil
	(iv) Unclaimed Dividend	3,768,133	3,295,514
	(v) Advance Received From Customers	4,244,094,389	4,797,389,906
	(vi) Other Payables	927,810	1,065,580
	Total Other Current Liabilities	<u>4,261,427,601</u>	<u>4,802,454,455</u>
8	SHORT-TERM PROVISIONS		
	(i) Provision for Proposed Dividend	177,155,975	177,155,975
	(ii) Provision for Tax on Dividend	28,739,128	28,739,128
	(iii) Provision for Current Income Tax	194,515,740	Nil
	Total Short Term Provisions	<u>400,410,843</u>	<u>205,895,104</u>

RAJESH EXPORTS LIMITED

Note - 9 : FIXED ASSETS - TANGIBLE

Amount in Rs.

Reconciliation of gross block and net block at the beginning and at the end of the year

Description	Gross block			Depreciation				Net block		
	As at 31st March 2011	Additions Adjustment during the year	Deductions during the year	As at 31st March 2012	As at 31st March 2011	Additional adjustment during the year	Deductions during the year	As at 31st March 2012	As at 31st March 2011	As at 31st March 2012
A. BUSINESS ASSETS										
1. Land										
- Owned	36,924,097	0		36,924,097				0	36,924,097	36,924,097
- Leased	7,155,563	0		7,155,563				0	7,155,563	7,155,563
2. Buildings										
- Owned	326,813,550	176,587		326,990,137	99,763,181	10,920,447		110,683,628	227,050,369	216,306,508
4. Plant & Equipment										
- Owned	108,471,794	10,071,365		118,543,159	31,511,506	6,099,518		37,611,024	76,960,288	80,932,135
5. Furniture & Fixtures										
- Owned	18,195,103	1,544,005		19,739,108	7,455,307	1,237,669		8,692,976	10,739,796	11,046,132
6. Vehicles										
- Owned	9,740,500	1,050,000	466,000	10,324,500	4,559,581	967,392	200,962	5,326,011	5,180,919	4,998,489
7. Office equipments										
- Owned	7,188,328	922,589		8,110,917	1,705,478	413,651		2,119,129	5,482,850	5,991,788
8. Computer System										
- Owned	4,567,872	165,896		4,733,768	3,327,415	739,754		4,067,169	1,240,457	666,599
9. Weighing Scales										
- Owned	1,679,352	827,370		2,506,722	661,257	106,985		768,242	1,018,095	1738,480
10. Borewell										
- Owned	148,000			148,000	14,464	4,943		19,407	133,536	128,593
11. Generator										
- Owned	3,094,621	200,000		3,294,621	583,850	173,233		757,083	2,510,771	2,537,538
Sub Total	523978,780	14,957,812	466,000	538,470,592	149,582,039	20,663,590	200,962	170,044,669	374,396,741	368,425,922
B. OTHER IMMOVABLE PROPERTIES										
Sujatha Complex Building	20,505,157			20,505,157					20,505,157	20,505,157
Mohan Building	97,715,861			97,715,861					97,715,861	97,715,861
Volga Hotel Building	2,608,855			2,608,855					2,608,855	2,608,855
Land at Kumbalgod	20,023,112			20,023,112					20,023,112	20,023,112
Land at Akkupette	11,195,065			11,195,065					11,195,065	11,195,065
Property in Kerala	31,418,930			31,418,930					31,418,930	31,418,930
Property at Nandi	12,174,066			12,174,066					12,174,066	12,174,066
Land at Peenya	1,368,320			1,368,320					1,368,320	1,368,320
Jayashree Complex	13,183,210			13,183,210					13,183,210	13,183,210
Property at Commercial Street	88,263,968			88,263,968					88,263,968	88,263,968
Malleshwaram	37,021,868	115,000		37,136,868					37,021,868	37,136,868
Magadi Road	3,906,870	96,786		4,003,656					3,906,870	4,003,656
Sub Total	339,385,282	211,786		339,597,068					339,385,282	339,597,068
Grand Total	863,364,062	15,169,598	466,000	878,067,660	149,582,039	20,663,592	200,962	170,044,669	713,782,023	708,022,990
Capital Work-in-Progress										
WHITEFIELD		3,248,728		3,248,728						3,248,728
Previous Year	836,631,066	26,732,996	Nil	863,364,062	130,025,132	19,556,908	Nil	149582040	713,782,022	706,605,934



Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
10	NON CURRENT INVESTMENTS		
	(i) Investment in Equity instruments(Unquoted)	34,116,800	34116,800
	(ii) Investments in Government or Trust securities (National Saving Certificates)	60,000	60,000
	(iii) Doubtful Investments	13,911,000	13,911,000
	(iv) Provision for dimunition in the value of Investments	(13,911,000)	(13,911,000)
	Total Non Current Investments	<u>34,176,800</u>	<u>34,176,800</u>
11	DEFERRED TAX ASSET (NETT)		
	Deferred Tax Asset	8,223,385	8,223,385
	Total Deffered Tax Asset (Nett)	<u>8,223,385</u>	<u>8,223,385</u>
12	LONG-TERM LOANS AND ADVANCES		
	Security Deposits Furnished	5,997,007	6,092,007
	Total Long Term Loans and Advances	<u>5,997,007</u>	<u>6,092,007</u>
13	INVENTORIES		
	(i) Gold Jewellery and Gold	5,888,445,917	3,550,985,413
	(ii) Diamonds	91,305,988	217,075,180
	(iii) Silver	364,259,745	5,353,860
	Total Inventories	<u>6344,011,650</u>	<u>3,773,414,453</u>
14	TRADE RECEIVABLES		
	Unsecured,		
	(i) Outstanding for less than 6 months, Considered Good	26,003,964,784	15,855,618,584
	(ii) Outstanding for more than 6 months, Considered good	13,966,800	32,044,285
	(iii) Doubtful debts	3,367,236	3,367,236
	(iv) Provision for bad and doubtful debts	(3,367,236)	(3,367,236)
	Total Trade Recievables	<u>26017,931,584</u>	<u>15,887,662,869</u>

RAJESH EXPORTS LIMITED

Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
15	CASH AND CASH EQUIVALENTS		
	(i) Unpaid Dividend Bank Accounts	3,768,133	3,295,514
	(ii) Bank Balances in Current Accounts	21,421,372	8,490,797
	(iii) Cash on Hand	51,568,843	55,472,926
	(iv) Fixed Deposits with Banks	78,471,561,907	78,082,719,016
	(v) Doubtful Bank Balances	2,500,000	2,500,000
	(vi) Provision for Doubtful Balances	(2,500,000)	(2,500,000)
	Total Cash and Cash Equivalents	<u>78,548,320,255</u>	<u>78,149,978,253</u>
16	SHORT TERM LOANS AND ADVANCES		
	(i) Advances Recoverable In Normal Course Of Business	247,565,591	265,313,497
	(ii) Advances to Employees	1,099,200	Nil
	(iii) Advances to Suppliers	916,142	Nil
	(iv) Prepaid Expenses	3,427,068	2,438,914
	(v) Capital Advances	287,797,540	111,860,587
	(vi) Inter Corporate Deposits	4,629,370,912	4,127,824,470
	(vii) Doubtful Advances	253,664,904	253,664,904
	(viii) Provision for Doubtful Advances	(253,664,904)	(253,664,904)
	Total Short Term Loans and Advances	<u>5170,176,453</u>	<u>4,507,437,468</u>
17	OTHER CURRENT ASSETS		
	(i) Deferred revenue expenditure	269,310	Nil
	(ii) Balances with Govt departments	2,887,922,142	2,355,172,370
	Total Other Current Assets	<u>2,888,191,452</u>	<u>2,355,172,370</u>
18	REVENUE FROM OPERATIONS		
	(i) Sale of products	250,620,824,378	200,451,603,340
	(ii) Income from operations- Bank interest received	5,917,677,827	4,886,033,210
	Total Revenue from Operations	<u>256,538,502,205</u>	<u>205,337,636,550</u>



Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
19	OTHER INCOME		
	(i) Duty Drawback Received	8,396,925	7,875,676
	(iii) Interest on Deposits(ICD's)	1,246,548,959	684,622,506
	(iii) Other Miscellaneous income	5,464,644	16,612,193
	(iv) Bank Interest received	702,202,009	46,185
	(v) Rent received	2,187,115	640,151
	(vi) Interest received on Income Tax refund	Nil	181,192,385
	Total Other Income	<u>1,964,799,652</u>	<u>890,989,096</u>
20	COST OF MATERIAL CONSUMED		
	(i) Raw material consumed	246,822,802,008	203,254,228,769
	(ii) Gold Hedging cost	1,363,765,610	700,485,100
	(iii) Currency Hedging and Forex Fluctuation cost	1,859,417,340	(2,415,175,073)
	Total Cost of material Consumed	<u>250,045,984,958</u>	<u>201,539,538,796</u>
21	S&A AND OTHER EXPENSES		
	(i) Rent	5,668,024	6,378,603
	(ii) Repairs & Maintainence	10,252,256	8,168,709
	(iii) Legal, Professional and consultancy charges	15,446,378	6,543,711
	(iv) Postage, Telegrams & Telephones	1,527,628	1,885,779
	(v) Insurance	29,844,784	25,673,205
	(vi) Rates and Taxes	3,569,355	3,237,980
	(vii) Auditors Fees	500,000	448,500
	(viii) Service tax	Nil	51,500
	(ix) Reimbursement of expenses	Nil	61,800
	(x) Advertisement, Publicity and Sale Promotion	110,311,021	88,007,670
	(xi) Travelling and Conveyance	3,239,902	1,874,666
	(xii) Loss on sale of Fixed Assets	55,038	Nil
	(xiii) Hedging fees and Charges	8,682,699	4,493,436
	(xiv) Freight Charges	20,570,333	17,733,441
	(xv) Printing & Stationery	2,052,887	2,018,965
	(xvi) Membership Fees	1,298,444	2,789,838
	(xvii) Donations	611,111	1,449,700
	(xviii) Miscellaneous expenses	1,300,331	12,618,966
	(xix) Other Manufacturing and Processing Expenses	18,983,812	11,634,259
	(xx) Bad debts written off	1,287,365	Nil
	Total S&A and Other Expenses	<u>235,201,368</u>	<u>195,070,728</u>

RAJESH EXPORTS LIMITED

Note No.	Particulars	As on 31.03.2012 Amount in Rs.	As on 31.03.2011 Amount in Rs.
22	EMPLOYEE BENEFIT EXPENSES		
	(i) Salaries and wages	184,388,307	116,582,109
	(ii) Contribution to PF, ESIC and superannuation fund	304,119	Nil
	(iii) Staff Welfare Expenses	4,454,045	2,972,626
	Total Employee Benefit Expenses	<u>189,146,471</u>	<u>119,554,735</u>
23	FINANCE COST		
	(i) Bank charges	168,210,350	43,975,296
	(ii) Interest on working capital	3,160,017,171	1,621,073,759
	(iii) Interest on others	365,260,603	1835,348
	Total Finance Costs	<u>3,693,488,124</u>	<u>1,666,884,403</u>
24	<p>SIGNIFICANT ACCOUNTING POLICIES</p> <p>The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (GAAP) under the historical cost convention. The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956.</p> <p>The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for adoption of revised schedule VI, as detailed below.</p> <p>i. Adoption of Revised Schedule VI</p> <p>During the year ended March 31, 2012, the revised Schedule VI notified under the Companies Act, 1956, has become applicable to the Company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current period.</p> <p>ii. Use of Estimates</p> <p>The preparation of financial statements in conformity with GAAP (generally accepted accounting principles) requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Estimates and underlying assumptions are reviewed on an ongoing basis. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.</p> <p>iii. Fixed assets and Capital work-in-progress</p> <p>a. Tangible Assets:</p> <p>Fixed assets are stated at historical cost less accumulated depreciation. The cost comprises purchase price, borrowing costs if capitalization criteria are met and includes financing cost if any, relating to borrowed funds attributable to construction or acquisition of fixed assets, up to the date when the asset is ready for intended use, Any trade discounts and rebates are deducted in arriving at the purchase price.</p>		



