

BKT TYRES LIMITED

ANNUAL REPORT

YEAR 2011-2012

BKT TYRES LIMITED

Regd. Office: C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai 400013

N O T I C E

NOTICE is hereby given that the 5th Annual General Meeting of the members of BKT TYRES LIMITED will be held as scheduled below:

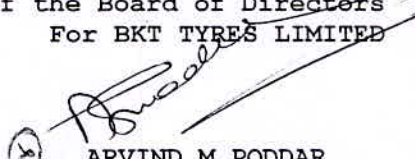
DAY : Saturday
DATE : 4th August, 2012
TIME : 10:00 a.m.
PLACE : C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai 400013

The Agenda for the Meeting will be as under:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2012 and the Balance Sheet as at that date together with the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Shri Rajiv A Poddar, who retires by rotation, and being eligible offers himself for re-appointment.
3. To appoint Auditors and fix their Remuneration.

By Order of the Board of Directors
For BKT TYRES LIMITED


ARVIND M PODDAR
DIRECTOR

Registered Office:
C/15, Trade World,
Kamala Mills Compound,
Senapati Bapat Marg,
Lower Parel (West),
Mumbai 400013

Place: Mumbai
Dated: 19th May, 2012

NOTES:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. The instrument appointing proxy should, however, be deposited at the Registered Office of the Company: C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai 400013 not less than 48 hours before commencement of the Meeting.
- 2) The Register of Members and Share Transfer Books of the Company will remain closed on Saturday, the 4th August, 2012.

- 3) Members/Proxies should bring the attendance slip sent herewith duly filled in for attending the Meeting.

By Order of the Board of Directors
For BKT TYRES LIMITED



Arvind M. Poddar
ARVIND M PODDAR
DIRECTOR

Registered Office:
205, Creative Industrial Estate,
72 N.M. Joshi Marg,
Mumbai-400011

Place: Mumbai
Dated: 19th May, 2012

BKT TYRES LTD.

ATTENDANCE SLIP

Registered Office: C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg,
Lower Parel (West), Mumbai 400013

PLEASE FILL ATTENDACE SLIP AND HAND OVER AT THE ENTRANCE OF THE MEETING VENUE

Folio No....., DP ID Client ID.....

Name of the Shareholder:No. of Shares held

I hereby record my presence at the 5th Annual General Meeting of the Company held on
Saturday, the 4th August, 2012 at 10:00 a.m. at C/15, Trade World, Kamala Mills
Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai 400013.

Signature of the Shareholder:

(only shareholders/proxies are allowed to attend the meeting)

BKT TYRES LTD.

PROXY FORM

Registered Office: C/15, Trade World, Kamala Mills Compound, Senapati Bapat Marg,
Lower Parel (West), Mumbai 400013

Folio No....., DP ID Client ID..... No. of Shares held

I/We of being a member(s) of
BKT TYRES LIMITED, hereby appoint of
..... failing him.....of as my/our
proxy to attend and vote for me/us and on my/our behalf at the 5th Annual General
Meeting of the Company held Saturday, the 4th August, 2012 at 10:00 a.m. at C/15,
Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai
400013.

Signed this day of 2012

affix 30
paise
Revenue
Stamp

Signature across Revenue Stamp

Note: The proxy in order to be effective should be duly stamped, completed and signed
and must be deposited at the Registered Office of the Company not less than 48 hours
before the time for holding the aforesaid meeting. The proxy need not be member of the
Company.

BKT TYRES LIMITED

DIRECTORS' REPORT

Dear Shareholders,

Your Directors are pleased to present the 5th Annual Report and Audited Statement of Accounts for the year ended 31st March 2012.

FINANCIAL RESULTS:

	Rupees	
	Current Year Ended 31.03.2012	Previous Year ended 31.03.2011
Income	200,602	NIL
Expenditure	53,863	27,869
Profit /(Loss) : Before Tax	<u>1,46,739</u>	<u>(27,869)</u>
Less : Provision for Tax	41,000	NIL
Profit After Tax	<u>1,05,739</u>	<u>(27,869)</u>

The Company has earned a profit of Rs. 1.47 lacs during the Year.

DIVIDEND:

No Dividend is declared.

DIRECTORS:

Shri Rajiv A Poddar, retire by rotation and being eligible, offer himself for re-appointment.

Necessary resolutions for their re-appointment are placed before the Shareholders. Your Directors commend the resolutions.

PARTICULARS OF EMPLOYEES:

There are no employees in receipt of remuneration as prescribed in accordance with section 217(2A) of the Companies Act, 1956 read with the Rules, hence no information is provided.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

Information required under section 217 (1)(e) of the Companies Act, 1956, read with Rule 2 of the Companies (Discloser of Particulars in the Report of Board of Directors) Rules, 1988, for the year ended 31st March, 2012 is furnished here below.

