

Oriental Trimex Limited
(An ISO 9001-2000 Certified Company)



Imported Marble Products



Granite products from Company's own quarries



Oriental

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(An ISO 9001-2000 Certified Company)

Corporate Information

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Registered Office:

708, 7th Floor, Padma Tower-1, 5 Rajindra Place,
New Delhi-110008

Corporate Office:

26/25, IInd Floor, Bazar Marg, Old Rajinder
Nagar, New Delhi-110060

Board Of Directors

Shri Rajesh Punia, Managing Director
Smt. Savita Punia, Whole Time Director
Shri Sunil Kumar
Shri Vivek Seth
Shri M.C. Mehta
Shri. D.V. Gupta

Company Secretary

Shri Hari Singh Bisht

Auditors,
Mehra Wadhwa & Co.,
Chartered Accountants, New Delhi-110060

Registrar & Share Transfer Agent

M/S Beetal Financial & Computer Services (P)Ltd, Beetal House, 3rd Floor, 99 Madangir, Behind Local Shopping Centre, New Delhi-110062

Bankers of the Company

The Jammu & Kashmir Bank Limited, New Delhi
The State Bank of Bikaner & Jaipur, New Delhi

Works of the Company

Marble Processing Unit- D-3, Site-V, Surajpur Industrial Area, Greater Noida, U.P.-India
Granite Processing Unit-S-2/6, Industrial Estate, Asanbani, Rairangpur,
District-Mayurbhanj, Orissa-India.

NOTICE

Notice is hereby given that the Eleventh Annual General Meeting of the Members of **ORIENTAL TRIMEX LIMITED** will be held on Monday, July 30, 2007 at 10.00 a.m., at Park View's, Indraprastha Motel, Main Rohtak Road, New Delhi-110041 to transact the following businesses :

Ordinary Business :

1. To consider and adopt the audited Balance Sheet as at March 31, 2007, Profit and Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To appoint Directors in place of Shri Vivek Seth, who retires by rotation, and being eligible, offers himself for reappointment.
3. To appoint Directors in place of Shri M.C. Mehta, who retires by rotation, and being eligible, offers himself for reappointment.
4. To appoint Auditors and to fix their remuneration and in this regard to consider and, if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution :

“RESOLVED THAT M/s. Mehra Wadhwa & Co. Chartered Accountants, New Delhi, be and are hereby appointed as Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company on such remuneration as shall be fixed by the Board of Directors.”.

Special Business :

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

“RESOLVED THAT, the Company do make the following changes/modifications in the expansion programme as envisaged in the prospectus issued at the time of Initial Public Offer of the Company which opened on 8th February, 2007 and closed on 14th February,2007”.

Sl.	Brief Particulars of Expansion Programme as envisaged earlier	Modification/Changes approved
1.	Setting up of new marble processing unit at Kolkata	Setting up of new marble processing unit in the outskirts of Kolkata City.
2.	Setting up of new marble processing unit at Bangalore	Setting up of new marble processing unit at any suitable location in Tamil Nadu.
3.	Setting up of a new granite/decorative stones processing unit at Balasore, Orissa.	Setting up of a new granite/decorative stones processing unit at the outskirts of Kolkata along-with the marble processing unit.
4.	Setting up of retail marketing outlet at Delhi and installation of Equipment at Chennai outlet.	Setting up of retail marketing outlet at any location in National Capital Region (NCR) which inter-alia includes Noida/Greater Noida/Faridabad/Gurgaon & Ghaziabad and installation of Equipment at Chennai outlet.

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to formulate, evolve, decide upon and bring into effect the implementation of Expansion projects on such terms and conditions as deemed fit and to make any modification(s), change(s), variation(s), alteration(s) or revision(s) in the implementation programme from time to time.

“**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board be and is hereby authorized to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, expedient or proper and to settle any questions, difficulties or doubts that may arise in this regard at any stage including at the time of final implementation of the expansion programme without requiring the Board to secure any further consent or approval of the Members of the Company to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

By Order of the Board of Directors

New Delhi
June 25, 2007

Hari Singh Bisht
Company Secretary ,

Registered Office:

708, 7th Floor, Padma Tower-1,
5 Rajindra Place, New Delhi-110008

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE 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 NOT LESS THAN FORTY-EIGHT HOURS BEFORE COMMENCEMENT OF THE MEETING.**
2. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. An 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.
4. Members are requested to bring their Attendance Slip along-with their copy of Annual Report to the Meeting.
5. Members who hold shares in dematerialised form are requested to write their Client ID and DP ID Numbers and those who hold shares in physical form are requested to write their Folio Number in the Attendance Slip for attending the Meeting.
6. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. Relevant documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company on all working days, except Saturdays, between 11.00 a.m. and 1.00 p.m. up to the date of the Meeting.
8. The Company has already notified closure of Register of Members and Transfer Books from Saturday, 21, 2007 to Monday, July 30, 2007 (both days inclusive).
9. Non-Resident Indian Members are requested to inform the Company’s Registrars and Transfer Agents, M/s. Beetal Financial & Computer Services Private Limited, immediately of:
 - a) the change in the Residential status on return to India for permanent settlement.
 - b) the particulars of the Bank Account maintained in India with complete name, branch, account type, account number and address of Bank with Pin Code Number, if not furnished earlier.
10. Consequent upon the introduction of Section 109A of the Companies Act, 1956, shareholders are entitled to make nomination in respect of shares held by them in physical form, Shareholders desirous of making nominations are request to send their request in Form 2B (which will be made available on request) to the Registrar and Transfer Agents M/S Beetal Financial & Computer Services Private Limited, New Delhi.
11. In terms of Article 157 & 158 of the Articles of Association of the Company, Shri Vivek Seth, and Shri M.C Mehta, Directors, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. Brief resume of these Directors, nature of their expertise in specific functional areas and names of Companies in which they hold Directorships and memberships/chairmanships of Board Committees, as stipulated under Clause 49 of Listing Agreement with the Stock Exchanges in India, are provided in the Report on Corporate Governance forming part of the Annual Report.

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956

Item No. 5

1. Shifting of location of the proposed marble processing unit from Kolkata city to the outskirts of Kolkata.

As per the plan envisaged in the prospectus for IPO of the Company, the Company intended to set up a marble processing unit at the existing Marketing and Sales Outlet of the Company situate at 391/393Lashkarhat Khalpara, Til Jala, Opposite Ruby Hospital, E.M. Bypass, Kolkata. The Company owns only 11700 Sq.Ft. of land which is being used for the existing marketing outlets of the Company and intended to acquire the requisite additional land around the existing land for setting up the processing unit. The Board of Directors of the Company recommend to shift the proposed site of the factory from the existing site of the marketing outlet to the outskirts of the Kolkata city due to the following reasons:-

- a) Non-availability of desired size of land at the existing marketing outlets /adjacent areas.
- b) Ban on movement of trucks/trailers/containers within the Kolkata city limits.
- c) Saving on transportation to and from Kolkata port on Imports and Exports of material as the Kolkata port is situated in the outskirts of Kolkata City.

The increase in cost of project on account of additional land to be acquired would be compensated by cost reduction in the common usage machinery like Gantry Crane, EOT Crane, DG Set, Mono Blade Block Dressing Machine, Electric Installations, Buildings & Constructions etc. as the Granite Processing Unit is also being set up along-with with marble processing unit in the outskirts of Kolkata.

2. Shifting of location of marble processing unit from Bangalore to any suitable location in Tamilnadu

As per the plan envisaged in the prospectus for IPO of the Company, the Company intended to set up a marble processing unit at Bangalore. The Board of Directors of the Company are of the view that adequate land at suitable price is not available in and around Bangalore City and the setting up cost is likely to double in view of the existing land rates and construction costs prevailing in Bangalore City, hence the Board of Directors recommend that the location of the proposed marble processing unit may be shifted from Bangalore to Tamilnadu where presently there is no marble processing unit, moreover the rough marble blocks/slabs to be imported from overseas have to be cleared from Chennai port only and incase the unit is put up in and around Chennai in Tamilnadu, the Company would save immensely on transportation. Moreover, being a single marble processing unit in Tamilnadu, the Company may be able to capture larger market share in the imported marble segment. Company is having existing marketing outlet in Chennai and is well acquainted with the requirement of its product in the local market. The marketing outlet of the Company at Chennai could also be merged with the Factory to save the additional cost being incurred by the Company at present.

3. Shifting of location of the proposed granite processing unit from Balasore in Orissa to the outskirts of Kolkata along-with the marble processing unit.

