



THE RAJASTHAN SMALL INDUSTRIES CORPORATION LTD.
Udyog Bhawan, Tilak Marg, C-Scheme, Jaipur-302005
Phone: 0141-5115780 - 81 Fax: 0141-5115786
Web site: www.rajsico.in e-mail: rajsico@rajsico.in

NOTICE FOR 47TH ANNUAL GENERAL MEETING

No. RSIC/Co.Aff. /2008-09/7942-967

Dated: 04.09.08

To

**All Shareholders
The Rajasthan Small Industries Corporation Ltd.**

Dear Sir/Madam,

NOTICE is hereby given that the 47th Annual General Meeting of the members of The Rajasthan Small Industries Corporation Limited will be held on Monday at 4:00 PM on 29th September, 2008 at its Registered Office, Udyog Bhawan, Tilak Marg, C-Scheme, Jaipur to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Directors' Report, the audited Balance Sheet of the Company as at 31st March, 2008 and the Profit & Loss Account of the Company for the year ended on that date alongwith the reports of the Auditors' and the comments of C&AG of India.
2. To appoint a Director in place of Smt. Usha Sharma who retires by rotation and being eligible for reappointment.
3. To fix remuneration of Statutory Auditors for the year 2008-09.

SPECIAL BUSINESS:

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

"RESOLVED THAT Shri Rohit R. Brandon, IAS who was appointed as an Additional Director of the Company by the Board of Directors pursuant to Section 260 of the Companies Act, 1956 and Article 71(3) of the Articles of Association of the Company and who holds office upto the date of this AGM and in respect of whom the Company has received notice in writing under Section 257 of the Companies Act, 1956, proposing his candidature for the office of Director be and is hereby appointed as Director of the Company, liable to retire by rotation."

Contd...2

5. Perquisites and facilities to Shri Megh Raj Lohiya, Chairman, RSIC

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:-

"Resolved that the consent of the Company, through a Special Resolution, be and is hereby accorded, under section 314(1) of the Companies Act, 1956, to the holding of the office of Chairman of The RSIC Ltd. as an office of profit by Shri Megh Raj Lohiya, a Director of the said Corporation w.e.f. 5th July, 2007, when he assumed charge of the office of the Chairman of the said Corporation."

"Resolved further that the consent of the Company, be and is hereby accorded, through a Special Resolution to the receipt of facilities, perquisites, allowances etc. as per office order No. P. 7(3) Udyog/2/78/Part dt. 21.9.07 issued by the Government of Rajasthan, Industries (Gr.-2) Department, Jaipur, w.e.f. 5th July, 2007, when the said Shri Lohiya assumed the office of the Chairman of the said Corporation and such other facilities, perquisites, allowances etc. as may hereafter be sanctioned by the Government of Rajasthan from time to time to Shri Lohiya for holding the office of Chairman of the Corporation.

By Order of the Board of Directors

(RAVI AGRAWAL)
SECRETARY

Place: Jaipur

Dated: 4th September 2008

NOTES: -

1. A member entitled to attend and vote at the meeting is entitled to appoint a Proxy to attend and vote on poll, instead of himself and the Proxy need not be a member of the Company. The instrument appointing Proxy must be received by the Company atleast 48 hours before the meeting. A Proxy Form is also enclosed.
2. Comments of Comptroller and Auditor General of India Under Section 619 (4) of the Indian Companies Act, 1956, will be circulated as soon as received.
3. As this is a Government Company, the C&AG of India will appoint the Statutory Auditors for the financial year 2008-09 as per Section 619(2) amended by the Companies Act, 1956.
4. Explanatory statement pursuant to section 173(2) of the Companies Act, 1956 relating to the Special Business to be transacted at the meeting is annexed hereto:

Explanatory Statement Pursuant to Section 173(2) of the Companies Act, 1956 in relation to items of Special Business

In relation to Resolution No. 4:-

The Board of Directors at its meeting No. 301 dt. 26.12.07 appointed Shri Rohit R. Brandon, IAS as an Additional Director of the Company in accordance with the provisions of Section 260 of the Companies Act, 1956 and Article 71(3) of the Articles of Association of the Company. Pursuant to Section 260 he holds office upto the date of ensuing Annual General Meeting. The Company has received notice from a member of the Company under Section 257 of the Companies Act, 1956 proposing his candidature for the office of the Director. Keeping in view of his experience and qualification, your directors considered it to be in the interest of the Company if he is appointed as Director of the Company, liable to retire by rotation as per provisions of the Companies Act, 1956. Your directors, therefore, recommended the said resolution for your approval. The aforesaid Director may be deemed to be concerned or interested in the Resolution relating to his appointment.

None of the other Directors are, in any way, concerned or interested in the said resolution.

In relation to Resolution No. 5:-

Shri Megh Raj Lohiya was appointed a Director and Chairman of the Corporation vide Govt. order No. P.7 (3) Udyog/2/78-Part dated 4.7.07 under Article 84 of the Articles of Association of the Company and he assumed the office of such Director and Chairman on 5.7.07. The State Government has further issued order No. P.7 (3) Udyog/2/78/Part dated 21.9.07 mentioned about perquisites/facilities to be given to Shri Lohiya. Availing of perquisites and facilities by the Chairman requires consent of the Company in General Meeting by a Special Resolution as per Section 314 of the Companies Act, 1956. The Board of Directors in their 301st Board Meeting held on 26.12.07 have already passed the following Resolutions in this behalf.

"Consequent upon issue of order No. P.7 (3) Udyog/2/78/Part dated 21.9.07 by the Govt. of Rajasthan, Industries (Gr.2) Department in continuation of their order of even number dated 4.7.07, it is hereby Resolved Unanimously that Shri Megh Raj Lohiya, Director and Chairman of the Corporation will be entitled to perquisites, facilities etc. as ordered w.e.f. 5.7.07, the date on which he assumed the charge of the office."

"Resolved further that the matter may be processed under Section 314 of the Companies Act, 1956 for obtaining consent of the Company in the next Annual General Meeting."

Hence the resolutions,

DIRECTORS' REPORT

To

**The Share holders
The Rajasthan Small Industries Corporation Ltd.**

Ladies and Gentlemen,

The Directors of your Company have the pleasure of presenting the 47th Annual Report and the Audited Accounts for the year ended 31st March 2008 alongwith the Auditors' Report thereon.

I. CAPITAL STRUCTURE AND FINANCIAL RESULTS:

The authorized Share Capital of the Company is Rs.700 Lacs divided into 7 Lacs Equity Shares of Rs.100/- each. The Paid-up Capital of the Company stood at Rs.5,46,40,300/- as on 31st March 2008. The quantum of Purchases, Turnover, Closing Stock and Profit & Loss for the last three years are as follows: -

(Rupees in lacs)

Year	Purchase	Turn Over	Closing Stock	Profit before Appropriation	Profit after Appropriation
2005-06	12036.31	14527.25	696.34	(-) 143.30	(-) 133.41
2006-07	15698.80	18745.60	1081.93	(-) 84.73	(-) 84.53
2007-08	18664.70	23313.43	1329.70	(-) 101.00	(-) 51.25

The Company has sustained a loss/profit of Rs (-) 51.25 lacs after appropriation during the year under report.

