

EXPLANATORY STATEMENT PURSUANT TO THE PROVISION OF THE COMPANIES ACT, 1956:-

4. During the year the Board of Directors has appointed Shri Rattan Chand as additional Director. The Company has received notice from a shareholder of the company pursuant to Section 257 of the Companies Act, 1956 along with requisite amount of deposit for the appointment of Sh. Rattan Chand as Director of the Company liable to retire by rotation. Hence the proposed resolution.

None of the Directors except the appointee is interested in the resolutions.

By Order of the Board
For THAPAR EXPORTS LIMITED

PLACE : LUDHIANA
DATE : 03/12/2008

Sd/-
(RATTAN CHAND)
DIRECTOR

Sd/-
(CHATTAR SINGH)
DIRECTOR

DIRECTOR'S REPORT

Dear Members,
THAPAR EXPORTS LIMITED

Your Directors are presenting their Eighteenth Annual Report on the affairs of the company together with the Audited Accounts for the year ended on 30th June, 2008.

FINANCIAL RESULTS	2007-2008 (Rs.in Lacs)	2006-2007 (Rs.in Lacs)
Turnover & other Income	64.31	203.21
Profit/(Loss) before Depreciation	(33.58)	(27.23)
Depreciation	9.70	9.70
Net Profit/(Loss) after depreciation	(43.28)	(36.93)

PERFORMANCE REVIEW

The current year also continued to be sluggish as was the previous years. Due to heavy burden of interest, low sales realisation & high cost of raw material and power had forced us to incur losses in the current year also.

PUBLIC DEPOSIT

The Company has not accepted any fresh deposit pursuant to the provisions of section 58 A of the Companies Act, 1956 during the year under review.

STATUS OF REFERENCE TO THE BOARD FOR INDUSTRIAL AND FINANCIAL RECONSTRUCTION.

Your Company has made a reference to BIFR order Scheme 15(1) SICA based on account for the year 2000-01, 2001-02 to 2006-2007 since the net worth of the company was entirely eroded. However these reference have been turned down as non maintainable and appeal is pending before AAIFR.

EXPORTS

During the year Exports Sales of the company was NIL.

DIVIDEND

Since the company is in loss no dividend is recommended.

CORPORATE GOVERNANCE

The Company has in place a system of Corporate Governance. A separate report on Corporate Governance forming part of the Annual Report of the Company is annexed hereto. A certificate from Auditors of the Company regarding compliance of condition of Corporate Governance as stipulated under Corporate Governance as stipulated under Corporate Governance clause of the listing agreement is annexed to the report of Corporate Governance.

DIRECTORS

In accordance with the provisions of the Articles of Association of the Company and the Companies Act, 1956 Sh. Chattar Singh, Director retire by rotation and being eligible offers himself for reappointment. Further the Board of Directors has received confirmation from all the directors that none of the directors is disqualified from being appointed as Director pursuant to the provisions of Section 274(1)(g) of the Companies Act, 1956.

AUDITORS

M/s Vimal Dixit & Associates, Chartered Accountants holds office up to the conclusion of the forthcoming Annual General Meeting. M/s Vimal Dixit & Associates, Chartered Accountants are eligible for reappointment and the Board of Directors has recommended their appointment as statutory auditors for the year for the 2008-09.

PARTICULARS OF EMPLOYEES

Information pursuant to Section 217(2A) of the Companies act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended up to date is NIL.

PARTICULARS U/s 217(I)(e)

In term of Section 217(I)(e) of the Companies Act, 1956 (as amended) read with the Companies (Disclosure of particulars of in the Report of the Board of Directors) Rules, 1988, the directors furnish herein below the required additional information:

1. CONSERVATION OF ENERGY

a) Energy conservation measures taken:

The Company has an on-going study to identify and implement the energy saving system. In the existing plants various energy saving devices have been installed to achieve reduction of energy inputs.

b) Additional investments and proposal, if any, being implemented for reduction of consumption of energy:

The Company has schemes in hand for investments in energy saving devices.

c) Impact of measures taken at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:

TOTAL ENERGY CONSUMPTION AND ENERGY CONSUMPTION PER UNIT OF PRODUCTION AS PER FORM 'A' OF THE ANNEXURE IN RESPECT OF INDUSTRIES SPECIFIED IN THE SCHEDULE THERETO.