As per the plan envisaged in the prospectus for IPO of the Company, the Company intended to set up a granite processing unit at Balasore but in order to seek more other fiscal and locational benefits, the Board of Director recommend the shifting of location of the subject granite processing unit from Balasore to the Outskirts of Kolkata, near to the Kolkata port and adjacent to the proposed marble processing unit to be set up on the following grounds:-

- a) The granite would mainly be processed for exports and would be subject to transportation from Orissa to Kolkata port for exports which may result in breakage/damage of granite slabs/tiles during packaging/ loading/ unloading at the factory as well as at the port for exports. Setting up of the granite processing unit near the Kolkata port would save a lot of transportation and handling costs as the entire packaging and loading in containers for exports would be done directly from the factory to be set up near the Kolkata port.
- b) Common usage of machines like Gantry Crane, EOT Crane, DG Set, Mono Blade Block Dressing Machine, Electric Installations, Buildings etc with marble processing facilities being proposed to be set-up as mentioned at No.1, would result in huge saving in the investment in Building, Plant and Machinery and to off-set the additional investment in land.
- c) Common usage of facilities like Sewage Treatment Plant, Effluent Treatment Plant, Administrative, Security & HR services.

A single mega unit having facilities of processing both marble and granite products would save a lot of material and human costs for the Company.

4. Shifting of location of the Marketing Outlet from New Delhi to National Capital Region (NCR).

As per the plan envisaged in the prospectus for IPO of the Company, the Company intended to set up a Marketing and Sales Outlet at Delhi, however, keeping in view the following aspects, the Board of Directors of the Company is of the opinion that the Marketing and Sales Outlet may be set up in the National Capital Region (NCR) depending upon the availability of the suitable location. The NCR inter-alia include Noida, Greater Noida, Faridabad, Gurgaon and Ghaziabad.

- a) Ceiling drive in the commercial areas of various parts of Delhi as per the orders of the Apex & High Court of Delhi thus creating confusion about the authentication of the notifications issued by the Urban & Housing Ministry as well as Government of Delhi (MCD & NDMC), thus creating a total confusion over the demarcation of commercial and residential areas. This may continue till the master plan of Delhi is approved in totality by the Apex & High Court of Delhi.
- b) Shifting of marble markets outside Delhi to NCR due to ceiling drive.
- c) Ban on movement of trucks and trailers/containers during 9 am to 9 pm, adversely affecting the movement of goods.
- d) Paucity of suitable space in the commercial areas.

In view of the aforesaid reasons, the Board of Directors of the Company recommend that the subject Marketing & Sales Outlet proposed to be set up in Delhi may be shifted to NCR.

The Board is of the opinion that the aforesaid locational changes may result in variation in the total project cost, however, the project overrun, if any, would be met through the internal accruals of the Company.

The Board recommends the resolution set out at item No.5 of the Notice for your approval.

None of the Directors of the Company is, in any way, concerned or interested in the resolution.

By Order of the Board of Directors

New Delhi
Dated: June 25, 2007

Hari Singh Bisht
Company Secretary

DIRECTOR'S REPORT

To,
The Members,

Your Directors have great pleasure in presenting the 11th Annual Report together with audited statements of accounts for the Financial Year ended 31st March 2007.

The performance of the Company for the financial year ended 31st March 2007, is summarized below:

(Rs. In Lakhs)

Particulars	Year ending 31 st March 2007 Rs.	Year ending 31 st March 2006 Rs.
Income	7893.95	5092.59
EBIDTA	711.89	547.10
Less: Interest	189.37	117.62
Less: Depreciation	22.13	20.20
Profit before Tax	500.39	409.28
Provisions for Tax	193.52	137.14
Profit After Tax	306.86	272.14
Less Income Tax for Earlier Years	13.24	1.03
Add: Excess Provisions for Tax Written Back	0.00	0.20
Profit Available for Appropriation	293.63	271.31
Appropriations		
- General Reserves	50.00	40.00
- Dividend (Interim)	00.00	26.00
- Tax on distributed profit	00.00	3.65
Balance Carried Forward to Balance Sheet	243.63	201.66

PERFORMANCE

The consolidated turnover of the Company increased from 5092.59 lakhs in 2005-06 to Rs.7893.95 lakhs in 2006-07.

Initial Public Offer and IPO Fund Utilisation

In the financial year 2006-07, the Company had come out with an IPO, wherein Company had issued 93,11,875 Equity Shares of Rs.10 Each through 100% Book Building Route to investors and raised a sum of Rs.4469.70 lakhs. The utilization of the IPO proceeds as on 31st March 2007 is as follows:

Particulars	Amount (Rs.in Lakhs)
Funds Received through IPO proceeds	4469.70
Utilisation	
1. Issue Expenses	414.19
2. In Fixed Deposits with "The Jammu & Kashmir Bank Limited"	3508.00
3. In Escrow Account with "The Jammu & Kashmir Bank Limited"	0.05
4. Utilised for General Corporate Purposes (Working Capital)	547.56
Unutilised Funds as on 31-03-2007 have been kept in fixed deposits with "The Jammu & Kashmir Bank Limited)	

DIVIDEND

In view of the ongoing expansion programme of the Company, the Board of Directors have not recommended any dividend for the financial year ended 31st March 2007.

ACQUISITION OF NEW GRANITE QUARRY AT VILLAGE POTTERU IN MALKANGIRI DISTRICT OF ORISSA

During the year, your Company has acquired the mining rights from the department of mines, government of Orissa for mining of decorative stone (minor minerals) at village Potteru in Malkangiri District of Orissa through a prospecting license. The decorative stone quarry is spread over 10.279 hectares/25.40 acres and has deposits of black colour granite stone. The workable deposits in this quarry are estimated around 3,53,86,155 Cubic feet.

EXPANSION PROGRAMME

As per the Expansion Plan of the Company, the Company is expanding its present capacity of Greater Noida to 25200 MT p.a. and setting up marble processing units at Kolkata and Tamilnadu (earlier planned in Bangalore) with an annual processing capacity of 12600 MT p.a. each. Apart from marble processing units, the Company is also setting up a granite processing unit in the outskirts of Kolkata (earlier planned at Balasore). The expansion projects are likely to be commissioned during by the last quarter of this current fiscal year 2007-08 and would commence production in the beginning of the next fiscal year 2008-09. With sufficient processing capacities, the Company would be in a position to tap the booming construction industry. The expansion projects was to commence in April 2007 and completed by October/November 2007 but due certain modification/changes in the projects, the same are slated to be completed by March 2008.

Presently the Company owns three granite quarries and the Company has applied for around a dozen more quarries in the state of Orissa and expect allotment of few more quarries in the current fiscal year 2007-08. Company would derive substantial operational benefits when these quarries come in full production in the near future.

DIRECTORS

There was no change in the composition of Board of Directors. Sh. Vivek Seth & Shri Mahesh Chandra Mehta Directors of the Company are liable to retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment.

DIRECTORS RESPONSIBILITIES-STATEMENT

Pursuant to section 217(2) of the Companies Act,1956, your Directors confirm:

- (i) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) That the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the slate of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period:
- iii) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) That the Directors have prepared the annual accounts for the financial year ended 31st March 2007 on a going concern basis.

AUDITORS

The Auditors of the Company M/S Wadhwa Mehra & Co., Chartered Accountants, New Delhi, Statutory Auditors of the Company retire at the conclusion of ensuing Annual General Meeting of the Company and being eligible offer themselves for re-appointment. The Auditors report is self explanatory and does not require any explanation by the Board of Directors.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE.

The required information under Section 217(1) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 with respect to conservation of energy, technology absorption and foreign exchange is annexed as Annexure 'A' and forms part of this report.

PERSONNEL

The Industrial relation throughout the year was smooth. Your Directors are pleased to place on record their appreciation for contribution made by the employees at all levels in achieving the objectives of the Company. The information under section 217(2A) of the Companies Act 1956 is enclosed as per Annexure 'B' and forms part of this report.

FIXED-DEPOSIT

The Company has not accepted any fixed deposit from the public.

SHARE CAPITAL

The Company came out with its Initial Public Offer which opened on 8th February 2007 and closed on 14th February 2007 by offering 1,00,00,000 equity shares through book building route and allotted 93,11,875 equity shares of Rs.10 Each at a premium of Rs.38 per Share. The paid up equity share capital of the Company increased by 9,31,18,750 thus aggregating to Rs.14,81,52,080 as on 31.03.2007.

LISTING

The equity shares of the Company have been listed on 7th March 2007 at:

1. Bombay Stock Exchange Limited,
2. National Stock Exchange of India Limited

DEPOSITORY SYSTEM

The shares of the Company are being traded in compulsory dematerialized form. The Company has ensured connectivity with both the depositories i.e., NSDL and CDSL.

CORPORATE GOVERNANCE

A detailed report on Corporate Governance as per clause 49 of the listing agreement is annexed as Annexure 'C' to this report.

ACKNOWLEDGMENTS

Your Directors express their grateful appreciation for the assistance and co-operation received from the Bankers of the Company, government authorities and also thank the shareholders for the confidence reposed by them in the Company and look forward to their valuable support for the future plans of the Company.

Directors also thank its employees, customers, stockists, retail traders for their continued patronage of the Company's products.