Note No.	
24	<p>b. Work in Progress</p> <p>Cost of fixed assets not ready for use before the balance sheet date is disclosed under capital work-in-progress. Advances paid towards the acquisition of fixed assets outstanding as of each balance sheet date is disclosed under long term loans and advances.</p> <p>iv. Depreciation</p> <p>The Company has provided depreciation on straight line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956. Depreciation on additions made during the year is provided for the period the assets were in use during the year.</p> <p>Assets individually costing Rs. 5000 /- or less are depreciated fully in the period / year of purchase.</p> <p>v. Inventories</p> <p>Stock in trade is valued at cost or net realisable value (International standard rate as on 31.03.2012), whichever is less for E.O.U, SEZ and SIDCUL units and in respect of other units at cost or net realisable value (Rate prevailing at Bangalore Market as on 31.03.2012), whichever is lower. The cost formula used for this purpose is first in first out (FIFO) method and includes direct cost incurred in bringing the items of inventory to their present location and condition.</p> <p>vi. Revenue Recognition</p> <p>Revenue is recognized only when it can be reliably measured and when it is reasonable to expect ultimate collection. Revenue from operations includes Sale of goods and interest received on fixed deposits made for margin purposes. Sales are recorded net of trade discounts, rebates and value added tax if any and are recorded at the realized foreign currency rates. Making charges income is recognized on dispatch of goods. Interest on bank deposits and other interest bearing loans is accounted on accrual basis. Dividend income on investment is accounted for when the right to receive the payment is established.</p> <p>vii. Borrowing Costs</p> <p>Borrowing costs attributable to acquisition and construction of qualifying assets are capitalized as a part of the cost of such asset up to the date, when such asset is ready for its intended use. Other borrowing costs are charged to the profit and loss account.</p> <p>viii. Foreign Currency Transactions</p> <p>a. For it's import and export transactions the company is exposed to foreign exchange transactions, the company hedges it's foreign exchange transactions against it's own imports and exports and also by way of forward contracts with banks.</p> <p>b. Completed foreign exchange transactions are recorded at the actual exchange rate paid and pending foreign exchange transactions are recorded at notional rates, the notional rates are converted into prevailing rates at the end of the year and the difference is recorded as fluctuation in foreign exchange. Premium paid on forward contracts is recognized over the life of the contracts.</p> <p>c. Premium in respect of forward foreign exchange contract is charged to the Profit and Loss Account. Premium in respect of foreign exchange option contracts is charged to the Profit and Loss Account as and when the contacts are entered in to but the gain on such option contracts, is recognized only on maturity / cancellation of such option contracts.</p> <p>ix. Employees Benefits</p> <p>Provident Fund contributions are charged to the Statement of profit and loss of the period when the contributions to the respective fund is due. The Company has no obligation, other than the contribution payable under the respective scheme. Superannuation Scheme is not applicable to the Company at present.</p>

RAJESH EXPORTS LIMITED

Note No.	
24	<p>Gratuity liability if applicable for the year under the Payment of Gratuity Act is accounted on the Basis of Actuarial valuation.</p> <p>The Company does not provide leave encashment and carry forward of accumulated leave to next year to its employees.</p> <p>x. Taxation</p> <p>Provision for current tax is made on the basis of Taxable income for the current accounting year determined in accordance with the Income Tax Act, 1961.</p> <p>Deferred tax is recognized on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax is accounted for using the tax rates and laws that have been substantively enacted as of the balance sheet date.</p> <p>Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized only if there is virtual certainty that such deferred tax asset can be realized against future taxable profits.</p> <p>xi. Segment reporting policies</p> <p>The Company is mainly engaged in the business of gold and gold products. These, in the context of accounting standard 17 on segment reporting, issued by the institute of chartered accounts, India are considered to constitute one single primary segment.</p> <p>xii. Micro and Small enterprises dues</p> <p>Based on the information / Documents available with the Company amounts due to micro and small enterprises is NIL</p> <p>xiii. Earning per share</p> <p>Basic earning per share is calculated by dividing the net profit or loss for the period attributable by the weighted average of number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all diluted potential equity shares.</p> <p>xiv. Contingent Liabilities</p> <p>A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability in the financial statements, but are disclosed in the notes.</p> <p>xv. Provisions</p> <p>A provision is recognised when the Company has a present obligation as a result of a past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Provision/Write-off of doubtful and unrecoverable book debts and advances have been made, wherever found necessary by the management.</p> <p>xvi. Investments</p> <p>Long term investments are stated at cost after deducting the provisions if any made for permanent diminution in values. Current investments are stated at lower of the cost and fare market value.</p> <p>xvi. Cash Flow Statement</p> <p>The Cash Flow statement is prepared by the indirect method setout in the accounting standard 3 on cash flow statement. Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and cash in hand.</p>