	2007-08 (12 Months)	2006-07 (12 Months)
I. POWER & FUEL CONSUMPTION		
I. Electricity		
a) Purchased units (KWH)	36234	37001
Total Amount (Rs.)	164504	163457
Rate/Per Units (Rs.)	4.54	4.42
b) Own Generation through D.G.Set		
Unit (KWH)	NIL	NIL
Total Amount (Rs.)	NIL	NIL
Rate Per Unit (Rs.)	NIL	NIL

II. TECHNOLOGY ABSORPTION

Effects made in Technology Absorption as per Form-B of the Annexure the Rules.

1. Research & Development (R&D)

a) Specific area in which R&D carried out by the Company :
Research & Development has continuously been carried out for improvement in quality of existing products, development of new and improved products of production, processes for better productivity.

b) Benefits derived as a result of the ABOVE R&D:

c) Future Plan of Action:

Development of new and improved products for better productivity, efficiency in production and reduction in cost per tone are planned.

d) Expenditure on R & D:

(Rs.in Lacs)

Capital

Nil

Recurring

Nil

Total R&D Expenditure as a percentage of total turnover

Nil

2. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

a) Effects, in brief, made toward technology absorption None

b) Benefits derived as a result of the above efforts, e.g. product improvement, cost reduction, production development, import substitution etc. None

c) In case of imported technology (imported during the last five years reckoned from the beginning of the financial year) following information may be furnished.

i) Technology Imported

Not Application

ii) Years of Import

Not Application

iii) Has technology been absorbed

Not Application

iv) If not fully absorbed, area, where this has not taken place reasons thereof and future plan of action.

Not Application

CORPORATE GOVERNANCE REPORT

This report on Corporate Governance forms part of the Annual Report. It assume a great deal of importance in the business life of the Company, The Company's goal is to find creative and productive way of delighting its shareholders, i.e. investors, customers and associates while fulfilled the role of a responsible corporate representative committed to best practices. This section besides being in compliance of the mandatory list agreement giving an insight into the process of the Company.

1. BOARD OF DIRECTOR :

(a) Board Meeting :

During the period from 1st July, 2007 to 30th June, 2008. Nine Board meetings were held on 20.07.2007, 10.08.2007, 18.10.2007, 29.12.2007, 21.01.2008, 28.02.2008, 31.03.2008, 25.04.2008 and 30.06.2008.

(b) Composition :

The Board of Directors Comprises of a three Non Executives Directors out of which one is nominee Director.

2. COMMITTEE OF THE BOARD :

(a) AUDIT COMMITTEE :

The Board of Director had already constituted Audit Committee in tune with the provision of the Section 292A introduced by the Company (Amendment) Act, 2000.

The Audit Committee comprises of 3 Directors viz Shri Chattar Singh Director, Shri Rattan Chand Director and Shri Manjeet Singh Gill. Statutory Auditors, Internal Auditors and a head of Finance Department of the Company are permanent invites to the Committee. Shri Chattar Singh is the chairman of the Committee.

The terms of reference of Audit Committee are as contained in Section 292A of the Company Act, 1956 and also as contained in the Corporate Governance Clause of the Listing Agreement.

3. DIRECTORS REMUNERATION :

The Company pays remuneration to the Director as approved by the Member of the Company in the General Meeting.

4. GENERAL BODY MEETING :

The details of last three Annual General Meeting are given as follows :

Meeting :-

15th AGM : 31.12.2005

16th AGM : 30.12.2006

17th AGM : 31.12.2007

The Company has not passed any resolution through postal ballot during the financial year 2007-2008.

5. DISCLOSURES

There was no material significant transaction with the Director or the management, their Subsidiaries or Relatives etc. that have any potential conflict with interest of the Company at large. Since the Company is a Sick Company as defined under the provisions of SICA the company was unable to pay listing fee of stock exchanges for last four years.