Place: New Delhi
Date: 25th June 2007

For & On behalf of the Board
Rajesh Punia,
Chairman

ANNEXURE TO THE DIRECTORS REPORT

ANNEXURE 'A'

Statement of particulars under the Companies (Disclosure of particulars in the report of Board of Directors) Rules 1988.

CONSERVATION OF ENERGY

The Company's operations involve low energy consumption and there are no major areas where energy conservation measures could be considered. However, efforts to conserve and optimize the use of energy and improved operational methods will continue. Training programmes are conducted to increase awareness of conservation of energy among the workforce.

Disclosure of particulars with respect to energy conservation.

	2006-2007	2005-2006
A. Power and fuel consumption		
1. Electricity		
a) Purchased		
Units	181792	44262
Total Amount	852475	182037
Rate per Unit	4.69	4.67
b) Own generation		
i) Units (through diesel generator)	146916	461305
Units per litres of diesel oil	2.83	2.83
Cost per unit(Rs.)	11.89	11.89
(ii) Through steam turbine/generator		
2. Coal	N.A.	N.A.
3. Furnace Oil	N.A.	N.A.
4. Others/Internal generation	N.A.	N.A.
B. Consumption per unit of production		
-Marble processing	3 Units/per Sq.Ft.	3.15 Units/per Sq.Ft.

TECHNOLOGY ABSORPTION

The Company has not imported any technology. Effective pollution control system has already been installed in the factory. Total quality management system has already implemented. Due to consistent efforts, the Company could achieve improvement and development in the quality of the product. It has also achieved process development, cost reduction etc.

FOREIGN EXCHANGE EARNING AND OUTGO

The details regarding foreign exchange earnings and outgo are given in Note to Profit and Loss Account and Balance sheet

Annexure 'B'

Statement pursuant to section 217(2A) of the Companies Act 1956 and the Companies (Particulars of Employees) Rules, 1975 and forming part of the Directors' Report

Name	Designation	Age	Qualification	Total Experience	Date of commencement of appointment	Gross Remuneration in (Rs. In lakhs)	Previous Employment held
Rajesh Punia	Managing Director	47 years	B.Sc., L.L.B.	25 Years	22.04.1996	36.50	Nil

- Note:
1. Gross remuneration comprises basic salary, allowances, monetary value of perquisites as per the rules under the Income Tax, 1961.
 2. The nature of employment is contractual.

Place: New Delhi
Date: 25th June 2007

For & On behalf of the Board
Rajesh Punia,
Chairman

CORPORATE GOVERNANCE

1. Company's Philosophy on Corporate Governance

The Company believes in good Corporate Governance, which is an integral part of its business ethics. Through Corporate Governance the Company wanted to achieve highest level of transparency, accountability and equity in all its activities and functions. The overall target is to enhance the value of the stakeholders by providing them with all sorts of information with regard to the functioning of the Company and remain committed to the highest level of customer satisfaction and high standard of business ethics in the long run. The Company firmly believes that over a period of time all its operations and actions must serve the underlying goal of enhancing overall shareholders value.

For implementing the Corporate Governance practices, the Company has a well defined policy framework consisting of the following:-

- ❖ Code of conduct and Ethics for Board of Directors and Senior Management personnel;
- ❖ Code of conduct for prohibition of insider trading,
- ❖ Committee of the Board viz., Audit Committee, Remuneration Committee, Shareholders'/Investors Grievance cum Share Transfer Committee.

2. Board of Directors

(a) The present composition of the Board of Directors is as follows

Name of Director	Designation	Status
Sh. Rajesh Punia,	Managing Director	Promoter & Executive
Smt. Savita Punia	Whole Time Director	Promoter & Executive
Sh. Sunil Kumar	Director	Non Executive Non-Independent
Sh. Vivek Seth	Director	Independent Non Executive
Sh. Mahesh Chandra Mehta	Director	Independent Non Executive
Sh.Dharamvir Gupta	Director	Independent Non Executive

The Directors bring to the Board wide range of experience and skills.

3. Attendance of Directors at Board Meetings, Annual General Meeting and Extra Ordinary General Meeting and details of other Directorship and Membership/Chairmanship of Committee of each Director in various Companies.

Name of Director	Attendance Particulars			No. of Outside Directorship held		
	Board Meeting	Attendance at		Directorship	Committee Membership	Chairmanship
	AGM	EGM				
Sh. Rajesh Punia,	16	Yes	Yes	4	-	-
Smt. Savita Punia	16	Yes	Yes	4	-	-
Sh. Sunil Kumar	16	Yes	Yes	3	-	-
Sh. Vivek Seth	16	Yes	Yes	-	-	-
Sh. Mahesh Chandra Mehta	14	Yes	Yes	-	-	-
Sh.Dharamvir Gupta	10	Yes	Yes	-	-	-

4. Details of Board Meetings

Sixteen Board Meetings were held during the year, as against the minimum requirement of four meetings. The dates on which meetings were held are 29th April, 2006, 17th & 31st May 2006, 18th July 2006, 1st & 4th September, 2006, 24th October, 2006, 6th December,2006, 17th January,2007, 3rd, 15th, 16th, 19th, 24th & 27th February 2007 and 20th March 2007.

5. Board Committees

The Board has constituted four committees consisting members of the Board. Details of the Committees and other related information are provided hereunder:

Name of Director	Name of Committee		
	Audit	Remuneration	Investors' Grievances & Share Transfer
Sh. Rajesh Punia,	Yes	No.	Yes
Smt. Savita Punia	No.	No.	No.
Sh. Sunil Kumar	No.	No.	No.
Sh. Vivek Seth	Yes	Yes.	Yes
Sh. Mahesh Chandra Mehta	Yes	Yes.	Yes
Dharamvir Gupta	Yes	Yes.	Yes

a) Audit Committee

The terms of reference to the Audit Committee inter alia, cover the matters specified under Clause 49 of the Listing Agreement as well as in Section 292A of the Companies Act, 1956. The Audit Committee consists of three independent Directors and one executive Director.

Name of Director	Designation	Nature of Directorship
Sh. Mahesh Chandra Mehta	Chairman	Independent Non Executive
Sh. Vivek Seth	Member	Independent Non Executive
Sh. Dharamvir Gupta	Member	Independent Non Executive
Shri Rajesh Punia,	Member	Non Independent Executive

All the members of the Audit Committee are financially literate and Sh. Mahesh Chandra Mehta, Chairman possesses financial/accounting expertise.

The main function of the audit committee is to provide the Board of Directors with additional assurance as to reliability of financial information and statutory financial statements and as to the adequacy of internal accounting and control systems. It acts as a link between the management, statutory auditors and the Board of Directors.

The Audit committee met four times during the year on 31.05.2006, 18.07.2006, 24.10.2006 and 17.01.2007. The committee has recommended the appointments of M/S Mehra Wadhwa & Co, Chartered Accountants as the Statutory Auditors and M/S Sharma Dahiya & Co., Chartered Accountants, New Delhi as internal auditors of the Company.

b) Remuneration Committee

The remuneration committee comprises of the following members.

Name of Director	Designation	Nature of Directorship
Sh. Vivek Seth	Chairman	Independent Non Executive
Sh. Mahesh Chandra Mehta	Member	Independent Non Executive
Sh. Dharamvir Gupta	Member	Independent Non Executive

The remuneration committee has been constituted to review remuneration payable to the Executive Directors, based on their performance and vis-à-vis with the performance of the Company on defined assessment parameters. The remuneration policy of the Company is directed towards rewarding performance, based on review of achievements on a periodic basis. The remuneration policy is in consonance with the industry standards.

The terms of Remuneration Committee also includes considering and recommending appointment at a place of profit under Section 314 of the Companies Act, 1956 or any rules made there-under.

During the year the meeting of the remuneration committee was held on 20.03.2007 which was attended by all the members. The Committee has not recommended the revision of salary(s) of any Executive Director(s).

Remuneration to Directors

The aggregate value of salary and perquisites for the year ended 31st March 2007 to the Managing Director and Whole Time Director is as follows:-

Amount in Rs.			
Name of Director	Designation	Salary	Commission
Shri Rajesh Punia,	Managing Director	24.00	5.42
Smt. Savita Puniah	Whole Time Director	12.50	-----

Remuneration to Non-Executive Directors

No remuneration/sitting fee is paid to non executive Directors during the year.

c) Shareholders' /Investors' Grievance & Share Transfer Committee

As part of the Corporate Governance initiatives, the Company has constituted the Shareholders/Investors Grievance & Share Transfer Committee to specifically look into the unresolved shareholders grievance with regard to transfer/transmission/demat/remat of shares, issue of duplicate, split up, consolidation, renewal of share certificate, non receipt of Annual Report, non receipt of application money and other issues concerning the shareholders/investors.