Note No.					
25	NOTES TO FINANCIAL STATEMENTS				
	i. Related Party Disclosure				
	a. Related parties where control exists				
	Loans and advances	Current Year (Rs.)	Previous Year (Rs.)	Max. Balance at any time during the year	
	Laabh jewels Gold Pvt Ltd	145140760	145140760	145140760	
	Shubh laabh Housing Pvt Ltd	39725358	NIL	39725358	
	REL Singapore PTE Ltd	367000	NIL	367000	
	b. Transactions with related parties				
	Name of the related party the relation transaction	Description of the nature of	Description of	31.03.2012	31.03.2011
	Rajesh.J.Mehta	Chairman	Remenuration	119988	119988
	Prashanth.J.Mehta	Managing Director	Remenuration	119988	119988
	Balance Outstanding as on 31.03.2012:				
	Name of the related party	Receivable Amount (Rs)		Payable Amount (Rs)	
	Mr. Prashanth.J.Mehta	NIL		118208420	
	Mr. Rajesh.J.Mehta	NIL		138422204	
	Mr. Mahesh.J.Mehta	NIL		129364748	
	ii. Leases				
	Operating lease:				
	The Company has let out and taken premises under cancelable operating lease agreements, which the Company intends to renew in the normal course of its business. The lessees cannot sublease these properties. Total lease rentals recognized as income in the Profit and Loss Account for the year with respect to above is Rs. 2187115 /- (Previous year Rs. 640151 /-) and total lease rentals recognized as expenditure is Rs.5668024/- (Previous year Rs. 4926749/-).				
	iii. Capital and other commitments				
	Estimated amount of contracts remaining to be executed on capital account and not provided for is NIL (Previous Year is NIL).				
	iv. Contingent Liabilities				
	2. Contingent liabilities not provided for :				
	(a) Sales tax and entry tax demands of Rs. 479057/- (Previous year Rs. 831901/-) are disputed by the Company				
	(b) The Company had received an order from the tax authorities dated December 27, 2006 for the period April 1, 2003 to March 31, 2004 demanding a tax payment of Rs. 99960890 /- The Commissioner of Income Tax (Appeals) has passed an adverse order confirming the order of assessing authority. The Company has appealed against the said order before the Income Tax Appellate Tribunal, and the income Tax Appellate Tribunal has passed an order in favor of the company, allowing the deduction under section 10B of the Income Tax Act, which is the major portion of the demand raised by the department. However, the Tribunal				