6. GENERAL SHAREHOLDER INFORMATION :

- i) 18th Annual General Meeting : 31st December, 2008
- Venue : Registered office at
Dhandari Khurd, Ludhiana.
- ii) Financial calendar 2007-2008.
- | | |
|------------------------|----------------|
| First Quarter Results | : Sept., 2007. |
| Second Quarter Results | : Dec., 2007. |
| Third Quarter Results | : March, 2008. |
| Fourth Quarter Results | : June, 2008. |
- iii) Date of Book Closure : Thursday 25th Dec.2008 to
Wednesday 31st 2008
(Both days inclusive)
- iv) Listing :- 1. The Ludhiana stock exchange Ass.Ltd.
2. The Delhi stock exchange Ass.Ltd.
3. The Mumbai stock exchange Ass.Ltd.
- v) Stock Market data :

The price of shares of the Company is not listed for the last three years hence no stock market data is available.

Registrar: The Company's Shares are not available for dematerialisation due to Company is a Sick Company as defined under the provisions of SICA and already registered with BIFR.

By order of the Board
For THAPAR EXPORTS LIMITED

Sd/-
(RATTAN CHAND)
DIRECTOR

Sd/-
(CHATTAR SINGH)
DIRECTOR

PLACE : LUDHIANA
DATED : 03/12/2008

AUDITOR'S REPORT

To,
The Members,
M/s THAPAR EXPORTS LIMITED
Dhandari Khurd, LUDHIANA.

We have audited the attached Balance Sheet of M/s THAPAR EXPORTS LIMITED as at 30th June, 2008 and also the Profit & Loss Account and also the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

01. We conducted our audit in accordance with the Auditing Standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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.
02. As required by the Companies (Auditor's Report) Order, 2003 and Companies (Auditors Reports) (Amendment) order 2004 issued by the Central Government of India in terms of sub-section (4A) Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
03. Further to our comments in the Annexure referred to above, we report that:
 - (a) We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of such books.
 - (c) The Balance Sheet and Profit & Loss Account and cash flow statement dealt with by this report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet and Profit & Loss Account and cash flow statement 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 as on 30th June, 2008, and taken on record by the Board of Directors, we report that none of the Directors other than Nominee Director of PSIDC are prima facie as on 30th June, 2008 disqualified from being appointed as a Director in terms of clause (q) 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 financial statements read together with the Significant Accounting policies and other notes thereon give the information required by the Companies Act 1956, and in the manner so required and give a true & 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 at 30th June, 2008 and:

(ii) In the case of the Profit & Loss Account, of the profit / loss for the year ended on that date: and

(iii) In the case of the cash flow statement, of the cash flows for the year ended on that date.

For VIMAL DIXIT & ASSOCIATES
CHARTERED ACCOUNTANTS

Sd/-
PARTNER

Place : Ludhiana
Date : 03/12/2008

ANNEXURE TO AUDITORS REPORT

(REFERRED TO IN PARAGRAPH (2) OF OUR REPORT OF EVEN DATE ON THE STATEMENT OF ACCOUNTS FOR M/s THAPAR EXPORTS LIMITED AS AT AND FOR THE YEAR ENDED 30th JUNE, 2008)

1. a) The Company has maintained proper records showing full particulars including quantities details and situation of its fixed assets.
b) All Fixed assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
c) The Company did not dispose off a substantial part of fixed assets during the year.
2. a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and were properly dealt with in the books of accounts.
3. a) The company has not granted loans secured or unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act 1956. As the Company has not granted and loan secured or unsecured, to the parties listed in the registry maintained under section 301 of the Companies Act 1956, paragraphs (iii) (a), (b), (c) & (d) of order are not applicable.
b) The company has not taken loans secured or unsecured from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act 1956, as such paragraphs (iii) (e) (f) & (g) of the order are not applicable.
4. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Act, have been entered in the register required to be maintained under that section.

-) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanation given to us, the company has not accepted deposits from the public, to which the provisions of section, 58A, 58AA or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 1975 are applicable. As per explanation given to us no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal in this respect.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and we 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 said records with a view to determine whether they are accurate or complete.
9. a) According to information and explanations given to us, the company has been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to it.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, customs duty, excise duty, cess were in arrears, as at 30th June, 2008 for a period of more than six months from the date they became payable.
- c) According to the information and explanations given to us, the following are the particulars of dues on account of sale tax, income tax, custom duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute.