The Committee comprises of the following persons:

Name of Director	Designation	Nature of Directorship
Sh. Mahesh Chandra Mehta	Chairman	Independent Non Executive
Sh. Vivek Seth	Member	Independent Non Executive
Sh.Dharamvir Gupta	Member	Independent Non Executive
Shri Rajesh Punia,	Member	Managing Director

Mr. Hari Singh Bisht, the Company Secretary & Compliance Officer of the Company is nominated for this purpose under clause 47(a) of the Listing Agreement. He looks into the investors' grievances and supervises and coordinates with M/S Beetal Financial & Computer Services Private Limited, Registrar & Transfer Agent of the Company for redressal of investor's grievances. Every quarter the Company publishes the status of the complaint received and their respective redressal.

As the shares are compulsorily traded in demat mode which effects automatically through NSDL/CDSL. The approval of the Company is required for transfer of shares which are in physical mode. As on 31st March 2007, no share transfer request was pending. All the share transfers and other requirement have been completed during the year in the stipulated time period.

During the year, the Company did not receive any compliant from the investors. The Committee expressed satisfaction with the Company's performance in dealing with the investor grievances.

e) Compliance Officer

Mr. Hari Singh Bisht, Company Secretary, is the Compliance Officer of the Company.

6. Board/ Committees Meetings and procedure

a) Institutionalized decision making process:

With a view to institutionalize all corporate affairs and setting up system and procedure for advance planning for matters requiring decisions by the Board, the Company has placed in a defined procedure for meetings of the Board of Directors and Committees thereof in an informed and efficient manner.

b) Scheduling and selection of agenda items for Board/Committee Meetings:

- i) The meetings are convened by giving appropriate notice, preferably seven days, to the concerned Directors, auditors (statutory as well as internal), stock exchange(s) and other invitees. Detailed agenda, management report and other explanatory statements are circulated in advance amongst members to facilitate meaningful, informed and focused decisions at the meeting.
- ii) The agenda papers are prepared by the corporate secretarial department, headed by the Company Secretary and circulated amongst the Board Members and other invitees to the meeting by the Company Secretary.
- iii) Where it is not practicable to attach any document or the agenda is of sensitive nature, the same is circulated at the meeting with the approval of the Chair. In special and exceptional circumstances, additional or supplemental item(s) on the agenda are taken up for discussion with the permission of the Chair and after a consensus is formed. Sensitive/confidential subject matters are discussed at the meeting even without written material being circulated.
- iv) The meetings are usually held at the Company's Registered Office or Corporate Office at New Delhi.
- v) The members of the Board have complete access to all information of the Company.

c) Briefing by the Managing Director:

At the beginning of each meeting of the Board, the Managing Director briefs the Board members about the key developments relating to the Company in diverse areas.

d) Recording minutes of proceedings at the Board:

Minutes of proceedings of each Board/committee meeting are recorded and entered in the minutes book. The minutes of each Board Meeting are submitted for confirmation at its next meeting and are signed by the Chairman/Chairperson. The minutes of committees of the Board are also placed before the Board of Directors for its information.

e) Compliance:

The Company Secretary ensures compliance of all applicable provisions of the Companies Act, 1956, SEBI Guidelines, Listing Agreements and other statutory requirements pertaining to capital market.

Information, placed, before the Board of Directors, inter alia includes:

- ❖ Capital budgets and any updates
- ❖ Annual operating plans and budgets and any updates
- ❖ Annual Accounts, Directors' Report etc.
- ❖ Quarterly Results of the Company
- ❖ Minutes of meetings of Board and other Committees of the Board.

- ❖ Presentation by the marketing team with regard to marketing plans of the Company.
- ❖ Fatal or serious accidents, dangerous occurrences etc.
- ❖ Operational highlights and substantial non-payment for goods sold by the Company.
- ❖ Show cause, demand, prosecution, notices and penalty notices which are materially important.
- ❖ Major investments, formation of subsidiaries and joint ventures, strategic alliance etc.
- ❖ Award of contracts.
- ❖ Disclosure of interest by Directors about Directorship and committee positions occupied by them in other Companies.
- ❖ Any significant development in human resources/industrial relations front.
- ❖ Compliance certificate of any regulatory, statutory nature.
- ❖ Short term investment of surplus funds.
- ❖ Information relating to major legal disputes.
- ❖ All other significant events/information.

7. General Body Meeting

A. Annual General Meetings

Location, date and time of the Annual General Meeting held during the preceding three years are as follows:

Year	Location	Date	Time
2003-04	Registered Office-New Delhi	30 th September,2004	3 p.m.
2004-05	Registered Office-New Delhi	30 th September,2005	2 p.m.
2005-06	Registered Office-New Delhi	30 th September,2006	1 p.m.

In the AGM held on 30th September 2005, one special resolution under section 293(1)(a) and 293(1)(d) of the Companies Act was passed..

B. Extra Ordinary General Meetings

During the year under review, the Company has conducted two Extra Ordinary General Meetings on 22nd May 2006 and 6th December, 2007 at the registered office of the Company. In the meeting, four special resolutions were passed.

8. Disclosure on materially significant related party transactions, i.e. transaction of the Company of material nature, with its promoters, Directors or management, their relatives, or group Companies etc, that they may have potential conflict with the interests of the Company at large.

Non of the transactions with any of the related parties were in conflict with the interest of the Company. Attention of members is drawn to the disclosures of transactions with related parties set out in Notes of Accounts-Schedule 22 forming part of the Annual Report. The Company's related party transactions are generally with its Associates. The related party transactions are entered into based on consideration of various business exigencies such as synergy in operations. Company's long term strategy for investments, optimization of market share and profitability, legal requirements, liquidity and capital resources of associates. All related party transactions are negotiated on arms length basis and are solely intended to further the interests of the Company.

The Company has complied with all the requirements of the listing agreement with stock exchange as well as regulators and guidelines prescribed by SEBI. There were no penalties or strictures imposed on the Company by any statutory authorities for non-compliance of any matter related to capital markets, during the last three years.

The whistle blower policy forms a part of the code of conduct and ethics for Board of Directors and senior management personnel. No personnel has been denied access to the audit committee.

All the mandatory requirements of clause 49 are complied with. In respect of the non-mandatory requirements the Board has set up a remuneration committee consisting of three non-executive Directors.

9. CEO Certification:

Mr. Rajesh Punia, Managing Director and Mrs. Savita Punia, Whole Time Directors of the Company have certified to the Board that:

(a) They have reviewed financial statements and the cash flow statement for the year ended 31st March 2007 and that to the best of their knowledge and belief :

- i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) There are, to the best of their knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.

(c) They accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.

(d) They have indicated to the auditors and the Audit committee

- i) significant changes in internal control over financial reporting during the year;
- ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
- iii) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting

10. Disclosures

No transaction of the Company of material nature with Directors were in potential conflict with the interest of the Company at large. The Company has complied with all the requirements of the listing agreements with the Stock Exchange as well as regulations and guidelines of SEBI.

11. Means of Communication

The Quarterly Un-audited Financial Results and Annual Financial Results shall be are published in leading national newspapers i.e. Financial Express & Jansatta. The Company has its own web site www.orientaltrimex.com where other information about the Company is available.

12. General Shareholders Information

(a) Annual General Meeting

Date : Monday, 30th July 2007
Time : 10 a.m.
Venue : Park View's, Indraprastha Motel,
Main Rohtak Road, New Delhi-110041

(b) Financial Calendar

-Financial Year	:1st April to 31st March
-Financial Report for First Quarter Result	:4th Week of July
-Financial Reporting for Second Quarter Result	:4th Week of October
-Financial Reporting for Third Quarter Result	:4th Week of January
-Financial Reporting for Fourth Quarter results	:4th Week of April/June
-Financial Reporting for the year ended March 31 st 2008	:4 th Week of June 2008
-Annual General Meeting for the year ending March 31,2008:	August/September 2008

© **Book Closure Period** : 21st July 2007 to 30th July 2007
(Both days inclusive) for the purpose of AGM.

(d) Stock Exchange

The equity shares of the Company are listed with Bombay Stock Exchange Limited and National Stock Exchange of India Limited and annual listing fee for the year 2007-08 (as applicable) has been paid by the Company to BSE and NSE.

Sr. No.	Name and address of the Stock Exchanges	Trading symbol/ Scrip Code No	Demat ISIN NO. in NSDL/CDSL for Equity Shares
1.	Bombay Stock Exchange Limited, Mumbai	OTL 532817	INE998H01012
2.	National Stock Exchange of India Limited, Mumbai	OTL 14346	

(e) Market Price Data

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited and National Stock Exchange of India Limited. The high and low of the market price data of the Equity Shares of the Company for the Financial Year ended 31st March 2007 are as under:

Month	High	Low	Volume of Shares
March 2007	52.50	18.55	18427108

Source: NSE Letter dated 10th April 2007.