II. PERFORMANCE AND PROGRESS OF THE COMPANY:

(1) PROCUREMENT OF RAW MATERIAL:-

S. No.	Particulars	2007-08 Current Year		2006-07 Previous Year	
		Qty (In MT)	Value (In Lac)	Qty (In MT)	Value (In Lac)
1.	Iron & Steel	54225.070	17591.49	49857.215	14757.04
2.	Coal	14446.600	266.75	4490.100	66.59
3.	Polymer Product	2159.650	1713.62	1816.065	1387.42
	Total	70831.320	19571.86	56163.380	16211.05
	Profit	Rs. 154.22 Lac		Rs.83.21 Lac	

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DISTRIBUTION OF RAW MATERIAL:-

S. No.	Particulars	2007-08 Current Year		2006-07 Previous Year	
		Qty (In MT)	Value (In Lac)	Qty (In MT)	Value (In Lac)
1.	Iron & Steel	53960.780	17466.14	49350.285	14613.25
2.	Coal	17331.110	326.40	1606.030	22.29
3.	Polymer Product	2159.650	1713.62	1816.065	1387.42
	Total	73451.540	19506.16	52772.380	16022.96

Turnover of Raw Material Cell is increased by 22% during 2007-08 in comparison to the year 2006-07 which is ever highest in the life time of the Corporation. Profit is also increased by 85% during 2007-08 in comparison to the year 2006-07.

(2) MARKETING OF SSI PRODUCTS

Government departments and undertakings are procuring steel furniture, RCC Pipes, steel body desert coolers, tent and tarpaulins, polythene bags and barbed wire being manufactured by SSI units through RSIC without calling tenders as per Rule 30, of GF&AR. In addition to these items, the Corporation is also supplying Angle Iron Posts on competitive rates. During 2007-08 supply of these items amounted to Rs 483.53 Lacs approximately.

(3) EXPORT INFRASTRUCTURE SERVICES

During 2007-08 throughput of ICDs at Jaipur, Jodhpur, Bhiwadi and Bhilwara increased to 17617 TEUs up from 10710 TEUs for the previous year (2006-2007) thereby registering a growth of 64%. This significant improvement is the outcome of the new business model.

Throughput of import export cargo from Air Cargo Complex during the year 2006-07 was Rs 2304 crore compared to Rs 3217 crore in the year 2007-08 thus registering a growth of about 40%.

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(4) **HANDICRAFTS**

1. Turnover of handicrafts products through Rajasthali Showrooms for the year 2007-08 was Rs 641.48 Lacs in comparison to Rs 537.56 Lacs for the year 2006-07.
2. DDRC produced and supplied quilts worth Rs 18.07 Lacs during the year 2007-08
3. Central Store introduced new designs and products during the year.
4. Total purchases worth Rs.176.63 Lacs were made directly from artisans. Apart from this goods worth Rs.167.23 Lacs were purchased from artisans under Goods on Approval System.
5. 13 exhibitions were organized during the year and sales worth Rs. 49.50 Lacs were conducted. Artisans were given facility to sell their products directly.

(5) **INDIA INTERNATIONAL TRADE FAIR, 2007 (14- 27TH NOVEMBER, 2007).**

The State's participation in IITF 2007 was organized by the Corporation through its permanent Rajasthan Pavilion, Pragati Maidan, New Delhi. Rajasthan Day was celebrated on 26th November 2007. Total participants were 94 and retail sales made during the period of fair was Rs.111.56 Lac (Approx.).

(6) **PROMOTIONAL AND DEVELOPMENTAL ACTIVITIES**

The Hon'ble Chief Minister distributed the award in the State Award Function on 13th March, 2008 to the selected craftpersons for State Award and Merit Certificate as under:

Year	State award	Merit certificate
2004-05	10	6
2005-06	5	8

Rajasthan Hastshilpi avam Dastkar Kalyan Kosh Yojna

With the approval of State Government, a Corpus Fund of Rs 100 lacs was created from the contribution of Rs 50.00 lacs by the State Government, Rs 30.00 lacs by RIICO, Rs 15.00 lacs by RFC and Rs 5.00 lacs by RSIC to look after the welfare of craftpersons.

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The following welfare schemes of **Rajasthan Hastshilpi Avam Dastkar Kalyan Kosh Yojna** created in August 2003 are being run by the Corporation from the interest accrued on Corpus Fund of Rs 100 lac.

1. Chief Minister Old Age Pension Scheme to the National & State Awardee craftpersons.

The Corporation is providing pension of Rs 1000/- per month to the 10 National / State Awardee craftpersons whose age are more than 60 years and their annual income from all sources are less than Rs 6000/- per annum for a maximum period of 15 years.

2. Financial Assistance

Financial help upto Rs 10,000/- is being given for medical treatment in case of identified diseases like TB, Cancer, Leprosy, Valve replacement, Bypass Surgery, Kidney Transplantation, Heart Diseases etc. Assistance of Rs 10,000/- was provided to one craftperson earlier.

3. Group Insurance Scheme

The Group Insurance Scheme is being implemented with the assistance of L.I.C. of India as per provisions of **Jan Shree Beema Yojna** to the craftpersons with age from 18 years to 60 years. Renewal of policy is required every year under the Scheme. About 476 artisans have been covered under the Group Insurance Scheme up to March 2008.

4. Shiksha Sahyog Yojna

Two children studying in Class 9th to 12th of each artisan from BPL family covered under "**Janshree Beema Yojna**" can get scholarship of Rs 300/- quarterly for a period of four years.

(III) DIRECTORS' RESPONSIBILITY STATEMENT (SECTION 217 (AA) OF THE COMPANIES (AMENDMENT) ACT, 2000).

Your Directors state that: -

- > in the preparation of the annual accounts, applicable accounting standards had been followed alongwith proper explanation relating to material departures.
- > The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so far as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period.
- > The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the companies act for safeguarding the assets of the Company for preventing and defecting fraud and other irregularities.
- > The Directors have prepared the annual accounts on a going concern basis.

IV BOARD SUB – COMMITTEES AND PERSONNEL & ADMINISTRATIVE ASPECTS

(1) AUDIT COMMITTEE:

The Company has constituted an Audit Committee to look into the various aspects of accounting and to review the maintenance of Annual Accounts as prescribed by the Companies Act, 1956.

(2) ORGANISATION STRUCUTRE:

The total strength of the Corporation as at 31st March 2008 stood at 309 persons, out of which 4 persons are working on deputation from other organizations/State Government.

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(3) EMPLOYEES RELATION

The relationship of Management and employees continued to be cordial during the year under report.

(4) PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956.

The information under Section 217 (2-A) of the Indian Companies Act, 1956 is Nil.

V. COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1990.**(1) Technology Absorption:-**

Not applicable in view of the nature of business of the Corporation

(2) Foreign Exchange Earnings and outflow:-

Foreign Exchange Outflow	:	Rs Nil Lac
Foreign Exchange Earned	:	Rs 22.79 Lac

(On sale of goods)

VI. BOARD OF DIRECTORS

S. No.	Name & Post		From	To
1.	Shri Megh Raj Lohiya, Chairman	:	05-07-07	-
2.	Shri Purushottam Agarwal, IAS, Managing Director	:	05-07-07	19-04-08
3.	Shri Ajit Kumar Singh, IAS, Managing Director	:	19-04-08	30-07-08
4.	Smt. Sreya Guha, IAS, Managing Director	:	30-07-08	-
5.	Shri Purushottam Agarwal, IAS, Director	:	17-01-05	19-04-08
6.	Shri Sanjay Agarwal, IAS, Director	:	22-09-06	28-09-07
7.	Shri Sanjay Agarwal, IAS, Director	:	28-09-07	-
8.	Shri B. N. Sharma, IAS, Additional Director	:	14-03-07	28-09-07
9.	Shri B. N. Sharma, IAS, Director	:	28-09-07	-
10.	Smt. Usha Sharma, IAS, Additional Director	:	26-06-07	28-09-07
11.	Smt. Usha Sharma, IAS, Director	:	28-09-07	-
12.	Shri Umesh Kumar, IAS, Director	:	05-07-07	-
13.	Shri Ajit Kumar Singh, IAS, Additional Director	:	26-06-07	28-09-07
14.	Shri Ajit Kumar Singh, IAS, Director	:	28-09-07	30-07-08
15.	Smt. Rukmani Haldea, IAS, Director	:	18-07-08	-
16.	Shri Dileep Baid, Additional Director	:	26-06-07	28-09-07
17.	Shri Rohit R. Brandon, IAS, Additional Director	:	26-12-07	-
18.	Shri Sudhir Gupta, Additional Director	:	23-06-08	-

VII. (1) STATUTORY AUDITORS

The C&AG, New Delhi has appointed M/s. Pramod & Associates, Chartered Accountants, Jaipur as the Statutory Auditors of the Company for the year 2007-2008. The Board wishes to place on record their appreciation for the Auditors completing the Audit in time, which is, annexed to this report. The replies of the Management to the Audit Observations are given in the Addendum to this Report.