Conservation of Energy - Not applicable

Technology Absorption - Not applicable

Foreign Exchange Earning and outgo - Not applicable

RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) In the preparation of the accounts for the financial year ended 31st March, 2012, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit of the Company for the year under review;
- (iii) The Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) The Directors have prepared the accounts for the financial year ended 31st March, 2012 on a "going concern" basis.

AUDITORS:

The members are requested to appoint Auditors and fix their remuneration. Messers Jayantilal Thakkar & Co., Chartered Accountants, the retiring Auditors and who have furnished certificates of their eligibility for re-appointment as required under Companies Act, 1956.

For and on behalf of the Board of Directors



ARVIND M. PODDAR
Chairman

Mumbai,
Dated: 19th May, 2012

REF. NO.

**REPORT OF THE AUDITORS TO THE MEMBERS OF
BKT TYRES LIMITED**

1. We have audited the attached Balance Sheet of **BKT TYRES LIMITED** as at 31st March, 2012 and also the Statement of Profit and Loss and 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.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 ('the Order'), issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 ('the Act'), we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that :-
 - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the applicable accounting standards referred to in sub-section (3C) of Section 211 of the Act;
 - v) On the basis of written representations received from the directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act ;



vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the Accounting Policies and Notes to Accounts, give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :-

(a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012 ;

(b) In the case of the Statement of Profit and Loss , of the **PROFIT** for the year ended on that date ;

And

(c) In the case of Cash Flow Statement of the cash flows for the year ended on that date ;

FOR JAYANTILAL THAKKAR & CO.
Chartered Accountants
(Firm Reg. No. 104133W)



V. A. Merchant

VIRAL A. MERCHANT
Partner
Membership No. 116279

Mumbai,
Dated : 19th May, 2012

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our Report of even date on the accounts of BKT TYRES LIMITED for the year ended 31st March, 2012.

- i) The Company does not have any fixed Assets hence the provisions of clause 4(i) (a) (b) (c) of the Order are not applicable to the Company.
- ii) The Company does not have any inventory hence the provisions of clause 4(ii) (a) (b) (c) of the Order are not applicable to the Company.
- iii) The Company has not granted or taken any loans, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under Section 301 of the Act, hence the provisions of clause 4(iii) (a), (b), (c), (d), (e), (f) of the Order are not applicable to the Company.
- iv) As the Company does not have any fixed assets and inventory and also does not sell any goods and services, the question of adequacy and weaknesses of internal control procedures in respect of the same does not arise.
- v) As per the information and explanations given to us, during the year there were no transactions that need to be entered in the register maintained under Section 301 of the Act.
- vi) The Company has not accepted deposits from the public.
- vii) The paid up capital of the Company and reserves do not exceed Rs. 50 Lakhs at the commencement of the year nor its average turnover exceeds Rs. 5 Crores for a period of three consecutive financial years immediately preceeding the current financial year. Hence, clause 4(vii) of the Order regarding the internal audit system is not applicable to the Company.
- viii) Section 209 (1) (d) of the Act relating to the maintenance of cost records is not applicable to the Company since it is not engaged in production, processing, manufacturing or mining activities.
- ix) a] As per the information given to us, during the year, the Company was not required to deposit any dues in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and/or Cess. The Company was regular in depositing Income Tax dues with the appropriate authorities. There were no undisputed dues remaining outstanding as at 31st March, 2012 for a period of more than six months.
b] As per the information given to us, as the Company was not required to deposit dues in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess, the question of such disputed dues pending before any forum, does not arise.



- x) The Company has been registered for a period of less than five years hence the provisions of clause 4(x) of the Order regarding the accumulated losses and cash losses are not applicable to the Company.
- xi) The Company does not have any debentures nor it has obtained any financial assistance from the financial institution and/or bank and hence clause 4(xi) of the Order is not applicable to the Company.
- xii) As per 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, debentures and other securities.
- xiii) In our opinion, the Company is not a chit fund/nidhi/mutual benefit fund/society and therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.
- xiv) According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, provisions of clause 4 (xiv) of the Order are not applicable to the Company.
- xv) As per the information given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- xvi) As per the records of the Company, it has not taken any term loan during the year.
- xvii) As per the information and explanations given to us and in our opinion, the Company has not raised any funds on short term basis during the current year and hence the question of using the same for long term investment does not arise.
- xviii) During the year, the Company has not made any preferential allotment of shares to parties, covered in the register maintained under Section 301 of the Act.
- xix) The Company has not issued any debentures during the year.
- xx) The Company has not raised money by public issue.
- xxi) Based upon the audit procedures performed and to the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.