(f) Registrar & Share Transfet Agents

M/S Beetal Financial & Computer Services Private Limited, Beetal House, 3rd Floor,
99 Madangir, Behind Local Shopping Centre, New Delhi-110062
Tele:011-29961281
Fax- 011-29961284
Email: beetal@beetalfinancial.com,
Website: www.beetalfinancial.com.

(g) Dematerialisation of Shares

The Company has signed a tripartite agreement with NSDL, CDSL to provide for the trading of the shares in dematerialised form. Out of 14815208 Equity Shares of the Company 93,11,858(62.85%) Equity Shares are in dematerialised form as on 31.03.2007.

(h) Share Transfer system

The shareholding of the promoters and promoter group amounts to 41.20% of the total paid up share capital. The substantial shareholding of the promoter group is subject to a lock in period three/one years and hence 20.93% of the shareholding cannot be transferred till 6th March 2010 and balance 20.27% cannot be transferred till 6th March 2008.

(i) Shareholding Pattern (As on 31-03-2007)

Sl.No.	Shareholder	No.of Shares	%
1.	Promoter Group (Directors & their relatives, Group Companies)	61033333	41.20
2.	Financial Institutions/Banks	320000	02.16
3.	Foreign Institutional Investors	58731	00.40
4.	Body Corporates	2511887	16.95
5.	NRI/OCBs	19785	00.13
6.	General Public	5801472	39.16
	TOTAL	14815208	100.00%

(j) Distribution of Shareholding as on 31-03-2007

No.of Equity Shares Range)	Shareholders		No.of Shares		%of Share Capital	
	Physical	Demat	Physical	Demat	Physical	Demat
1-250	4	5857	351	862906	0.0024%	5.8245%
251-500		1695	0	731313	0.0000%	4.9362%
501-1000	2	1148	1666	999402	0.0112%	6.7458%
1001-2000		617	0	1060647	0.0000%	7.1592%
2001-5000	1	161	5000	545597	0.0337%	3.6827%
5001-10000		64	0	476370	0.0000%	3.2154%
above 10000	4	60	5496333	4635623	37.0993%	31.2896%
TOTAL	11	9602	5503350	9311858	37.1466%	62.8534%

(k) Office/Plant Locations

Registered Office: 708, 7th Floor, Padma Tower -1, 5 Rajindra Place, New Delhi-110008.
 Tele:011-41536970, Fax- 011-25816910, Email:investors@orientaltrimex.com,
 Website: www.orientaltrimex.com

Corporate Office: 26/25, IInd Floor, Bazar Marg, Old Rajinder Nagar, New Delhi-110060

Plant Locations

1. Marble Processing Unit: D-3, Site-V, Surajpur Industrial Area, Greater Noida, UP.
2. Granite Processing Unit: S-2/6, Industrial Estate, Asanbani, Rairangpur, District Mayurbhanj, Orissa.

(l) Address for Investors' Correspondence

For any assistance regarding dematerialization of shares, share transfer, transmissions, change of address, non receipt of dividend or any other query relating to shares, please write to M/S Beetal Financial & Computer Services Private Limited, Beetal House, 3rd Floor, 99 Madangir, Behind Local Shopping Centre, New Delhi-110062
 Tele:011-29961281 Fax- 011-29961284 Email:beetal@beetalfinancial.com, website: www.beetalfinancial.com.

The shareholders may address their communications / suggestions / grievances / queries to:

Mr. Hari Singh, Company Secretary and Compliance Officer

Oriental Trimex Limited

26/25, IInd Floor, Bazar Marg, Old Rajinder Nagar, New Delhi-110060

Ph# 011 – 25769567/68, Fax# 011-25752007/25816910

E- Mail: investors@orientaltrimex.com

NON-MANDATORY REQUIREMENTS

a) Chairman Of The Board

The Company has an executive Chairman and hence, the requirement pertaining to re-imburement of expenses to non-executive Chairman does not arise.

b) Remuneration Committee

A remuneration committee comprising all non-executive and independent Directors is functioning in the Company.

c) Shareholder Rights

The financial performance of the Company is well published and also displayed on the Company's website. In view of this, individual communication of quarterly/half yearly results is not sent to the shareholders.

d) Audit Qualifications

The Auditors Report does not contain any qualifications to the accounts.

**DETAILS OF THE DIRECTORS SEEKING RE-APPOINTMENT AT THE FORTHCOMING ANNUAL
GENERAL MEETING
[PERSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT]**

ANNEXURE-A

Name of Director	Mr. Vivek Seth	Mr. M.C. Mehta
Date of birth	7 th June 1951	10 th July, 1950
Date of Appointment	6 th October, 2005	17 th May 2006
Areas of Experience	- Export and Forex Matters - Consultancy in International Trade for granite and marble industry.	-Corporate/Project Finance -Financial Management/re-structuring -Foreign Exchange matters
Educational Qualification	Engineering Graduate from Indian Institute of Technology, Madras	-Fellow member of the Institute of Chartered Accountants of India, -Fellow member of the Institute of Company Secretaries of India
Other Company's in which hold Directorship	Nil	Nil
Membership / Chairmanship of Board Committees	-Chairman, Remuneration Committee, Oriental Trimex Limited -Member, Audit Committee, Oriental Trimex Limited, -Member, Shareholders/Investors' & Share Transfer Committee, Oriental Trimex Limited	-Chairman, Audit Committee, Oriental Trimex Limited, -Chairman, Shareholders/Investors' & Share Transfer Committee, Oriental Trimex Limited -Member, Remuneration Committee, Oriental Trimex Limited
Shareholding	Nil	Nil

Note: None of the None-Executive Independent Directors hold equity shares of the Company in their own name or for any other person on a beneficial basis.

**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT
PERSONNEL WITH THE CODE OF CONDUCT**

This is to confirm that the Company has adopted a Code of Conduct for all Board members and senior management of the Company. This code has been posted on the Company's website.

I confirm that the Company has in respect of the financial year ended March 31,2007, received from the senior management team of the Company and the members of the Board a declaration of compliance with the code of Conduct as applicable to them.

For the purpose of this declaration, senior management team means the Chief Operating Officer, employees in the cadre of President and General Manager cadre as on March 31,2007.

Place: New Delhi,
Date: 25th June 2007

Sd/=
Rajesh Punia,
Managing Director

**AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE
UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

To,
The Members,
Oriental Trimex Limited,

We have examined the compliance of the conditions of Corporate Governance by Oriental Trimex Limited, for the year ended 31st March, 2007, as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance, it is neither an audit nor an expression of opinion on the financial statements of the Company.

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

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that as per the records maintained by the Company as on 31st March, 2007 there were no investor grievances remaining unattended/ pending for more than 30 days.

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

For Mehra Wadhwa & Co.,
Chartered Accountants
Sd/-
Rakesh Mehra,
Partner
M.No. 83784
Place: New Delhi.
Date: June 25.2007

Management Discussion And Analysis

Marble Industry

The Company is presently engaged into processing of imported and high quality indian marble apart from mining of granites in the state of Orissa.

Marble is a metamorphic rock resulting from regional or rarely contact metamorphism of sedimentary carbonate rocks, either limestone or dolostone. This metamorphic process causes a complete recrystallization of the original rock into an interlocking mosaic of calcite, aragonite and/or dolomite crystals. The temperatures and pressures necessary to form marble usually destroy any fossils and sedimentary textures present in the original rock.

Some historically important kinds of marble, named after the locations of their quarries, include-**Durango** Marble from Coyote Quarry, Mexico, **Thassos** from Greece, **Paros** from Greece, **Rouge de Rance** from Rance, Belgium, **Penteli** from Greece, **Carrara and Luni** from Italy, **Proconnesus** from Turkey, **Connemara** from Ireland, **Black Marble** from Kilkenny, Ireland, **Macael** from Spain, **Makrana** from India, **Boticena** and **Onyx(Green)** from Pakistan, **Danby** from Vermont, **Yule** from Colorado, **Royal White** from China, **Beijing White** from China, **Vietnam White** from Vietnam and **Llano Pink** from Central Texas

The major producer of marble in the world are Italy, Greece, Spain, China, Egypt, Turkey & India. Though India produces around 27% of the world stone but only few colours are available in India which do not fit into the schemes of the architects/builders who have universal tastes and usually prefer European or Egyptian/Turkish material which is used worldwide to give the construction an international look.

The Company imports its raw material from Italy, Spain, Greece, Egypt, Turkey and Sri Lanka and after processing at its Greater Noida Unit catered to the customers in India. The present capacity of the Company's Greater Noida Unit is 12600 MT per annum which is fully utilised and with doubling of the capacity of the greater noida unit and setting up of Marble Processing Units at Kolkata and Banaglore, the total capacity of the Company would be 50,400 MT per annum.