(2) INTERNAL AUDITORS:

The Internal Audit Wing of the Company is headed by the Corporation Officer, which conducts audit of the Company from time to time.

VIII. ACKNOWLEDGEMENTS:

The Board wishes to place on record its appreciation to the Government Departments, Ministries of the Government of India, Office of the Development Commissioner (Handicrafts) and other Sister Organizations for their ready help and co-operation. Your Directors are also thankful to the C&AG of India, Registrar of Companies, Rajasthan and the Statutory Auditors M/s. Pramod & Associates, Chartered Accountant, Jaipur for their valuable guidance and advice. The Board also wishes to place on record their appreciation for the willing co-operation of the Officers and Staff of the Corporation at all levels.

For and on behalf of the Board

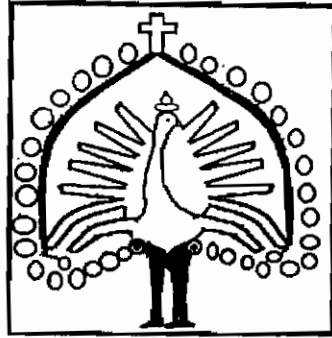


(Sreya Guha)

IAS

MANAGING DIRECTOR

Place : Jaipur
Dated : 03-09-2008



THE RAJASTHAN SMALL INDUSTRIES CORPORATION LTD

(A GOVERNMENT OF RAJASTHAN CONCERN)

JAIPUR

ANNUAL ACCOUNTS FOR THE YEAR

2007-2008

Balance Sheet as at 31st March 2008

Liabilities	Figures as at		Figures as at		Schedule	Figures as at	
	Schedule	31st March 2008 (Rs)	31st March 2007 (Rs)	31st March 2007 (Rs)		31st March 2008 (Rs)	31st March 2007 (Rs)
SOURCES OF FUNDS							
Share Capital	A	54,640,300	54,640,300		F	223,967,336	225,465,488
Reserve & Surplus	B	68,841,834	75,042,525		G	181,000	181,000
LOAN FUND							
Secured Loans	C	25,877,803	19,777,803		H	208,267,562	208,661,654
Unsecured Loans	D	418,881,037	382,064,993		I	135,825,076	93,469,412
Current Liabilities & Provision							
Contingent Liabilities & Notes on A/c	E						3,748,067
		568,240,974	531,525,621			568,240,974	531,525,621

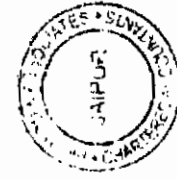
Usha Sharma
Director

Sreya Guha
Managing Director

Ravi Agrawal
Secretary

Seema Shrivastava
Financial Advisor

In Terms of our Report of Even Date
For Pramed & Associates
Chartered Accountants
Abhishek Datnias
Abhishek Datnias
Partner



Place: Jaipur
Date: 3 SEP 2008

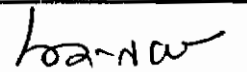
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RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)

Jaipur

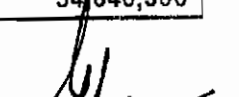
Schedule annexed to & forming part of Balance Sheet as at 31.3.2008
Schedule "A"

Particular	Figures as at 31st	
	March 2008 (Rs)	March 2007 (Rs)
SHARE CAPITAL Authorised 7,00,000 Equity Share of Rs. 100/- each	70,000,000	70,000,000
ISSUED 5,46,403 Equity Shares of Rs. 100/- each	54,640,300	54,640,300
SUBSCRIBED & PAID UP 5,39,306 Equity shares of Rs. 100/- each fully called and paid up in cash	53,930,600	53,930,600
1,062 Equity shares of Rs. 100/- each fully paid up to Government of Rajasthan as Bonus shares in Lieu of dividend	106,200	106,200
6,035 Equity shares of Rs. 100/- each fully paid up issued to Govt. of Rajasthan in consideration other than cash	603,500	603,500
	54,640,300	54,640,300


Seema Shrivastava
Financial Advisor


Ravi Agrawal
Secretary


Sreya Guha
Managing Director


Usha Sharma
Director

Place: Jaipur

Date: 13 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

Schedule "B"

Particular	Figures as at 31st March 2008 (Rs)		Figures as at 31st March 2007 (Rs)
RESERVE & SURPLUS			
(I) CAPITAL RESERVE			
(a) Out of sale of fixed assets		4,367,245	4,367,245
(b) Revolving fund		4,854,000	4,854,000
(c) Deferred Grants (for Assets / Acquired)		11,053,426	12,129,495
Opening balance	12,129,495		13,287,547
Add: During the Year	-		-
	12,129,495		13,287,547
Less: Depreciation/Amortization	980,532		1,158,052
Less: Reduction of assets created out of grant	95,537		-
	11,053,426		12,129,495
(II) REVENUE RESERVE		48,567,163	53,691,785
General Reserve Op.bal	53,691,785		62,144,857
Less:- Dr balance of P & L Account	5,124,622		8,453,072
		68,841,834	75,042,525

Seema Shrivastava
Seema Shrivastava
Financial Advisor

Ravi Agrawal
Ravi Agrawal
Secretary

Sreya Guha
Sreya Guha
Managing Director

Usha Sharma
Usha Sharma
Director

Place: Jaipur
Date:

3 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

Schedule "C"

Particular	Figures as at 31st	
	March 2008 {Rs}	March 2007 {Rs}
LOAN		
<u>SECURED</u>		
<u>UNSECURED</u>		
(A) Short Term		
Interest accrued & due (old)	68,421	68,421
Interest accrued & due (old)	331,433	331,433
(B) From Government of Rajasthan:		
(a) For closure of Mills	2,666,333	2,666,333
(b) For Rajasthali Complex	1,400,000	2,800,000
(c) for Rajasthali New Delhi	7,500,000	-
(C) From State Renewal Fund:		
(*) For VRS Scheme (2003-2004)	13,911,616	13,911,616
	25,877,803	19,777,803

Seema Shrivastava
Seema Shrivastava
Financial Advisor

Ravi Agrawal
Ravi Agrawal
Secretary

Sreya Guha
Sreya Guha
Managing Director

U.S.K. Sharma
U.S.K. Sharma
Director

Place: Jaipur

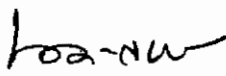
Date: 3 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)

Schedule "D"

Particular	Figures as at 31st March 2008 {Rs}	Figures as at 31st March 2007 {Rs}
CURRENT LIABILITIES & PROVISIONS		
(A) Current Liabilities		
Sundry Creditors	240,881,192	217,116,418
Advance against Indent/order	7,120,236	12,078,025
Outstanding liabilities for exp	138,143,531	119,448,516
Staff Security	70,261	71,261
Other Finance	4,875,624	7,730,272
Security Deposits	14,778,523	11,296,352
Interest accrued but not due	239,279	360,465
(B) Grant-in Aid	8,265,707	9,852,828
Opening balance	9,852,828	5,881,514
Received during the year	12,553,000	12,706,250
Add Realisation	40,515	4,500
	22,446,343	18,592,264
Less: Utilised	14,180,636	8,739,436
Refund/Adjustment	8,265,707	9,852,828
(C) Provisions		
- For Bonus	425,315	5,564
- For FBT	80,000	103,923
- For Income Tax	4,001,369	4,001,369
	418,881,037	382,064,993