RAJESH EXPORTS LIMITED

Note No.										
25	<p>did not allow expenses of Rs. 200 lakhs. Against the order of the Income Tax Appellate Tribunal, the company and the Income Tax Department both have appealed before the Hon'ble High Court of Karnataka and the Company firmly believes that the issue will be settled in its favor. Further, the Company had received an order from the tax authorities dated November 13, 2009, (rectified by order dated December 31, 2009) for the period April 1, 2006 to March 31, 2007 demanding an additional tax payment of Rs. 369989925/-. The Company has appealed before the Commissioner of Income Tax (Appeals) against the said order and the Company firmly believes that the issue will be settled in its favour.</p> <p>Further, the Company had received an order from the tax authorities dated December 30, 2010, (rectified by order dated January 19, 2011 and order dated January 27, 2011) for the period April 1, 2007 to March 31, 2008 demanding an additional tax payment of Rs. 882382070. The Company has appealed before the Commissioner of Income Tax (Appeals) against the said order and the Company firmly believes that the issue will be settled in its favour.</p> <p>(c) The Company has received a Demand Notice from Employees State Insurance Corporation, Karnataka Region for the period from April 2000 to March 2003. The Company has appealed against the order and paid Rs. 2975764 /- under protest and Appellate Authority has reduced the tax to Rs 3393286/-, currently the matter is in Employees State Insurance Court, The management firmly believes that the issue will be settled in its favour.</p> <p>During the year Company has received a Demand Notice from Employees State Insurance Corporation, Karnataka Region for the period from April 2006 to September 2007 demanding for Rs. 4722209 /- (including interest etc) . The Company has appealed against the order and paid Rs. 943800 /-. Under protest, which is pending decision before Appellate Authority. The management firmly believes that the issue will be settled in its favour.</p> <p>(d) The Company has received Show cause Notice from the Commissioner of Central Excise(Service Tax) Bangalore demanding Service Tax of Rs. 24483060/-. The company has appealed against the order before the CESTAT and paid Rs. 12241530 /- under protest, The CESTAT has passed orders on the matter and directed the service tax commissioner to review the order in the light of it's findings. The management firmly believes that the issue will be settled in its favor .</p> <p>v. Earnings and Expenditure in foreign currency</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Particulars</th> <th style="text-align: right;">As on 31.03.2012</th> <th style="text-align: right;">As on 31.03.2011</th> </tr> </thead> <tbody> <tr> <td>Earnings (Exports)</td> <td style="text-align: right;">231314056436</td> <td style="text-align: right;">175809476418</td> </tr> <tr> <td>Expenditure (Imports)</td> <td style="text-align: right;">249108180913</td> <td style="text-align: right;">202421051365</td> </tr> </tbody> </table> <p>vi. Directors remuneration includes remuneration payable to Executive chairman and Managing director of Rs. 2,39,976/- (Previous Year Rs. 2,39,976/-)</p> <p>vii. Brief Particulars of Employees who were entitled to receive or were in receipt of emoluments aggregating to Rs.60,00,000/- or more per annum and/or Rs.500,000/- or more per month, if employed, for a part of the year is Nil (Previous Year Nil)</p> <p>viii. In accordance with the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the Company has not recognized the Deferred tax assets (on account of unabsorbed losses etc. on account of timing differences) of Rs.43 87 05 067/- as on 31st March 2012, (Previous Year Rs. 77 27 66 850 /-) as there is no virtual certainty that such deferred tax assets can be realized against future taxable profits.</p> <p>ix. Company has identified that there is no material impairment of assets and as such no provision is required as per AS-28 issued by the ICAI.</p>	Particulars	As on 31.03.2012	As on 31.03.2011	Earnings (Exports)	231314056436	175809476418	Expenditure (Imports)	249108180913	202421051365
Particulars	As on 31.03.2012	As on 31.03.2011								
Earnings (Exports)	231314056436	175809476418								
Expenditure (Imports)	249108180913	202421051365								



Note No.	
25	<p>x. In the opinion of the management, no provision is required against contingent liabilities.</p> <p>xi. Unclaimed dividend accounts are subject to reconciliation.</p> <p>xii. The company has reclassified the previous year figures in accordance with the requirements applicable in the current period.</p> <p>xiii. Additional information required pursuant to paragraph 3 and 4 of the Part II of Schedule VI of the Companies Act 1956.</p>

QUANTITY DETAILS

Particulars	Unit	Quantity	Amount Rs.
A. OPENING STOCK			
Gold and Gold Products	Kgs	1879.6347 (2583.066)	3,679,820,014 (4,045,580,806)
Diamond	Cts	3826.70 (3781.41)	88,240,579 (87,365,189)
Silver	Kgs	136.64 (-)	5,353,860 (-)
B. PURCHASES			
Gold and Gold Products	Kgs	97,711.6559 (103,919.330)	249,184,904,467 (202,845,485,842)
Diamond	Cts	301.16 (815.05)	13,455,511 (24,187,336)
Silver	Kgs	6498.34 (136.64)	- (-)
Alloys	Kgs	165.9482 (153.917)	 (1,120,890)
C. SALES TURNOVER			
Gold and Gold Products	Kgs	97,322.4784 (104,675.215)	250,604,200,738 (200,428,291,394)
Diamond	Cts	354.51 (769.76)	16,623,640 (23,311,946)
D. CLOSING STOCK			
Gold and Gold Products	Kgs	2428.9629 (1879.6347)	5,888,445,917 (4,045,580,806)
Diamond	Cts	3773.35 (3826.70)	19,305,988 (87,365,189)
Silver	Kgs	6504.638 (136.64)	364,259,745 (5,353,860)
E. WASTAGE/LOST			
Gold and Gold Products	Kgs	5.8299 (101.447)	 (-)
Diamond	Cts	Nil (Nil)	
Silver	Kgs	130.34 (-)	