Marble import policy

The import of marble into India is regulated by the Government of India. In August 2005 substantial changes were made in the marble import policy. Under the earlier policy, the import of marble was permitted to the following categories of importers against a license:

(i) Firms who had set up manufacturing / processing units in the country and made the import of these items in the preceding years when the items were under a Special Import Licence (SIL) list. (ii) Four and five-star hotels on the basis of a recommendation of the Ministry of Tourism; and

(iii) Temples / trusts of international repute on the basis of a recommendation by the Ministry of Home Affairs. Under the revised policy, only marble processing units are permitted to import marble. Further, the basis of the allocation is on the basis of turnover.

Opportunities: The future of the marble industry is directly related to the health of the economy, construction and realty sectors, each of which is passing through a period of unprecedented growth. As a result, the Company stands to benefit from this trend. However, any sectoral slowdown can impact the Company's performance.

Granite Industry

India has one of the best granite deposits in the world having vast varieties comprising over 200 shades. India accounts for over 20% of the world resources in granite. Granite reserves in India have now been estimated by Indian Bureau of Mines at over 42,916 million cubic meters. Splendid black and multi-colour varieties of granite are available in the states of Karnataka, Andhra Pradesh, Tamilnadu and Uttar Pradesh. Granite deposits are also widespread over provinces of Rajasthan, Bihar, West Bengal and Gujarat. India is the largest exporter of granite and granite products in the world.

Granite is increasingly being preferred over other stones due to its resistance to wear and tear as well as weathering which makes granite ever-lasting stone. The market potential is abundant and there are excellent prospects for the Indian Granite Industry to get its due share in the world market. The professional and realistic approach towards solving the practical problems and careful planning of facilities by the Industry and Government can make India the leading exporter of the world market. The Industry shall have challenging years ahead but the potential for growth is beyond any reasonable doubt.

Export of Granite from India

(Rupees in Lakhs)

Item/Value	2005-06	2004-05	2003-04	2002-03	2001-02
Granite cut blocks/ slabs	133555.54	127629.70	102204.78	102921.26	87397.11
Granite monuments	41127.10	18916.37	21821.95	21523.02	17242.74
Granite Products n.e.s	24620.39	13747.37	16664.70	10500.85	8309.62
Granite tiles	149756.10	95933.35	124688.80	111113.12	91681.95
Total	349059.13	256226.79	265380.23	246058.25	204631.42

(Source DGCI&S/ CAPEXIL)

Outlook

Over the past few years, demand for Indian Granite, both in the domestic and foreign markets, has spurted. An analysis of data of the past few years reveals that India has invariably maintained the status as one of the world's leading exporters of Granite. Indian Granite has been accepted and is rated highly in the international market for its distinguished quality and increasing emphasis is being laid on the export of value added products. The market is also observing a shift of the manufacturing facilities from Europe to places where the raw material and labor is available at cheaper rates. On this count, India, China and Brazil score over others.

Opportunities & Threats For The Indian Granite Industry

The factors contributing to the robust growth of the industry are as follows:

Improvement in off-take by USA due to robust housing sector and growing demand for natural products in construction in USA. Exports account for over 95% of Indian Granite Sales. However, there is increase in demand in domestic market on account of emergence of multiplexes and large shopping malls and boom in housing sector. Also most airport projects in recent years have used Granite as the flooring material.

Spurt in demand from China arising out of construction activity for Beijing Olympics (2008). The Italian processing industry used to source rough granite blocks from India, process and ship them to USA. However, with the Euro coming into picture, the ultimate buyers now prefer to source directly and this has given fillip to the granite processing industry in India.

The Government has recently taken several significant steps to boost granite exports. These includes declaring granite as a thrust sector for promoting exports, (b) setting up of a separate panel on granite and stone products under the Chemical and Allied Products Export Promotion Council. With the Government support, the Indian Granite Industry is going to become the hub for sourcing the world requirements.

The major competitor is China. However, China specializes mainly in black granites. The major threat areas include non-availability of good quality Rough Blocks in requisite quantity for the Indian Processors, use of old technology at the quarry sites, stiff competition for Rough Blocks as well as finished products from countries like China and Italy. Also the quality of roads / transportation system and frequent port congestions are affecting the deliveries.

Risks & Concerns

The demand for finished product is increasing in USA and other parts of the world. i.e., Europe, Australia, West Asia and Africa. However with the increasing competition, the demand for 1st quality Granite with the lower price range has gone up, thereby compelling the Indian Granite Industry to match that demand, resulting in lower profitability. This situation is creating problem for the Indian Granite Industry in sustaining their Source: DGCIS/ CAPEXIL

Internal Control Systems & their adequacy

The Company has state of art marble processing plant at Greater Noida comparable to the best in the Country, equipped with requisite machinery. A strict 100% inspection system is adopted right from selection of rough blocks to final inspection. The Company maintains best quality standards to meet the ever changing expectations of buyers country-wide, be it in terms of product quality or delivery. The Company is concentrating on continual improvement through implementation of ISO 9001:2000 Quality Standards and also total productive maintenance activities, thereby achieving higher productivity and reduced costs.

Discussion on Fiscal Performance with respect to operational performance

Financial performance of the Company is directly proportion to the operational performance. The increased top line with improvement on PAT margins is a testimony of the professional methodologies in execution adopted by your Company. With the IPO and improved net-worth, the Company expects substantial increased in its turnover and area of operations, thereby impacting the bottom line positively.

Material developments in Human Resources/Industrial Relations front, including number of people employed.

The Company's three granite quarries at Rairangpur, Behrampur and Malkangiri are in the final stage of coming the commercial production and would substantially contribute towards the revenue general in the forthcoming fiscal year 2007-08. Moreover, with setting up of additional capacities for marble processing would give a quantum jump to the revenue and profits of the Company during in the coming years.

The key personnel manning the marble processing unit, mining operations in Orissa, Marketing, Finance, Legal, Planning are technically and professionally qualified. Continuous in-house training programmes are conducted in various disciplines, which help in achieving the organizational growth in right direction. The Company maintains cordial industrial relation with its employees and takes all possible care for their welfare.

Shareholder value commitment and philosophy: The Company expects to protect and enhance shareholder value through several initiatives. The comprehensive nature of the Company's financial and business disclosures reflect its increasing transparency.

Auditors' Report

To the Members,

ORIENTAL TRIMEX LIMITED

- 1) We have audited the Balance Sheet of ORIENTAL TRIMEX LIMITED as at 31st March, 2007 and the Profit and Loss Account for the period ended on that date annexed thereto and the Cash Flow Statement for the period ended on that date. 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 have 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 misstatements. 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 (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227(4A) of the Companies Act, 1956, and on the basis of information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
- 4) Further to our comments in the Annexure referred to in paragraph 3 above, we report that :
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) 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 the books;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the said Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956;
 - e) On the basis of written representations received from the Directors as on 31st March, 2007, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2007 from being appointed as Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts read with the notes forming part of accounts and documents annexed thereto, give the information required by the Companies Act, 1956 in the manner so required, give a true and fair view in conformity with the accounting principles generally accepted in India :
 - i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2007.
 - ii) in the case of the Profit and Loss Account, of the profit for the period ended on that date; and
 - iii) in the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

For MEHRA WADHWA & CO.
Chartered Accountants.

NEW DELHI
June 25, 2007

RAKESH MEHRA, F.C.A.,
(Partner) M.No. 83784

ANNEXURE TO THE AUDITORS' REPORT

- 1) a) The Company is in the process of updating records showing full particulars including quantitative details and situation of its fixed assets.
 - b) We are informed that physical verification of the assets was conducted by the management at reasonable intervals in a phased manner and no material discrepancies were noticed on such verification in respect of updated records.
 - c) No disposal of a substantial part of fixed assets of the Company has taken place during the year.
- 2) a) We are informed that stocks of finished goods, stores, spare parts and raw material have been physically verified by the management at reasonable intervals.
 - b) In our opinion and according to the information and explanation given to us, the procedure of physical verification of stocks followed by the management are reasonable and adequate in-relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and the discrepancies noticed on physical verification of stocks as compared to book records were not material and the same have been adequately dealt with in the books of account.
- 3) a) The Company has accepted one interest free unsecured loan from Companies under the same management amounting to Rs. 23.15 Lakhs. as at 31st March, 2007. Apart from the above transactions, the Company has neither taken nor granted any loans, secured or unsecured, from/to Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
 - b) No other terms and conditions have been stipulated in respect of loans from Companies under the same management.
 - c) The Company has not granted any other loans or advances in the nature of loans to any party other than its employees. These loans are non interest bearing and recovery is generally regular.
- 4) In our opinion, the Company has adequate internal control procedures commensurate with its size and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. We have not come across any major weakness in internal control procedures.
- 5) a) To the best of our information and according to information and explanation given to us, the contracts and arrangements that need to be entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956, have been so entered.
 - b) In respect of transactions of purchase and sale of goods and materials made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 as aggregating during the year to Rs. 500,000 or more in respect of each party, the Company has made purchases and sales from/to Companies under the same management. The prices, in our opinion, and according to the information and explanations furnished to us, are reasonable as compared to the prices paid to/received from other parties, having regard to the explanations furnished by the management regarding quality and delivery schedules.
- 6) In our opinion and according to the information and explanation given to us, the Company has complied with the directives issued by the Reserve Bank of India and the provisions of Section 58A and 58AA of the Companies Act, 1956 and the rules framed thereunder, with regard to the deposits accepted from the public.
- 7) In our opinion, the Company's present internal audit system is commensurate with its size and nature of its business.