Seema Shrivastava
Financial Advisor


Ravi Agrawal
Secretary


Sreya Guha
Managing Director


Director

Place: Jaipur
Date:

13 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

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Schedule "F" H.O & Other Units

Particulars	Gross Block			Depreciation			Net Block			
	Cost as on 1.4.2007	Addition	Reduction	Total	Un to 31.3.2007	Depreciation on WDV Method During the Year	Reduction	Total	Balance as on 31.3.08	Balance as on 31.3.07
LAND										
(a) Lease hold land	62,911,182			62,911,182	6,034,260	635,465		6,669,725	56,241,457	56,865,600
(b) Free hold land	2,397,083			2,397,083	-			-	2,397,083	2,397,083
BUILDING	70,907,728	29,704,000		100,611,728	30,226,039	3,393,490		33,619,529	66,992,199	40,681,690
PLANT & MACHINERY	7,889,540		2,155,623.00	5,733,917	5,278,484	332,318	1601100	4,009,702	1,724,215	2,611,056
FANS & FITTINGS	2,671,139	1,757,000		4,428,139	2,093,850	303,995		2,397,845	2,030,294	577,289
OTHER OFFICE EQUIPMENT	21,530,288	6,511,759	1,055,706	26,986,341	17,206,057	1,685,195	798,462	18,092,790	8,893,551	4,324,231
FURNITURE & FIXTURE	6,976,707	10,495,000		17,471,707	5,943,458	1,925,695		7,869,153	9,602,554	1,033,249
VEHICLES	1,331,080			1,331,080	1,063,999	69,147		1,133,146	197,934	267,081
CAPITAL WORK IN PROGRESS	116,708,209	6,917,839	47,738,000	75,888,048	-			-	75,888,048	116,708,209
	293,322,956	55,385,598	50,949,329	297,759,225	67,846,146	8,345,305	2,399,562	73,791,889	223,967,336	225,465,488

Seema Shrivastava
Seema Shrivastava
Financial Advisor

Ravi Agrawal
Ravi Agrawal
Secretary

Sreya Guha
Sreya Guha
Managing Director

U. S. Sharma
U. S. Sharma
Director

Place: Jaipur
Date:

3 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

Schedule "G"

Particular	Figures as at 31st March 2008 (Rs)		Figures as at 31st March 2007 (Rs)	
INVESTMENT				
Long Term Investment (Un-quoted at Book value)				
One equity share of Rs. 1000/- (fully paid up) of All india Handloom Fabrics Marketing Cooperative Society Ltd, Mumbai		1,000		1,000
18,000 "B" Equity shares of Rs. 10/- each of Oberoi Holdings (P) Ltd, Kalkota		180,000		180,000
100 Equity shares of Rs. 1000/- each (fully paid up) of Rajasthan Consultancy Organisation Ltd, Jaipur	100,000	-	100,000	
Less:- Provision for Diminution in Value	100,000		100,000	
500 Equity shares of Rs. 1000/- each (fully paid up) of Rajasthan State Handloom Development Corporation Ltd, Jaipur	500,000	-	500,000	
Less:- Provision for Diminution in Value	500,000		500,000	
Share Application Money of Indo Bazar (Joint Venture) on net	500,000		500,000	
Less:- Provision for Diminution in Value	500,000		500,000	
		181,000		181,000

Seema Shrivastava
Seema Shrivastava
Financial Advisor

Ravi Agrawal
Ravi Agrawal
Secretary

Sreya Guha
Sreya Guha
Managing Director

H. Sharma
H. Sharma
Director

Place: Jaipur
Date

3 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

Schedule "H"

Particular	Figures as at 31st March 2008 (Rs)		Figures as at 31st March 2007 (Rs)	
CURRENT ASSETS				
Inventory (As taken, valued & certified by the management)		133,200,182		108,486,688
Stores & Spares Parts		130,150		165,303
Raw Material		100,067		128,741
Stock in trade		16,899,737		23,479,887
Work in process		477,757		634,652
Stock in transit		115,592,471		84,078,105
Sundry Debtors (for which company holds no security/other than personal)				
Debtors outstanding for a period. Exceeding six month considered good		564,908		6,585,798
considered doubtful	23,138,785	-	25,395,955	-
Less Provision	23,138,785		25,395,955	
Other debtors considered good		13,436	578,344	351,442
Hire Purchase Debtors				
Considered Doubtful	70673	-		70,673
Less Provision	70673			70,673
		C/F	133,778,526	115,423,928


 Seema Shrivastava Ravi Agrawal
 Financial Advisor Secretary


 Sreya Guha
 Managing Director


 Director

Place: Jaipur
 Date: 3 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

Schedule "H" (Contd)

Particular	Figures as at	
	31st March 2008 (Rs)	31st March 2007 (Rs)
B/F	133,778,526	115,423,928
Cash & Bank Balance	68,359,905	87,254,478
(A) Cash In hand (Included postage)	488,499	709,807
(B) Bank Balance with Scheduled Bank in Current A/c	29,289,807	21,458,898
(C) Bank Transfer in Transit	8,358,245	6,813,030
(D) FDR	22,227,580	49,799,879
(Fixed deposited pledged with bank against BG/LC Rs. 17,27,580) (Pr Year Rs.11,48,678)		
Deposit with Schedule Bank	247,257	219,959
(Staff Security)		
Interest Accrued on FDR's	40,984	654,772
Govt. PD Account	7,707,533	7,598,133
(a) Interest Bearing Rs. 1,88,000		
(b) Non interest bearing Rs. 75,19,533		
Other Current Assets		
Accrued Income	6,129,131	5,983,248
	208,267,562	208,661,654

Seema Shrivastava
Seema Shrivastava
Financial Advisor

Ravi Agrawal
Ravi Agrawal
Secretary

Sreya Guha
Sreya Guha
Managing Director

Uma Shankar
Uma Shankar
Director

Place: Jaipur
Date:

13 SEP 2008



RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

Schedule "I"

Particular	Figures as at		Figures as at	
	31st March 2008		31st March 2007	
	(Rs)		(Rs)	
LOANS & ADVANCES				
Advances Recoverable				
In cash or kind for which Value to be received				
(a) Considered Goods		109,121,236		70,144,568
(b) Considered doubtful	5,306,064		3,494,806	
Less: Provision	5,306,064		3,494,806	
Prepaid Expenses		679,567		579,897
Recoverable				
Considered good		24,131,120		20,887,544
(a) Claims	15,864,081		14,777,053	
(b) Rajasthan Sales Tax	945,986		536,209	
(c) Income Tax/Payment	6,222,019		4,624,383	
(d) Other	1,099,034		949,899	
Considered Doubtful		-		-
(a) Calims	1,507,879		1,507,879	
(b) Suspense	29,176		18,976	
Less: Provision	1,537,055		1,526,855	
Deposit		1,893,153		1,857,403
		135,825,076		93,469,412

Seema Shrivastava
Seema Shrivastava
 Financial Advisor

Ravi Agrawal
Ravi Agrawal
 Secretary

Sreya Guha
Sreya Guha
 Managing Director

Uma Sharm
Uma Sharm
 Director

Palce: Jaipur


Date: 3 SEP 2008





SCHEDULE "E" ACCOUNTING POLICIES & NOTES ON ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES:-

- (1) The expenditure and realisation as dealt in Annexure "A" in respect of Grant-in-Aid have not been dealt in the Profit & Loss Account.
- (2) **Investment**
 - (i) Long term investment are valued at cost however in case of permanent diminution in value of investment, carrying amount of investment is reduced by the amount of such decline
 - (ii) Current investment are valued at cost or net realisable value which ever is lower
- (3) **Depreciation**
 - (i) **Land**
Amortization is provided in the accounts in respect of leasehold land on the basis of lease period.
 - (ii) **Other Fixed Assets**
Depreciation has been charged on Written Down Value Method at the rates and methods in accordance with schedule XIV of the companies Act, 1956.
- (4) **Retirement Benefits**
 - (i) **Gratuity**
The corporation has taken a policy from LIC for the payment of Gratuity to its employees and annual contribution payable to LIC is debited to the P & L account of the Corporation.
 - (ii) **Leave Encashment**
Provision for the value of leave encashment benefit on retirement of employees/officers have not been made as the value of such leave encashment on any cut off period on accrual basis is not justified.
- (5) **Government Grants**
 - (i) **For Capital Expenditure**
Government grants received for capital Expenditure are transferred to Capital reserve upon capitalization of concerned assets and proportionate depreciation on subsidy portion of concerned asset is charged to Capital Reserve account, unutilized grant is shown in current liabilities.