Name of the statutory	Nature of dues	Amount (Rs.in Crore)	Period to which amount relating	Forum where dispute pending
Indian Custom, Act	Custom Duty Interest & Penalty	6.03 (Cr.)	1999-2000	

However liability in this regard has been provided.

10. The accumulated loss of the Company as at 30th June, 2008 are not less than Fifty percent of its net worth. The Company has incurred cash losses for the year ended 30th June, 2008 and also in the immediately proceeding year.
11. According to information and explanations given to us and on the basis on examination of books of accounts the company has defaulted in repayment of dues of all the banks and financial institution. The information is as under:
- | Name of Bank/Institutions | Amount in Default | Period of Default |
|---------------------------|-------------------|-------------------|
| S.B.O.Indore & P.S.I.D.C | 1.97 (Cr.) | 1999-2000 |
12. According to the information and explanations given to us the company has not granted any loans and advances on the basis of security by way of pledge of shares and other securities. Accordingly clause 4 (XII) of the order is not applicable.
13. In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the companies (Auditor's Report) order, 2003 are not applicable to the company.
14. According to the information and explanations given to us the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
15. In our opinion, and according to information and explanations given to us the company has not given guarantees for loans taken by others from banks or financial institutions.
16. In our opinion, and according to information and explanations given to us the term loans have been applied for the purpose for which they were raised.
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 the no funds raised on short-term basis have been used for long term investment except permanent working capital.

According to the information and explanations given to us, The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.

19. According to the information and explanations given to us, during the year covered by our audit report, the company has not issued any debentures.
20. There has not been any public issue during the year.
21. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.
22. The company is a sick Industrial Company within the meaning of clause (o) of section (3) of the Sick Industrial Companies (Special Provisions) Act, 1985. The Company has reported that it has filed references based on account for the year 2000-01, 2001-02, 2002-03, 2003-04, 2004-05, and 2006-07 which have been rejected by BIFR and appeal with AAIFR is pending.

For VIMAL DIXIT & ASSOCIATES
CHARTERED ACCOUNTANTS

Sd/-
PARTNER

Place : Ludhiana
Date : 03/12/2008

THAPAR EXPORTS LIMITED

BALANCE SHEET AS AT 30th JUNE'2008
SCHEDULE AS AT 30.06.2008
AMOUNT (RS.)

AS AT 30.06.2007
AMOUNT (RS.)

PARTICULARS

SOURCES OF FUNDS				47927000	
SHAREHOLDERS' FUNDS	I	47927000		1494700	
Share Capital	II	1494700	49421700	-----	49421700
Reserves & Surplus		-----			
LOAN FUNDS	III	19642510		16972510	
Secured Loans		746000		746000	
Unsecured Loans		-----	20388510	-----	17718510
			863168		1266889
Deferred Tax Liability			-----	-----	-----
			70673378		68407099
			-----		-----
APPLICATION OF FUNDS				25427963	
FIXED ASSETS	IV	25427963		10741936	
Gross Block		11712290		-----	
Less : Depreciation up to date		-----	13715673		14686027
Net Block			3360		3360
INVESTMENTS	V				
CURRENT ASSETS, LOANS & ADVANCES				36009462	
Sundry Debtors	VI	36533724		1007677	
Cash & Bank Balances	VII	1036463		1646347	
Loans and Advances	VIII	1636531		-----	
		39206718		38663486	
LESS : CURRENT LIABILITIES & PROVISIONS				72343182	
Current Liabilities	IX	73577881		-----	(33679696)
Net Current Assets			(34371163)		
Profit & Loss Account			91325508		87397408
			-----		-----
			70673378		68407099
			-----		-----

NOTES TO ACCOUNTS

The Schedules referred to above form an integral part of the Balance Sheet

As per our report of even date
For Vimal Dixit & Associates
Chartered Accountants

Sd/-
Partner

Place : Ludhiana
Dated : 03/12/2008

On behalf of the Board
For THAPAR EXPORTS LIMITED

Sd/- Sd/-
(RATTAN CHAND) (CHATTAR SINGH)
Director Director

THAPAR EXPORTS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 30th JUNE, 2008

PARTICULARS

SCHEDULE FOR THE YEAR ENDED 30.06.2008 FOR THE YEAR ENDED 30.06.2007
AMOUNT (Rs.)