- 8) As informed to us, the Company is not required to maintain cost records under section 209(1)(d) of the Companies Act, 1956.
- 9) a) According to the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident fund, Investor Education and Protection Fund, Employees State Insurance, Income-tax, Sales-tax, Wealth-tax, Custom Duty, Excise Duty, cess and any other statutory dues, whichever are applicable, with the appropriate authorities.
- b) As informed to us, except for the dues stated hereunder, there are no other disputed dues of sales tax, income tax, custom duty, wealth tax, excise duty or cess lying undeposited as at the year end :

<u>Particulars</u>	<u>Amount</u>	<u>Forum where pending</u>
	(Rs. Lakhs)	
Sales Tax	5.92	Deputy Commissioner
Sales Tax	10.39	High Court

- 10) The Company has no accumulated losses and has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- 11) The Company has not defaulted in repayment of dues to any financial institution or bank. No debentures have been issued by the Company.
- 12) The Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
- 13) The provisions of any special statute applicable to chit fund/nidhi/ mutual benefit fund/societies are not applicable to the Company.
- 14) The Company is not dealing in or trading in shares, securities, debentures or other investments. Hence, paragraph 4(xiv) does not call for comments.
- 15) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- 16) In our opinion and according to the information and explanation given to us, the Company has applied the term loans raised during the year for the purpose for which they were obtained.
- 17) According to the records examined by us and on the basis of information and explanation given to us, on an overall basis, funds raised on short term basis, prima facie, have not been used for long term purposes during the year and vice versa.
- 18) The Company has not issued and allotted any preferential shares during the year.
- 19) The Company does not have any debentures. Hence, the question of creation of securities for debentures does not arise.
- 20) The Company had disclosed the end use of money raised by public issue during the year and the same was verified.
- 21) 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 was noticed or reported during the year.

For MEHRA WADHWA & CO.
Chartered Accountants.

Balance Sheet As At 31st March, 2007

SOURCES OF FUNDS	Schedule	As At 31.03.07 Rupees	As At 31.03.06 Rupees
Shareholders' Funds			
Equity Share Capital	1	148,152,080	43,333,330
Reserves & Surplus	2	409,516,381	26,302,121
Deferred Tax Liability		7,097,755	4,075,307
Loan Funds			
Secured Loans	3	155,049,829	90,134,939
Unsecured Loans	4	14,098,522	19,739,607
		733,914,567	183,585,304
APPLICATION OF FUNDS			
Fixed Assets			
	5		
Gross Block		54,181,741	49,040,295
Less : Depreciation		8,804,534	6,591,292
Net Block		45,377,207	42,449,003
Capital Work in Progress (including capital advances)		314,932	1,222,511
		45,692,139	43,671,514
Current Assets, Loans & Advances			
Inventories	6	215,257,374	83,291,821
Sundry Debtors	7	110,606,600	106,132,783
Cash & Bank Balances	8	364,926,244	14,394,464
Other Current Assets	9	33,046,272	15,941,309
Loans & Advances	10	840,000	840,000
		7,246,76,490	220,600,377
LESS:			
Current Liabilities & Provisions			
Current Liabilities	11	68,393,885	64,616,613
Provisions	12	17,547,561	18,147,340
		85,941,446	82,763,953
Net Current Assets		63,8735,044	137,836,424
Miscellaneous Expenditure (To the extent not written off or adjusted)	13	49487,384	2,077,366
TOTAL		733,914,567	183,585,304
Significant Acocounting Policies & Notes on Accounts : As per our Report of even date.	22		

For and on behalf of the Board

For MEHRA WADHWA & CO
Chartered Accountants

Rajesh Punia, Savita Punia H.S.Bisht
Managing Director Director Company Secretary

NEW DELHI
June 25, 2007

RAKESH MEHRA, F.C.A.,
Partner, M.No. 83784

Profit And Loss Account For Year Ended 31st March, 2007

	Schedule	Year Ended 31.03.07 Rupees	Year Ended 31.03.06 Rupees
INCOME			
Sales		785,489,418	501,252,813
Jobwork Receipts		369,569	6,578,225
		785,858,987	507,831,038
Less: Excise Duty		2,134,331	459,510
		783,724,656	507,371,528
Other Income	14	5,670,513	1,887,013
Variation in Stocks	15	101,807,102	11,157,374
		891,202,271	520,415,915
EXPENDITURE			
Purchases of Traded Goods		162,101,195	92,560,455
Consumption of Raw Material	16	605,238,982	317,895,267
Manufacturing Expenses	17	19,175,811	24,445,133
Personnel Expenses	18	14,664,160	13,427,086
Financial Charges	19	18,937,057	11,761,925
Administrative Expenses	20	12,437,203	10,799,563
Selling and Distribution Expenses	21	6,395,848	6,578,814
Depreciation	5	2,213,242	2,019,836
		841,163,498	479,488,079
Profit Before Tax		50,038,773	40,927,836
Less: Provisions			
- Current Tax		16,000,000	13,700,000
- Fringe Benefit Tax		330,000	425,000
- Deferred Tax Liability (Asset)		3,022,448	(411,282)
		30,686,325	27,214,118
Less: Income Tax for earlier years		1,323,675	103,534
		29,362,650	27,110,584
Add: Excess Provision for tax written back		360	20,081
Amount Available For Appropriation		29,363,010	27,130,665
APPROPRIATIONS			
Transferred to General Reserve		5,000,000	4,000,000
Dividend (Interim)		-	2,600,000
Dividend Proposed		-	-
Dividend Tax		-	364,650
		24,363,010	2,016,6015
Balance Carried To Balance Sheet		24,363,010	2,016,6015
Basic & Diluted Earning Per Share(in Rs.)		4.98	7.02
Significant Accounting Policies	22	As per our Report of even date.	

For and on behalf of the Board

For MEHRA WADHWA & CO
Chartered Accountants

Rajesh Punia,
Managing Director
NEW DELHI
June 25, 2007

Savita Punia
Director

H.S.Bisht
Company Secretary

RAKESH MEHRA, F.C.A.,
Partner, **M.No. 83784**

Cash Flow Statement annexed to the Balance sheet For The Year Ended 31st March 2007

<u>Particulars</u>	<u>2006-2007</u>	<u>2005-2006</u>
A) Cash Flow from Operating Activities :		
Net Profit before tax and extraordinary items	50,038,773	40,927,836
Adjustments for :		
a) Depreciation	2,213,242	2,019,836
b) Loss on sale of fixed assets	-	11,605
c) Pre-operational expenses written off	62,339	6,264
d) Provision for Gratuity/Leave Encashment	100,221	552,447
e) Provision for Doubtful Debts	(55,000)	619,893
f) Interest Income	(4,325,254)	(261,519)
g) Exchange Gain	(1325660)	(1,247,620)
h) Exchange Loss	-	-
i) Interest Expense	18,937,057	11,761,925
	15,606,945	13,462,831
Operating Profit before Working		
Capital Change	65,645,718	54,390,667
Adjustments for :		
a) Trade & Other Receivables	(21,866,984)	(52,559,086)
b) Inventories	(131,965,553)	(24,901,318)
c) Trade Payables and Other Liabilities	3,777,272	29,905,802
	(150,055,265)	(47,554,602)
Cash generated from Operations	(84,409,547)	6,836,065
Net Prior year adjustments	-	-
Taxes Paid	(18,010,111)	(5,876,584)
Net Cash used in Operating Activities	(102,419,658)	959,481
B) Cash Flow from Investing Activities :		
a) Purchase of Fixed Assets	(4,233,867)	(4,707,634)
b) Sale of Fixed Assets	-	154,500
c) Interest Received	4,325,254	261,519
Net Cash used in Investing Activities	91,387	(4,291,615)
C) Cash flow from Financing Activities :		
a) Interest Paid	(18,937,057)	(11,761,925)
b) Dividend Paid	-	(3,280,880)
c) Exchange Gain	1,325,660	1,247,620
d) Exchange Loss	-	-
e) Proceeds from Long Term Borrowings (Net)	(9,214,307)	(8,259,989)
f) Proceeds from Short Term Loans (Net)	68,488,112	34,031,043
g) Proceeds from issue of equity shares	104,818,750	3,503,000
h) Proceeds from share application money	-	-
i) Proceeds from securities premium	353,851,250	-
j) Preliminary Expenses	(47,472,357)	(2,051,011)
Net Cash generated from Investing Activities	452,860,050	13,427,854
Net increase in Cash & Cash		
Equivalents (A+B+C)	350,531,780	10,095,720
Opening balance of Cash and Cash equivalent	14,394,464	4,298,744
Closing balance of Cash and Cash Equivalent	364,926,244	14,394,464