(ii) For Others

Government grants received for revenue expenditure is set off against the concerned expenditure head / scheme. The same is shown as liability before utilization.

- (6) Miscellaneous income, unrealised Warehousing/wharfage charge in dispute, leave encashment, honorarium incentive payment to official other than payment under incentive scheme (Handicrafts) are accounted for an actual receipts/payment basis.
- (7) Interest on the staff advances for the employees who have left the organisation will be accounted for as & when it will be received.
- (8) Sales includes transfer and expenses.
- (9) (a) Stock in trade of Iron & Steel etc. is Valued at Cost on FIFO method.
- (b) Stock in trade of Central Stores & DDRC is valued at cost/standard cost or realizable value whichever is lower on FIFO method. The stock at Emporia is valued at issue price of Central store. DDRC etc. or at realizable value whichever is lower on FIFO method. Shop soiled and damaged articles of handicrafts have been valued at 45% (Rajasthali, Central Stores etc.) at 30% (SSD Wing) on an estimated basis as in earlier years.
- (c) Stores, spare parts and raw material is valued at cost on FIFO method generally.
- (d) Work in process is valued at cost.

(10) **TAXATION**

- (a) Current tax is the provision made for Income Tax Liability. If any on the profits accordance with the Provisions of the Income Tax Act 1961.
- (b) Deferred Tax is recognized subject to the consideration of Prudence on timing difference, being the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred Tax Assets are not recognized on unabsorbed depreciation-carry forward losses and expenditure to be allowed later on as per the provisions of the Income Tax Act 1961 unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.



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THE RAJASTHAN SMALL INDUSTRIES CORPORATION LTD.
Udyog Bhawan, Tilak Marg, C-Scheme, Jaipur-302005
Phone: 0141-5115760 - 61 Fax: 0141-5115766
Web site: www.raisico.in e-mail: raisico@raisico.in

PROXY FORM

Folio No.

No. of Shares held

I/We of being
member/members of The Rajasthan Small Industries Corporation Ltd/ hereby
appoint or failing him/her of

as my/our proxy in my/our absence to attend and vote for me/our behalf at the

47th Annual General Meeting of the Company to be held on 29th September

2008 at 4.00 ~~A.M.~~/P.M. and/or at any adjournment thereof.

Signed this..... Day of 2008

SIGNATURE

Please affix 1.00 Rupee revenue stamp here

Note:- The proxy form, duly completed must reach the registered office of the Company,
not less than forty-eight hours before the time of holding this meeting.

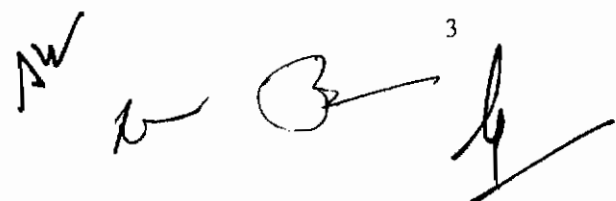
- (c) Deferred Tax Assets and Liabilities are measured using the Tax Rate and Tax Law that has been enacted on the Balance Sheet date.
- (d) Fringe Benefit Tax introduced by Finance Act 2005 is provided as per Income Tax 1961 (Sec 115 WA to 115 WL)

(B) CONTINGENT LIABILITIES

- (1) Claims against the company not acknowledged as debts. This year Rs.506.69 lakhs, (Previous year Rs. 454.59 lakhs.)
- (2) Various Court cases/ arbitration cases filed by clients and employees Rs.100.07 Lakhs (Previous Year Rs 124.69 lakhs.)
- (3) Claim of Rs. 3596.96 lacs filed by M/S Sadhu Ram Patel & Sons in which the District Magistrate, Jaipur city has passed award of Rs. 302.08 lakhs (Including Interest of Rs. 95.91 lakhs upto 31.03.08) against the corporation.
- (4) Claim of Rs, 522.82 Lakhs filed by M/S Ganesh Container Movers Syndicate, Mumbai (Including Rs. 100.00 lakhs damages and compensation)
- (5) Estimated amount of contracts to be executed on capital account and not provided for this year Rs. 260.62 lakhs, (Previous year Rs. 63.26 lakhs.)
- (6) In respect of disallowance/additions in Income Tax assessments, the Company is in appeal before the appropriate Authorities. No material liability is likely to arise from the issues in dispute.
- (7) In respect of Sales Tax Demand of Rs. 87.47 Lakhs, (Previous year Rs. 46.49 Lakhs.) the Company is in appeal before the appropriate authorities
- (8) Service Tax on commission on consignment sale of Handicrafts amount unascertainable.
- (9) The corporation has given bank guarantee amounting to Rs. 150 Lakh in favour of RIL (Previous year Rs. 100 Lakhs.)


(C) NOTES ON ACCOUNTS

- (1) Sadhu Ram Patel & Sons (Erstwhile H & T Contractor of the corporation) has raised a claim of Rs. 3596.96 lakhs against the company against which the District Magistrate, Jaipur city has awarded a claim of Rs. 302.08 lakhs (Including Interest of Rs. 95.91 lakhs) against the corporation. The corporation has filed an appeal in High Court, Jaipur against the judgement of the District Magistrate, Jaipur city and Hon'ble High Court has ordered to be stayed the execution proceedings hence no liability has been provided against the same.
- (2) Ganesh Container Movers Syndicate (Erstwhile H & T Contractor of the corporation) has raised claims involving total amount of Rs.522.82 lakhs (including Rs. 100.00 Lakh towards damages and compensation) plus interest thereon against the company the matter is pending before Arbitrator involving several disputes, the corporation has not accepted his claims, hence no liability has been provided against the same.

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- (3) Land & Building amounting to Rs. 876.36 lakhs (Previous Year 579.32 lakhs) have been accounted subjected to formal transfer of title deeds, since in use and possession of the company. The value of the land already with building amounting to Rs. 0.61 lakhs could not be ascertained.
- (4) The matter regarding payment of rent of Rajasthali, New Delhi premises is still pending for settlement with the Govt. therefore the provision for rent of Rs. 60,000/- p.a. have been made as usual as being done in earlier years.
- (5) The Exhibition / Haat Expenses to the extent of Rs. NIL (Previous year Rs. 8,64,389/-) has not been charged to P & L account as the same are reimbursed by Development Commissioner All India Handicrafts Board, New Delhi.
- (6) The shortage in stock in earlier years aggregating to Rs. 2,30,234 is under investigation.(Previous year 2,79,974/-)
- (7) Stock in trade includes goods worth Rs. 0.21 lakhs in transit under enquiry and Rs. 5.37 Lakhs lying with others.
- (8) Cash in hand includes Cheques/Drafts/Credit Cards/Money in transit Rs. 35,550/- and Postage Rs. 14,720/-
- (9) The balances of Sundry Creditors, Outstanding Liabilities, Sundry Debtors, Loan and Advances are subject to confirmation & reconciliation. These includes some old/unlinked balances pending confirmation reconciliation/settlement. Adjustment if any will be made at the time of final reconciliation / confirmation/settlement. The balance of debtors of RM are not reconciled with main ledger.
- (10) Income Tax Payment of Rs. 62.22 lakhs shown under the head Loans & Advances and Income Tax Provision of Rs. 40.01 Lacs shown under the head Current Liabilities & Provisions are subject to reconciliation. The efforts are being made to reconcile the same and resultant effect, if any will be accounted for in the year of final reconciliation. Further Additional liability for taxes duties and refund for pending assessment/appeals/revision/reference as well as financial effect for pending cases of claim are accounted for at the time of final settlement/Decision.