INCOME

	6254815	20104571
Sales	176378	216708
Other Income	6431193	20321279
	=====	=====

EXPENDITURE

	6001748	19135279
Purchases	198914	253717
Manufacturing Expenses	757732	1065875
Personnel Expenses	155573	265534
Administrative & Selling Expenses	2675013	2324089
Financial Expenses	970354	970354
Depreciation	10759334	24014848
	(4328141)	(3693569)
Profit &(Loss) for the year	800	-
Provision for FBT	(87397408)	(84004102)
Bal.of Profit/(Loss) b/f from Prev.year	400841	300263
Deferred Tax Liability Trfd.	(91325508)	(87397408)
Profit/(loss) Carried over to Balance Sheet		

NOTES TO ACCOUNTS

XIV

The Schedules referred to above form an integral part of the Profit & Loss Account

As per our report of even date
For Vimal Dixit & Associates
Chartered Accountants

Sd/-
Partner

Place : Ludhiana
Dated : 03/12/2008

On behalf of the Board
For THAPAR EXPORTS LIMITED

Sd/- (RATTAN CHAND) Director
Sd/- (CHATTAR SINGH) Director

THAPAR EXPORTS LIMITED

	AS AT 30.06.2008 (Rs.)	AS AT 30.06.2007 (Rs.)
SCHEDULE -I		
SHARE CAPITAL		
AUTHORISED		
5000000 Equity Shares of Rs. 10/- each	50000000	50000000
	-----	-----
ISSUED, SUBSCRIBED AND PAID UP		
4800000 (Previous Year 4800000) Equity Shares of Rs. 10/- each	48000000	48000000
Less: Calls in Arrears (Other than Directors)	73000	73000
	-----	-----
	47927000	47927000
	-----	-----
SCHEDULE -II		
RESERVES & SURPLUS		
CAPITAL INVESTMENT SUBSIDY		
	1494700	1494700
	-----	-----
	1494700	1494700
	-----	-----
SCHEDULE -III		
SECURED LOANS		
From Financial Institutions	5340000	5340000
P.S.I.D.C.	14302510	11632510
Interest accrued and due	19642510	16972510
	=====	=====

THAPAR EXPORT LIMITED

SCHEDULE-IV
FIXED ASSETS

(Amount in Lacs)

PARTICULARS	GROSS BLOCK		DEPRECIATION BLOCK		NET BLOCK	
	AS AT 01.07.2007	ADDITION SALE ADJ. DURING 30.6.2008 YEAR	AS AT 01.07.2007	ADJUST. DURING 30.06.2008 THE YEAR YEAR	AS AT 30.06.2008	AS AT 30.06.2008
Land & Site Development	1024250	-	-	-	1024250	1024250
Building	12996243	-	5132903	-	7429266	7863340
Plant & Machinery	11199025	-	5445453	-	5221618	5753572
Furniture & Fixture	117363	-	110145	-	7218	7218
Office Equipments	91082	-	53435	-	33321	37647
	25427963	-	10741936	-	13715673	14686027
Previous Year	25427963	-	9771582	-	14686027	15656381

THAPAR EXPORTS LIMITED

SCHEDULE - V

INVESTMENTS (AT COST)

QUOTED		
CREDIT CAPITAL VENTURE FUND INDIA LTD. 100 (Previous year 10) Equity Shares of Rs.10/- each fully paid up	1360	1360
INDL.CREDIT & INVESTMENTS CORP.INDIA LTD. 10 (Previous year 10) Equity Shares of Rs.100/- each fully paid up	2000	2000
	----	----
	3360	3360
	=====	=====

SCHEDULE - VI

SUNDRY DEBTORS

(Unsecured considered good)

More than six months	31594774	34787375
Considered good	.	
Considered doubtful	1434349	1222087
Others	3504601	-
	-----	-----
	36533724	36009462
	=====	=====

THAPAR EXPORTS LIMITED

AS AT 30.06.2008 AS AT 30.06.2007
Amt. (Rs.) Amt. (Rs.)