For and on behalf of the Board

As per our Report of even date
For **V. SIVASANKAR & CO**
Chartered Accountants,
Firm Regn. No. 0108395
Sd/-

Place: Bangalore
Date : 30-5-2012

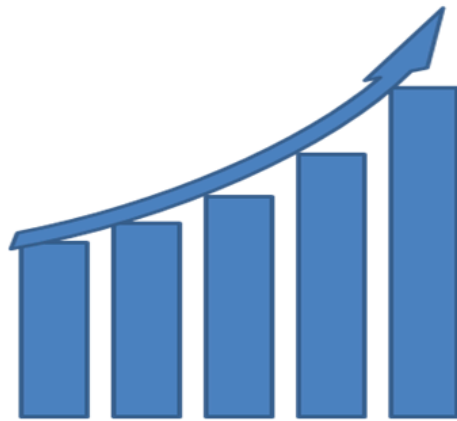
RAJESH MEHTA
Chairman

PRASHANT MEHTA
Managing Director

Director

(CA VIJAYA SIVASANKAR.P)
Prop.
M.No. 214786

Financial Highlights



23.40%

Revenue

Up 23.40% @
Rs. 25850.33 crore

64.20%

Operating Profit

Up 64.20% @
Rs. 412.43 crore

1.66%

Impact

on Indian Economy

Company contributes 1.66% of India's total export

TEN YEARS' PERFORMANCE

Year	Revenue (in crore)	Profit (in Crore)	Year
2012	25850.33	412.43	2012
2011	20622.86	247.99	2011
2010	18529.4	193.41	2010
2009	12361.10	87.38	2009
2008	8667.09	206.56	2008
2007	6893.39	101.28	2007
2006	5483.67	66.54	2006
2005	4247.13	43.08	2005
2004	3052.53	27.31	2004
2003	225.96	7.37	2003

RAJESH EXPORTS LIMITED

Regd. Office : No.4, Batavia Chambers, Kumara Krupa Road, Kumara Park East, Bangalore-1. INDIA.

ATTENDANCE SLIP

To be handed over at the entrance of the Meeting venue.

Name of the member attending the Meeting (In block letters) _____

Member's Folio No. _____

In case of Proxy, Name of Proxy _____

No. of Shares held _____

I hereby record my presence at the 18th Annual General Meeting at 12 Noon, on 28.09.2012 at Guru Raja Kalyana Mantap, No 21, Crescent Road, Next to Karnataka Film Chamber of Commerce Near Shivanada Circle, BANGALORE – 560 001.

Member's/Proxy's Signature
(To be signed at the time of handing over this slip)

Notes : 1. Interested joint Shareholders may obtain attendance slips from the Company's Registered Office.
2. Shareholders/Joint Shareholders are requested to bring the Annual Report and attendance slips with them.



RAJESH EXPORTS LIMITED

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PROXY FORM

I/We _____

of _____

being a member/members of Rajesh Exports Ltd., hereby appoint

of _____

or failing him _____

of _____

or failing him _____

of _____

as my/our Proxy to attend and vote for me / us and on my / our behalf at the 18th Annual General Meeting of the Company to be held at 12 Noon, on 28.09.2012 at Guru Raja Kalyana Mantap, No 21, Crescent Road, Next to Karnataka Film Chamber of Commerce Near Shivanada Circle, BANGALORE – 560 001.

Signed this _____ day of _____

Signature of the said _____

Affix Re. 1
Revenue
Stamp

of _____

Book-Post

If undelivered please return to :



RAJESH EXPORTS LIMITED

No.4, Batavia Chambers
Kumara Krupa Road
Kumara Park East, Bangalore-1. INDIA.