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- (11) During the year 2002-2003 the Corporation has converted its existing group gratuity scheme to cash accumulation scheme under which LIC of India would be responsible for payment of full gratuity to its employees. As per demand note of LIC of India present value of gratuity for past service is Rs. 534.02 lakhs out of which the value of Corporation fund as on 31.3.2008 is Rs, 190.09 lakhs, no provision has been made against balance value to be funded amounting to Rs.343.93 lacs
- (12) Current Assets includes Rs. 3,20,000/- given to M/S CMC limited for software development and other work, the same is under dispute with the CMC Ltd and the same will be capitalized after implementation of the concerned software.
- (13) Current Assets includes Rs. 4,99,000/- paid to DISC Technology Private Limited , New Delhi for software development in the year 1999, the same is under dispute and award for recovery of the same has been passed by the sole arbitrator against the company, however adjustment of the same will be made only after final settlement of the issue.
- (14) Account of M/s. RSRDCC Ltd. Construction contractor for various works of the Corporation is under reconciliation. Final settlement of the same will affect fixed assets and other related accounts and fixed assets and other related accounts shall be debited/credited after the final settlement.
- (15) As per the opinion of the Expert Advisory committee of the Institute of Chartered Accountants of India, VRS benefits consisting of Ex-gratia amount has to be written off over a period of five years, hence Rs. 37,48,067/- has been charged to the P & L account of the year towards 1/5th write off of VRS Expenditures..
- (16) Unsecured loan includes Rs. 26,66,333/- received from State Government and Rs. 1,33,33,000 from state renewal fund which is overdue for payment and Rs. 3,99,854/- towards old interest accrued and due for which no information is available
- (17) Interest includes Rs. 6,39,973/- on Long Term Loans and Rs. 5,33,320/- penal interest on by term loans.
- (18) Sundry creditors includes Rs. 319.13 lakhs payable to M/s RSMM Limited on account of credit note issued by above company towards purchase of Iron and Steel from SAIL under MOU with M/S RSMM Limited and erstwhile RSMDC Limited. The above outstanding is subject to

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confirmation reconciliation on account of deduction of IFC & administrative charges of Rs. 2.18 lakhs and non provision of interest on outstanding amount Since Nov. 2002. Further as per the terms of MOU the Corporation has to pay the amount of credit notes to above two companies within stipulated time period of 30 days from the date of lifting of material from SAIL and accordingly eligible for claim of IFC from above two companies.

- (19) Salary and allowances include Rs. 1,08,088 paid to the Chairman (Previous year Rs. 1,60,313/- paid to CMD).
- (20) Information with regards to amount outstanding towards Directors or firms in which Directors are interested is NIL.
- (21) (a) Travelling and conveyance expenses includes Rs. 2,03,755/- incurred by Chairman and Rs. 24,194/- incurred by the MD/CMD (Previous year Rs. NIL and Rs. 1,79,648/-)
 (b) Maintenance of Vehicle expenses includes Rs. 3,28,069/- incurred on Chairman's car and Rs. 1,39,537/- on the MD/CMD's car (Previous year Rs. NIL & 75,414/-)
- (22) During the year under review the Corporation has received Rs. 60.00 lakhs from Government of Rajasthan as grant for organizing India International Trade Fair 2007 in New Delhi. The Corporation has a total Exp of Rs, 70.59 Lakhs for the same Grant of Rs. 60.00 lakhs has been fully set off against the same. Balance exp of Rs. 10.59 Lakhs has been debited to P& L Account of the corporation Further Income earned of Rs, 21.99 Lakhs form licence fee of Counters at IITF 2007 has been credited to P&L Account of the Corporation.
- (23) The value of machinery supplied under the hire purchase scheme lying with the hirer has not been shown as stock though the ownership thereof vests in the company.







(24) Related Party Disclosures:

Disclosures as required by the Accounting Standard 18 : Related Party are given below:-

(a) List of related parties and their relationship.

Sr. No.	Name of the Related Party	Relationship (Key Management Personnel)
1.	Shri Megh Raj Lohiya	Chairman
2.	Shri Purushottam Agarwal, IAS	MD
3.	Smt. Mira Mehrishi, IAS	Director
4.	Shri Sanjay Agarwal, IAS	Director
5.	Smt. Tinoo Joshi, IAS	Director
6.	Shri B.N Sharma, IAS	Director
7.	Smt. Usha Sharma, IAS	Director
8.	Mrs Neel Kamal Darbari, IAS	Director
9.	Shri Ajit Kumar Singh, IAS	Director
10.	Shri Rohit R Brandon, IAS	Add Director
11.	Shri Umesh Kumar, IAS	Director

No disclosure is required regarding related party relationship with other State Controlled Enterprises in accordance with Para 9 of AS-18.

(b) Details of Transaction with related parties:-

Salary and allowance paid to Shri Megh Raj Lohiya, Chairman, Rs 1,08,088/-

No transaction have taken place with Key Management Personnel or their relatives other than payment of Salary & Other dues payable under contractual obligations.

(25) Earning Per Share pursuant to Accounting Standard 20 is as under:-

Particulars	Amount(Rs.)	
	31.3.2008	31.3.2007
Net Profit after Tax	(51,24,622)	(84,53,072)
Number of Shares	546403	546403
Face Value(Rs. Per Share)	100	100
EPS-Basic & Diluted (Rs. Per Share)- Negative	(9.38)	(15.47)

(26) In terms of Accounting standard AS-22 relating to " Accounting for taxes on Income" issued by Institute Chartered Accountant of India, the Company has substantial carried forward of business losses and unabsorbed depreciation. However, in view of uncertainty about sufficient further taxable income against which there deferred tax assets can be realised, the same has not been recognised

(27) A Sum of Rs. 1236.26 Lakhs has been incurred upto 31.3.2008 by the corporation towards capital expenditure on Rajasthali mall, Jaipur

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Out of Rs. 1236.26 lakhs a sum of Rs. 477.38 lakhs has been capitalized during the year towards Rajasthali Show Room. Since the work of mall is still in progress, the same has been taken as "Capital work in progress" and shown in the schedule "F".

- (28) RSIC has got a Rajasthali showroom on M I Road, Jaipur and that a attached Mall constructed. At the time of beginning of construction there were two co occupants in the same piece and partial of land mainly Rajasthan State Bunkar Sahakari Sangh and United General Store. A tripartite agreement was entered between RSIC, Bunkar Sangh and the State and another between RSIC, United General Store and the State wherein Bunkar and United General Store had agreed that the Mall be made by RSIC and on completion of the Mall Bunkar Sangh and United General Store would be given the same area as there were occupying earlier for which they would not be bearing any capital cost whatsoever except their interiors. Construction of Rajasthali is complete whereas construction of Mall is proportionally complete The area of Bunkar Sangh and United General Store is complete and has been handed over to them on 21/3/2006 and 2/12/2005. The cost of construction of the area of Bunkar Sangh and United General Store is to be borne completely by RSIC. Accordingly the cost of that area has been debited to the building account of Rajasthali and Mall proportionally after deducting the token amount of Rs. 1,00,000/- received from United General Store towards capital outlay.