SCHEDULE - VII

CASH AND BANK BALANCES

Cash in Hand	122739	129142
Balances with Scheduled Banks	127114	118789
Bank Guarantee Margin	786610	759746
	-----	-----
	1036463	1007677
	=====	=====

SCHEDULE - VIII

LOANS AND ADVANCES

(Unsecured considered good)

Loans & Advances recoverable in cash or in kind or for value to be received	1228700	1230830
Security Deposits	159800	159800
Balances with Excise Departments	78397	78397
Income Tax	169634	177320
	-----	-----
	1636531	1646347
	=====	=====

SCHEDULE - IX

CURRENT LIABILITIES PROVISIONS

Sundry Creditors	4891207	4255132
Payable to customs dept.	60261149	60261149
Other Liabilities	8424725	7826901
Provision for FBT	800	-
	-----	-----
	73577881	72343182
	=====	=====

THAPAR EXPORTS LIMITED

	FOR THE YEAR ENDED 30.06.2008 AMT. (Rs.)	FOR THE YEAR ENDED 30.06.2007 AMT. (Rs.)
SCHEDULE - X		
MANUFACTURING EXPENSES		
Consumed Stores	34410	90260
Electricity Consumed	164504	163457
	-----	-----
	198914	253717
	=====	=====
SCHEDULE - XI		
PERSONAL EXPENSES		
Salary, Bonus & other allowances	658544	924756
Contribution towards P.F. & Other Funds	93935	135404
Staff & Labour Welfare	5253	5715
	-----	-----
	757732	1065875
	=====	=====
SCHEDULE - XII		
ADMINISTRATIVE & SELLING EXPENSES		
Auditors Remuneration		
-Audit Fee	3500	3500
-Tax Audit Fee	1500	1500
Conveyance Expenses	10330	-
Directors Remuneration	44500	39600
Fees & Taxes	34478	60345
Legal & Professional Charges	47872	111595
Misc. Expenses	5895	4570
Printing & Stationary	5991	12877
Postage & Telephone Charges	1507	12293
Traveling Expenses		
- Directors	-	-
- Others	-	9500
Vehicle Expenses	-	9754
	-----	-----
	155573	265534
	=====	=====
SCHEDULE - XIII		
FINANCIAL EXPENSES		
Bank Charges	5013	4089
Interest on Term Loan	2670000	2320000
	-----	-----
	2675013	2324089
	=====	=====

THAPAR EXPORTS LIMITED

SCHEDULE - XIV
NOTES TO ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES

A. ACCOUNTING CONVENTIONS

The financial statements have been prepared under the Historical Cost Convention in accordance with applicable Accounting Standards and relevant disclosure of the Companies Act, 1956.

B. FIXED ASSETS

Fixed Assets are stated at cost less accumulated depreciation. Cost of acquisition/construction is inclusive of freight, duties, taxes & other incidental expenses.

C. DEPRECIATION

The Company has followed the straight line method of depreciation. The depreciation for the year has been provided in accordance with the rates and in manner as specified in Schedule XIV of the Companies Act, 1956.

D. INVENTORIES

The basis of valuation for different categories of inventory are as follows :

Raw Materials & Stores & Spares : At Cost
Finished Goods : At cost or market price whichever is less

2. CONTINGENT LIABILITY NOT PROVIDED FOR

(a) In respect of non fulfillment of export obligations on advances licenses is unascertainable.

(b) The Income Tax Liability for the Assessment Year 1992-93 has been assessed at Rs.141978/- against which the Company has filed an appeal with the Tribunal, which is still pending. However, the Company has already deposited the full amount of Income Tax.

(c) Claim from the Toepfer International Asia Pvt.Ltd.Singapore for rate difference not acknowledged as debt US\$ 6526 and UK Pounds 2290.

(d) Property tax (house tax) Rs.100000/-by Municipal Corporation, Ludhiana.

3. Balances of certain receivable and payables are subjects to confirmation and reconciliation, However in the opinion of management, difference on reconciliation, if any, Will not be material.