FOR JAYANTILAL THAKKAR & CO.
Chartered Accountants
(Firm Reg. No. 104133W)

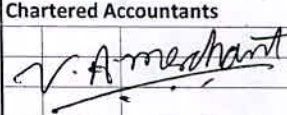


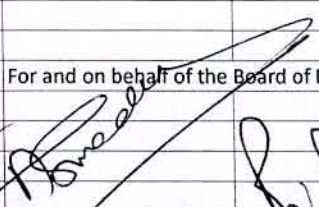
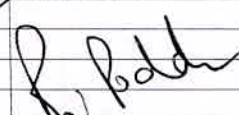
V. A. Merchant

VIRAL A. MERCHANT
Partner
Membership No. 116279

Mumbai,
Dated : 19th May, 2012

BKT TYRES LIMITED

Balance Sheet as at 31st March, 2012

PARTICULARS		Note No.	Current Year Rupees	Previous Year Rupees
I EQUITY AND LIABILITIES				
1 SHAREHOLDERS' FUND				
(a)	Share Capital	2	5,00,000	5,00,000
(b)	Reserves and Surplus	3	(9,615)	(115,354)
			4,90,385	3,84,646
2 NON-CURRENT LIABILITIES				
	Long-Term Provisions	4	41,000	NIL
			41,000	NIL
3 CURRENT LIABILITIES				
(a)	Trade Payables	5	11,236	11,030
(b)	Other Current Liabilities	6	1,425	NIL
			12,661	11,030
	TOTAL		5,44,046	3,95,676
II. ASSETS				
1 NON - CURRENT ASSETS				
	Long-Term Loans and Advances	7	20,060	NIL
			20,060	NIL
2 CURRENT ASSETS				
	Cash and Cash Equivalents	8	523,986	395,676
			5,23,986	3,95,676
	TOTAL		5,44,046	3,95,676
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS		1 to 14		
The Notes referred to above form an integral part of the Financial Statements.				
As per our report of even date attached				
For JAYANTILAL THAKKAR & CO. Chartered Accountants			For and on behalf of the Board of Directors	
				
VIRAL A. MERCHANT Partner			ARVIND M. PODDAR Director	RAJIV A. PODDAR Director
Mumbai, Dated: 19th May, 2012			Mumbai, Dated: 19th May, 2012	

BKT TYRES LIMITED

Statement of Profit and Loss Account for the year ended 31st March, 2012

PARTICULARES		Note No.	Current Year Ruppes	Previous Year Rupees
I	Revenue From Operations	9	2,00,602	NIL
	Total Revenue		2,00,602	NIL
II	EXPENSES :			
	Other Expenses	10	53,863	27,869
III	Profit before exceptional and Extraordinary items and tax (I-II)		1,46,739	(27,869)
IV	Tax Expense:			
	- Current Tax		41,000	NIL
V	Profit After Tax		1,05,739	(27,869)
VI	Earnings Per Equity Share:			
	- Basic and Diluted	11	2.11	(0.56)

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS 1 to 14

The Notes referred to above form an integral part of the Financial Statements.

As per our report of even date attached

For JAYANTILAL THAKKAR & CO.

Chartered Accountants

V. A. Merchant



For and on behalf of the Board of Directors

Arvind M. Poddar

Rajiv A. Poddar

VIRAL A. MERCHANT

Partner

Mumbai,

Dated: 19th May, 2012

ARVIND M. PODDAR

Director

Mumbai,

Dated: 19th May, 2012

RAJIV A. PODDAR

Director

NOTE NO. 1

SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared under the historical cost convention and on accrual basis.

Sale of Services

Revenue from sale of Logistics services - Brokerage / Commission is accounted as and when services are rendered.

Taxation

Provision for current tax is made and retained in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income Tax Act, 1961.



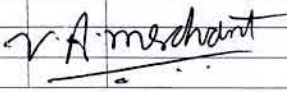


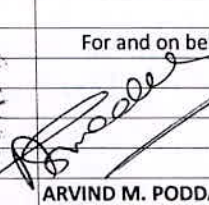
NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS

NOTE NO.2		Current Year Rupes	Previous Year Rupees
SHARE CAPITAL			
Authorised :			
50,000 (Previous Year 50,000) Equity Shares of Rs.10 each		5,00,000	5,00,000
Issued Subscribed and fully paid up:			
50,000 (Previous Year 50,000) Equity Shares of Rs.10 each fully paid up		5,00,000	5,00,000
		5,00,000	5,00,000
(All the above Equity Shares are held by the Holding Company viz. Balkrishna Industries Limited and its nominees.)			
Terms/rights attached to equity shares			
All the Equity Shares has equal rights in respect of distribution of dividends and the repayment of capital.			
NOTE NO.3		Current Year Rupes	Previous Year Rupees
RESERVES AND SURPLUS			
Surplus			
Opening Balance		(115,354)	(87,485)
Add: Net Profit / (Loss) for the current year		1,05,739	(27,869)
Closing Balance		(9,615)	(115,354)
NOTE NO.4		Current Year Rupes	Previous Year Rupees
OTHER LONG TERM PROVISIONS			
-Provision for Taxation		41,000	NIL
		41,000	NIL
NOTE NO.5		Current Year Rupes	Previous Year Rupees
TRADE PAYABLE			
Trade Payable		11,236	11,030
(Refer Note No. 13 for details of Dues to Micro and Small Enterprises)			
		11,236	11,030
NOTE NO.6		Current Year Rupes	Previous Year Rupees
OTHER CURRENT LIABILITIES			
Other payables			
- Other Payable - Interest on Income Tax		1,425	NIL
		1,425	NIL
NOTE NO.7		Current Year Rupes	Previous Year Rupees
LONG TERM LOANS AND ADVANCES			
(Unsecured, considered good)			
Others loans and advances			
- Tax deducted at source		20,060	NIL
		20,060	NIL



NOTE NO.8		Current Year Rupes	Previous Year Rupees
CASH AND CASH EQUIVALENTS			
	-Balances with bank	5,16,631	3,88,321
	-Cash on hand	7,355	7,355
		5,23,986	3,95,676
NOTE NO.9		Current Year Rupes	Previous Year Rupees
REVENUE FROM OPERATIONS			
	- Sales of Services - Commission / Brokerage	2,00,602	NIL
		2,00,602	NIL
NOTE NO.10		Current Year Rupes	Previous Year Rupees
OTHER EXPENSES			
	- Rates and Taxes excluding taxes on income	2,500	2,500
	- Filing Fees / charges	1,200	2,100
	- Interest to others	1,425	NIL
	- Legal and Professional charges	48,738	13,237
	- Miscellaneous Expenses	NIL	10,032
		53,863	27,869
NOTE NO.11		Current Year Rupes	Previous Year Rupees
Earning Per Share (EPS) (In accordance with Accounting Standard - 20)			
	Profit / (Loss) After Tax	105,739	(27,869)
	Number of Equity Shares outstanding for Basic/Diluted Earning Per Share	50,000	50,000
	Nominal Value of Equity Shares (in Rupees)	10	10
	Earning Per Share Basic/Diluted	2.11	(0.56)



NOTE NO.12 -		Current Year Rupees	Previous Year Rupees
	Payment to Auditors		
	Statutory Auditors		
	- Audit Fees	10,000	10,000
	- Taxation Mattres	30,000	NIL
	- For reimbursement of expenses		
	Service Tax	4,326	1,130
		44,326	11,130
NOTE NO.13			
a)	There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.		
b)	The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.		
NOTE NO.14			
The previous year figures have been re - arranged and / or regrouped wherever necessary.			
As per our report of even date attached			
For JAYANTILAL THAKKAR & CO.		For and on behalf of the Board of Directors	
Chartered Accountants			
			
VIRAL A. MERCHANT		ARVIND M. PODDAR	RAJIV A. PODDAR
Partner		Director	Director
Mumbai,		Mumbai,	
Dated: 19th May, 2012		Dated: 19th May, 2012	

BKT TYRES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012

	Current Year	Previous Year
	Rupees	Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit / (loss) before tax	146,739	(27,869)
Adjustment for:		
Trade and other receivable	(20,060)	NIL
Trade and other payables	1,631	4,412
	128,310	(23,457)
Cash generated/(used) from operations	128,310	(23,457)
Direct Taxes paid	NIL	NIL
Net cash generated / (used) from Operating Activities	128,310	(23,457)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Net cash generated / (used) from Investing Activities	NIL	NIL
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Net Cash generated / (used) from Financing Activities	NIL	NIL
Net increase /(decrease) in cash and cash equivalent	128,310	(23,457)
Cash and cash equivalent as at the beginning of the year	395,676	419,133
Cash and cash equivalent as at the end of the year	523,986	395,676

As per our report of even date attached
For **JAYANTILAL THAKKAR & CO.**
Chartered Accountants

V. A. Merchant

VIRAL A. MERCHANT
Partner
Mumbai,
Dated: 19th May, 2012



For and on behalf of the Board of Directors

Arvind M. Poddar
ARVIND M. PODDAR
Director
Mumbai,
Dated: 19th May, 2012

Rajiv A. Poddar
RAJIV A. PODDAR
Director