This project was to be constructed by Avas Vikas Limited as per MoU between RSIC and Avas Vikas Limited dated 27/4/2004 and as per that MOU the ceiling cost of the project was Rs. 593.37 lacs including the fees of Architect, service charges of Avas Vikas Limited @ 7.5% etc. Originally there was a joint venture agreement between RSIC AND Avas Vikas Limited dated 28/8/1998 at the same cost thereafter there were many changes in the project from time to time including changes in the project and also cost escalation. As on date the revised cost of the project was approved by the board in its meeting dated 16/10/2006 agenda item No. 296(3) and board meeting dated 20/8/2008 agenda item 305(15). Only escalated price was approved and agenda did not include the reasons and justification of escalation and there were certain items which were covered in the MoU dated 27/4/2004 and were proposed in the board as additional items. These changes, additions and escalation were proposed by the Project Management Group from time to time.

As per MoU Avas Vikas Limited was to handover the possession of Rajasthali after giving completion certificate. Till date Avas Vikas Limited has not submitted completion certificate but handed over keys of Rajasthali and the areas earmarked for Bunkar Sangh and United General Store of the Mall on 2/5/2007. Accordingly date of 2/5/2007 has been taken as the date of completion and necessary entries have been passed as on that date.

- (29) M/s. Larock International, Jaipur was given a jewellery counter (precious and semi precious) at Rajasthali Jaipur on minimum sale guarantee during

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the year 2007-08. As per terms and condition of allotment letter a security equivalent to six month commission and licence fee of minimum guaranteed sales amounting to Rs. 26,52,525/- was to be taken as security amount But while given possession of the counter, only Rs. 15,00,000 was taken against security amount. The position of the account is as under

Out standing amount as on 31.3.2008 is	Rs. 45,18,378/-
Less: security amount taken	Rs. 15,00,000/-
Less: Sales proceeds adjusted in balance security amt	Rs 11,52,525/-
Balance amount to be recovered	Rs. 18,65,853

There being no security, the party not paying the out standing amount, it has become doubtful and accordingly provision has been made to the above extent

- (30) SAIL has deducted Rs. 3,25,851/- out of SSI rebate payable for the quarter ended June 2000, the issue is under settlement with SAIL and no provision for bad & doubtful debt has been made against the same as the corporation is hopeful of its recovery.
- (31) Advertisement & Publicity includes gifts and presentation.
- (32) Depreciation and Amortisation of Rs. 9,80,532/- has been charged to Capital Reserve in accordance with accounting policy No. 2.
- (33) There are no employees who are drawing remuneration above the prescribed limit as provided under section 217 (2A) of the companies Act. 1956.
- (34) Value of Long Term investment in Rajasthan Handloom Development Corporation Ltd. Jaipur Rs. 5.00 Lakh, Indo Bazar Rs. 5.00 Lakhs and Rajasthan Consultancy Origination Ltd. Rs. 1.00 Lakh has been reduced by 100% due to permanent reduction in value of the said Investment as per AS-13
- (35) Wood Seizing Plant, Jodhpur has been given on lease to Indo Garman Export Promotion Project, New Delhi @ Rs. 1 per annum as per memorandum signed
- (36) (A) Quantitative details and other statutory information

DDRC (Handicrafts)

S.No.	Particulars	Current year	Previous year
1.	Actual Production(Qty)	3,415 Pcs	2,416 Pcs
2.	Opening Stock of goods produced		
	(A) Quantity	7,174 Pcs	7,363 Pcs
	(B) Value(Rs.)	3,36,494	4,03,060
3.	Closing Stock of goods produced		
	(A) Quantity	4,374 Pcs	7,174 Pcs
	(B) Value(Rs.)	3,45,081	3,36,494
4.	Raw Material Consumed		
	(A) Quantity	26,209.64 Mtrs	26,682.45 Mtrs
	(B) Value(Rs.)	12,93,082/-	13,71,309/-

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UNIT:- RAW MATERIAL

Quantity -MTS
Value - Rs. in lacs

36 (B) QUANTITATIVE DETAILS OF TRADING GOODS

S.No	Name of Item	Opening Stock				Purchase				Closing Stock			
		Current Year		Previous year		Current Year		Previous year		Current Year		Previous year	
		Qty	Value	Qty	Value	Qty	Value	Qty	Value	Qty	Value	Qty	Value
1.	Iron & Steel	2740.442	834.30	2233.152	546.76	54225.070	17591.49	49857.215	14757.04	3004.732	1151.40	2740.442	834.30
2.	Coal	-	45.86	-	-	14446.600	266.75	4490.100	66.59	-	-	2884.100	45.86
2.	Others Handicraft s/Marketi ng etc	2884.100	195.42	-	146.08	-	806.46	-	875.17	-	178.30	-	195.42
	Total	5624.542	1075.58	2233.152	692.84	68671.670	18664.70	54347.315	15698.80	3004.732	1329.70	5624.542	1075.58

36(C) PARTICULARS OF SALES

S.No.	Particulars	Current year		Previous Year	
		Qty	Value	Qty	Value
1.	Iron & steel	53960.780	17466.14	49350.285	14613.25
2.	Coal	17331.110	326.40	1606.030	22.29
2.	Other Handicrafts / Marketing etc	-	1014.94	-	929.49
	Total	71291.890	18807.48	50956.315	15565.03

** Note:- Excess. Sale of 0.410 MT (Pre Year 0.390 MT)



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(37) Segment Reporting:

(a) Primary Segment

Based on the guiding principle given in the Accounting Standard -17 : Segment Reporting , the corporation's primary segment are:-

- Handicrafts
- Distribution & Marketing
- Export Infrastructure Services.

Revenue and expenses have been accounted for based on the basis of their relationship to the operating activities of the segment. Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocable Expenses". Assets and liabilities which relate to the enterprise as a whole and are not allocable to the segments on a reasonable basis, have been included under " Unallocable Assets / Liabilities".

Description	Handicraft's		EIS		Distribution		Other		Total	
	2007-08	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08	2006-07	2007-08	2006-07
Sales & Service	609.58	312.14	2857.39	1715.40	18298.63	15369.79	-	-	21765.60	17397.33
Total Revenue	609.58	312.14	2857.39	1715.40	18298.63	15369.79	-	-	21765.60	17397.33
Segment Result	(173.68)	(138.57)	339.18	259.56	157.07	109.28	-	-	322.57	230.27
Interest Received							31.63	96.38	31.63	96.38
Net Unallocable Income / Exp.							(405.45)	(411.18)	(405.45)	(411.18)
Net Loss/Profit									(51.25)	(84.53)
Provision for current tax										
Provision for deferred tax										
Profit/Loss after tax										(84.53)
Segment Assets	2324.16	2208.84	1032.37	900.51	1584.09	1341.33	701.31	864.58	5641.93	5315.26
Segment Liabilities	941.13	870.34	751.36	556.85	2012.03	2118.83	484.40	274.64	4188.91	3820.65
Capital Expenditure	551.26	632.65	0.23	-	-	-	2.36	0.82	553.85	633.47
Depreciation	6.07	5.31	19.11	20.32	1.02	1.08	6.87	7.54	33.07	34.25
Provision for Diminution on value of investment										

Note :- There is no inter segment sales & revenue



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RAJASTHAN SMALL INDUSTRIES CORPORATION LTD
(A Government of Rajasthan Concern)
Jaipur

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Unit-Wise Comparative Statements of Turnover Profit & Loss for the year 2006-07 and 2007-08