4. Previous year figures have been regrouped / recasted wherever necessary.

5. Figures have been rounded of to the nearest rupee.

6.	Deferred Tax Liability	2007-08	2006-07
	Timing difference between income Tax & Book depreciation	2734961	3144998
	Deferred Tax Assets on carry forward loss	1871793	1878109
		-----	-----
		863168	1266889
		=====	=====

7. ADDITIONAL INFORMATION REQUIRED UNDER PARA 3 & 4 OF THE PART II OF SCHEDULE VI TO THE COMPANIRS ACT, 1956.

A. CAPACITIES & PRODUCTION

ITEM	ANNUAL CAPACITY		PRODUCTION (Including Job Work)	
	AS AT 30.06.2008	AS AT 30.06.2007	For the year Ended 30.06.2008	For the year Ended 30.06.2007
	Worsted, Synthetic & Acrylic Yarn	30000 MTs.	30000 MTs.	-
Carded Wool	15000 MTs.	15000 MTs.	-	-
Readymade Garments	175000 Pcs.	175000 Pcs.	-	-
Textile Cloths (Painting) (Unstitched)			14349.930 (Kg)	38650 (Kg)

B. PURCHASES

ITEM	UNIT	FOR THE YEAR ENDED 30.06.2008		FOR THE YEAR ENDED 30.06.2007	
		Qty.	Amount (Rs.)	Qty.	Amount (Rs.)
Drawn Wire	MTs.	103.995	2801317	619.705	14852449
Round Bars	MTs.	57.750	1654942	107.805	2663600
Textile Cloths (Unstitched)	KGs.	14349.930	1545489	38650	1619230

C. SALES

ITEM	UNIT	FOR THE YEAR ENDED 30.06.2008		FOR THE YEAR ENDED 30.06.2007	
		Qty.	Amount (Rs.)	Qty.	Amount (Rs.)
Drawn Wire	MTs.	103.995	2889899	619.705	15395126
Round Bars	MTs.	57.750	1661576	107.805	2747760
Textile Cloths (Unstitched) Painted	KGs.	14349.930	1703340	38650	1961685

OPENING & CLOSING STOCK OF GOODS PRODUCED & TRADED IN

ITEM	UNIT	FOR THE YEAR ENDED 30.06.2008		FOR THE YEAR ENDED 30.06.2007	
		Qty.	Amount (Rs.)	Qty.	Amount (Rs.)
			-NIL-		-NIL-

OTHER ADDITIONAL INFORMATION

	For the year Ended 30.06.2008		For the year Ended 30.06.2007	
	Amount (Rs.)	%	Amount (Rs.)	%
1. Earning in Foreign Exchange on export on FOB Basis (On Invoices raised up to 30.06.2008	NIL		NIL	
2. Value of Imported/Indigenous Raw Material Components and Stores Consumed				
Stores & Spare Parts & Components	Amount	%	Amount	%
- Indigenous	34410	100	90260	100
- Imported				

As per our report of even date
 For Vimal Dixit & Associates
 Chartered Accountants

On behalf of the Board
 For THAPAR EXPORTS LIMITED

Sd/-
 Partner

Sd/-
 (RATTAN CHAND)
 Director

Sd/-
 (CHATTAR SINGH)
 Director

Place : Ludhiana
 Dated : 03/12/2008

THAPAR EXPORTS LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I	Registration Details											
	Registration No.	1	0	5	9	4	0			State Code	1	6
	Balance Sheet	3	0		0	6			2	0	0	8
		Date			Month			Year				
II	Capital Raised During The Year (Amount in Rs. Thousand)											
	Public Issue	Right Issue	Bonus Issue	Private Placement	Allotment Money Recd							
	N	I	L	N	I	L	N	I	L	N	I	L
III	Position of Mobilisation & Development of Funds (Amount in Rs. Thousand)											
	Total Liability						Total Assets					
	7	0	6	7	3		7	0	6	7	3	
	Sources of Fund											
	Paid-up Capital			Reserve & Surplus			Secured Loans			Unsecured Loans		
	4	7	9	2	7	1	4	9	5	1	9	6
	Deferred Tax Liability											
		8	6	3								
	Application of Fund											
	Net of Fixed Assets			Capital Work in Progress			Adv Agst Capital Goods			Investments		
	1	3	7	1	6	N	I	L		N	I	L
	Net Current Assets			Misc Expenditure			Accumulated Losses					
	(3	4	3	7	1)	N	I	L	9	1	3	2
IV	Performance of Company (Amount in Rs.Thousand)											
	Turnover			Total Expenditure			+-Profit/Loss Before Tax			+-Profit/Loss After Tax		
	6	4	3	1	1	0	17	15	19	(4	3	2