	Name of Unit	Turnover						Profit & Loss after Appropriation	
		2006-07			2007-08			2006-2007	2007-2008
		Corpn.	Consign	Total	Corpn.	Consign	Total		
A. Handicrafts									
1	Rajasthali New Delhi	132.80	152.68	285.48	168.80	17.29	186.09	(31.19)	(54.77)
2	Rajasthali Mumbai	2.16	1.10	3.26	0.38		0.38	(10.44)	(8.65)
3	Rajasthali Cal (Ch)	6.15	23.23	29.38	4.55	22.30	26.85	(5.83)	(4.91)
4	Rajasthali Cal (Gar)	16.29	13.71	30.00	17.84	8.31	26.15	(6.99)	(5.58)
5	Rajasthali Jaipur	36.89	77.83	114.72	308.93	55.97	364.90	(47.86)	(48.44)
6	Rajasthali Mt Abu	0.11	12.08	12.19	9.53	-	9.53	(0.46)	(1.12)
7	Rajasthali Agra	1.05	3.55	4.60	11.55		11.55	(3.38)	(7.90)
8	Rajasthali Udaipur	7.73	4.76	12.49	13.85	0.05	13.90	(7.07)	(10.73)
9	Rajasthali Jaisalmer	2.35	-	2.35	2.13		2.13	0.14	0.20
10	D.D.R.C Jaipur			-			-	(25.27)	(26.98)
	Total (A)	205.53	288.94	494.47	537.56	103.92	641.48	(138.35)	(168.88)
B. E.I.S									
11	Air Cargo Sanganer	-	-	-			-	237.99	195.05
12	I.C.D, Sanganer	-	-	-			-	1.81	57.70
13	I.C.D, Jodhpur	-	-	-			-	18.18	43.23
14	I.C.D, Bhilwara	-	-	-			-	(7.18)	31.18
15	I.C.D, Bhiwadi	-	-	-			-	(4.07)	0.66
	Total (B)	-	-	-	-	-	-	246.73	327.82
C. Other									
16	Distribution	-	-	-			-		
	(a) Raw Material	14,635.54	1,175.43	15,810.97	17,792.54	1,740.33	19,532.87	83.21	154.22
	(b) Marketing Division	725.70		725.70		462.60	462.60	25.91	3.90
17	Head Office							(302.03)	(368.31)
	Total (C)	15,361.24	1,175.43	16,536.67	17,792.54	2,202.93	19,995.47	(192.91)	(210.19)
	Grant Total (A+B+C)	15,566.77	1,464.37	17,031.14	18,330.10	2,306.85	20,636.95	(84.53)	(51.25)
16	Headling Charges of Cargo/I.C.D Services	1,714.46		1,714.46	2,682.48		2,682.48		
	Grant Total	17,281.23	1,464.37	18,745.60	21,012.58	2,306.85	23,319.43	(84.53)	(51.25)







सत्यमेव जयते

संख्या / No. सीए 58/2008/आरएस/2007-08/व. 242/
पृ-1130

भारतीय लेखा तथा लेखा परीक्षा विभाग
कार्यालय महालेखाकार (वाणिज्यिक एवं प्राप्त लेखा परीक्षा), राजस्थान
जनपथ, जयपुर-302 005

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE ACCOUNTANT GENERAL (COMMERCIAL & RECEIPT AUDIT), RAJASTHAN
JANPATH, JAIPUR-302 005

दिनांक / Date 29.9.2008

प्रबन्ध निदेशक,
राजस्थान स्माल इण्डस्ट्रीज कॉर्पोरेशन लिमिटेड,
उद्योग भवन, तिलक मार्ग,
जयपुर

विषय : राजस्थान स्माल इण्डस्ट्रीज कॉर्पोरेशन लिमिटेड, जयपुर के 31 मार्च 2008 को
समाप्त वर्ष के लेखों पर भारत के नियंत्रक महालेखापरीक्षक की टिप्पणी।

महोदय,

मुझे कम्पनी अधिनियम की धारा 619 (5) के अंतर्गत कम्पनी की वार्षिक साधारण
सभा में प्रस्तुत करने हेतु 31 मार्च 2008 को समाप्त वर्ष के लिए राजस्थान स्माल इण्डस्ट्रीज
कॉर्पोरेशन लिमिटेड, जयपुर के लेखाओं पर कम्पनी अधिनियम की धारा 619 (4) के अधीन
शून्य टिप्पणी प्रमाण पत्र जारी करने का आदेश प्राप्त हुआ है।

उपरोक्त अवधि के वार्षिक लेखे एवं लेखापरीक्षकों की रिपोर्ट की सात प्रतियां जैसी
कि साधारण सभा में रखी जावें तथा स्वीकृत की जावें, कृपया इस कार्यालय को शीघ्र
भिजवाने का श्रम करें।

संलग्न : उपरोक्तानुसार

भवदीय,

29.09.08

व. उपमहालेखाकार (वाणिज्यिक)

Co. Sec.
29/9/08

टैलेक्स : 2285
Telex : 2285

फैक्स : 0141-2385230
Fax : 0141-2385230

टेलीफोन : 2385431-39
Telephone : 2385431-39

तार : लेखापरीक्षा II, जयपुर
Telegram : Lekhapariksha II, Ja



संख्या / No. सीएडब्ल्यू ३/वाले/आरएस अक्षर/2007-08/वृ-242/
प्र-1130

भारतीय लेखा तथा लेखा परीक्षा विभाग
कार्यालय महालेखाकार (वाणिज्यिक एवं प्राप्त लेखा परीक्षा), राजस्थान
जनपथ, जयपुर-302 005

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE ACCOUNTANT GENERAL (COMMERCIAL & RECEIPT AUDIT), RAJASTHAN
JANPATH, JAIPUR-302 005

प्रबन्ध निदेशक,
राजस्थान स्माल इण्डस्ट्रीज कॉर्पोरेशन लिमिटेड,
उद्योग भवन, तिलक मार्ग,
जयपुर

दिनांक / Date 29.9.2008

विषय : राजस्थान स्माल इण्डस्ट्रीज कॉर्पोरेशन लिमिटेड, जयपुर के 31 मार्च 2008 को
समाप्त वर्ष के लेखों पर भारत के नियंत्रक महालेखापरीक्षक की टिप्पणी।

महोदय,

मुझे कम्पनी अधिनियम की धारा 619 (5) के अंतर्गत कम्पनी की वार्षिक साधारण
सभा में प्रस्तुत करने हेतु 31 मार्च 2008 को समाप्त वर्ष के लिए राजस्थान स्माल इण्डस्ट्रीज
कॉर्पोरेशन लिमिटेड, जयपुर के लेखाओं पर कम्पनी अधिनियम की धारा 619 (4) के अधीन
शून्य टिप्पणी प्रमाण पत्र जारी करने का आदेश प्राप्त हुआ है।

उपरोक्त अवधि के वार्षिक लेखे एवं लेखापरीक्षकों की रिपोर्ट की सात प्रतियां जैसी
कि साधारण सभा में रखी जावें तथा स्वीकृत की जावें, कृपया इस कार्यालय को शीघ्र
भिजवाने का श्रम करें।

संलग्न : उपरोक्तानुसार

भवदीय,

29.09.08

व. उपमहालेखाकार (वाणिज्यिक)

Co. Sec.
29/9/08

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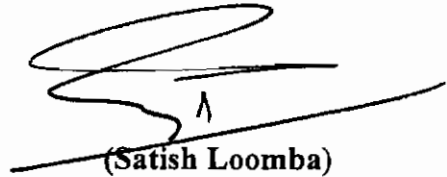
COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF RAJASTHAN SMALL INDUSTRIES CORPORATION LIMITED, JAIPUR FOR THE YEAR ENDED 31 MARCH 2008.

The preparation of financial statements of Rajasthan Small Industries Corporation Limited, Jaipur for the year ended 31 March 2008 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under section 227 of the Companies Act, 1956 based on independent audit in accordance with the auditing and assurance standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 3.9.2008.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 619(3) (b) of the Companies Act, 1956 of the financial statements of Rajasthan Small Industries Corporation Limited, Jaipur for the year ended 31 March 2008. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge

which would give rise to any comments upon or supplement to Statutory Auditors report under section 619(4) of the Companies Act, 1956.

**For and on the behalf of
the Comptroller and Auditor General of India**

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke at the bottom.

**(Satish Loomba)
Accountant General (C.& R. Audit)
Rajasthan, Jaipur**

**Place:-Jaipur
Date:- 29.9.08 .**