For and on behalf of the Board

For MEHRA WADHWA & CO

Chartered Accountants

Rajesh Punia,
Managing Director
NEW DELHI
June 25, 2007

Savita Punia
Director

H.S.Bisht
Company Secretary

RAKESH MEHRA, F.C.A.,
Partner M.No. 83784

Schedule forming part of Balance Sheet

SCHEDULE – 1	As At	As At
<u>SHARE CAPITAL</u>	<u>31.03.07</u>	<u>31.03.06</u>
	Rupees	Rupees
Authorized		
1,60,00,000 Equity Shares of RS.10 each		
(Last year 1,00,00,000 Equity Shares of Rs. 10 each)	160,000,000	100,000,000
Issued, Subscribed and Paid-up		
1,48,15,208 Equity Shares of Rs. 10 each fully paid up		
(Last year 43,33,333 Equity Shares of Rs. 10 each)	148,152,080	43,333,330
(Out of the above shares 17,33,333 shares are allotted as fully paid up by way of bonus shares out of capitalisation of profits and general reserve)		
 <u>SCHEDULE – 2</u>		
<u>RESERVES & SURPLUS</u>		
General Reserve		
As per last Balance Sheet	6,136,106	3,109,864
(Un-appropriated balance)	-	16,359,572
Add: Transfer from Profit & Loss Account	5,000,000	4,000,000
Less: Issue of Bonus Shares	-	17,333,330
	11,136,106	6,136,106
Securities Premium		
As per last Balance Sheet	-	-
Add: Addition during the year	353,851,250	-
	353,851,250	-
Profit and Loss Account		
(Un-appropriated balance)		
As per last Balance Sheet	20,166,015	16,359,572
Less: Transfer to General Reserve	-	16,359,572
Add: Net Profit for the period	24,363,010	20,166,015
	44,529,025	20,166,015
	409,516,381	26,302,121

Schedule forming part of Balance Sheet

SCHEDULE – 3	As At	As At
SECURED LOANS	<u>31.03.07</u>	<u>31.03.06</u>
	Rupees	Rupees
(A) Term Loans		
-From Banks	6,963,681	12,148,903
(B) Demand Loan		
-From LIC of India	1,612,000	-
(C) Working Capital Loan		
-From Banks	146,474,148	77,986,036
	155,049,829	90,134,939

Notes:

1. Term Loans secured by exclusive first charge on all the fixed assets, including equitable mortgage of land and building of Company's factory at Greater Noida, Equitable mortgage of Company's factory land at Balasore (Orissa), Equitable mortgage of Company's factory land at Rairangpur (Orissa), Equitable mortgage of Company's land at Kolkata, and Hypothecation of existing and future plant & machinery at all the units.
2. Demand Loan secured against key-man insurance policy.
3. Working Capital Loans secured by hypothecation of all kinds of stocks of raw materials, stock-in-process and finished goods, assignment of book debts, title of goods covered under letter of credit against FLC and additionally secured by personal guarantee of promoter Directors of the Company.

SCHEDULE – 4

UNSECURED LOANS

From Banks	4,923,334	5,136,208
From Directors	-	5,859,290
From Others	9,175,188	8,744,109
	14,098,522	19,739,607

SCHEDULE - 5 :

FIXED ASSETS

DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT	OF	OF DEDU-	AS AT	AS AT	FOR THE	WRITTEN	AS AT	AS AT	AS AT
	31.03.06	ADDITIONS	CTIONS	31.03.07	31.03.06	YEAR	BACK	31.03.07	31.03.06	31.03.07
Rs.	Rs.	Rs.	Rs.	Rs.		Rs.	Rs.	Rs.	Rs.	
Land	9,144,309	1,811,156	-	10,955,465	-	-	-	-	9,144,309	10,955,465
Buildings (inc roads)	-	106,897	-	106,897	-	434	-	434	-	106,463
Buildings-Factory	8,477,920	1,251,836	-	9,729,756	977,213	303,252	-	1,280,465	7,500,707	8,449,291
Puerely Temporary Erections	164,440	12,840	-	177,280	164,440	5,136	-	169,576	-	7,704
Plant & Machinery	24,582,492	1,444,640	-	26,027,132	3,818,732	1,209,111	-	5,027,843	20,763,760	20,999,289
Computer	550,302	236,716	-	787,018	332,402	115,351	-	447,753	217,900	339,265
Truck	619,209	-	-	619,209	254,420	70,033	-	324,453	364,789	294,756
Cars	5,038,933	-	-	5,038,933	966,289	479,570	-	1,445,859	4,072,644	3,593,074
Furniture & Fixtures	462,690	277,361	-	740,051	77,796	30,355	-	108,151	384,894	631,900
	49,040,295	5,141,446	-	54,181,741	6,591,292	2,213,242	-	8,804,534	42,449,003	45,377,207
Previous Year Figures	45,786,895	4,585,123	231,724	50,140,295	4,637,075	2,019,836	65,619	6,591,292	41,149,820	43,549,003
Capital Work-in-progress										
- Buildings under Construction	1,222,511	29,325	1,251,836	-	-	-	-	-	1,222,511	-
- Project Expenditure (net of income and inc. capital advances)	-	314,932	-	314,932	-	-	-	-	-	314,932
	1,222,511	344,257	1,251,836	314,932	-	-	-	-	1,222,511	314,932
Previous Year Figures	-	1,222,511	-	1,222,511	-	-	-	-	-	1,222,511

Schedule forming part of Balance Sheet

	As At	As At
SCHEDULE – 6	31.03.07	31.03.06
INVENTORIES	Rupees	Rupees
(As taken, valued and certified by the management)		
Raw Materials	41,497,782	21,594,796
Raw Materials in Transit	14,755,115	4,605,900
Stores and Spares	706,250	600,000
Work in Progress	3,696,230	2,577,426
Finished Goods	154,601,997	50,535,424
Finished Goods in Transit	-	3,378,275
	<u>215,257,374</u>	<u>83,291,821</u>
SCHEDULE – 7		
SUNDRY DEBTORS		
(Unsecured; Considered good unless otherwise stated)		
Exceeding six months		
-Considered Good	37,181,490	26,784,013
-Considered Doubtful	564,893	619,893
	37,746,383	27,403,906
Other debts	72,860,217	78,728,877
	<u>110,606,600</u>	<u>106,132,783</u>
SCHEDULE – 8		
CASH & BANK BALANCES		
Cash in hand	2,893,567	2,153,883
Imprests	899,302	1,272,327
Balance in current accounts with scheduled banks	1,324,856	610,461
Balance in fixed deposits with banks (as margin money) (Including interest accrued)	6,773,451	10,357,793
Balance in other fixed deposits with banks (Including interest accrued)	353,035,068	--
	<u>364,926,244</u>	<u>14,394,464</u>
SCHEDULE – 9		
OTHER CURRENT ASSETS		
Advances recoverable in cash or in kind or for value to be received	13,959,683	4,403,632
Security deposits	11,175,783	3,523,706
Taxes paid in advance	6,396,524	6,684,728
Balance with Customs, Excise and Service Tax Authorities	1,283,900	72,052
Sales Tax Authorities	230,382	1,257,191
	<u>33,046,272</u>	<u>15,941,309</u>

Schedule forming part of Balance Sheet

	As At	As At
SCHEDULE – 10	31.03.07	31.03.06
LOANS & ADVANCES		
(Unsecured; Considered Good)		
Advance for booking of plot at Marble Market, Chennai	840,000	840,000
	840,000	840,000
SCHEDULE-11		
CURRENT LIABILITIES		
Sundry Creditors (Goods)	28,693,783	35089,033
Sundry Creditors (Other than goods)	6,635,253	7269,402
Customers at Credit	21,352,656	17436,483
Expenses Payable	4,010,988	2693,843
Statutory Liabilities	7,637,238	2057,908
Interest Accrued But Not Due	63,967	69,944
	68,393,885	64616,613
SCHEDULE – 12		
PROVISIONS		
Provision for Gratuity	652,668	552,447
Provision for Doubtful Debts	564,893	619,893
Provision for Income Tax	16,330,000	16,975,000
	17,547,561	18,147,340
SCHEDULE – 13		
PRELIMINARY EXPENSES		
Preliminary Expenses	587,107	1,144,371
Less: Written Off	62,339	6,264
	524,768	1,138,107
Share Issue Expenses	41,418,976	-
Mines Development Expenditure (net of recoveries)	7,543,640	939,259
	49,487,384	2,077,366

Schedule forming part of Profit & Loss Account

	As At 31.03.07 Rupees	As At 31.03.06 Rupees
<u>SCHEDULE - 14</u>		
<u>OTHER INCOME</u>		
Interest Received	4,325,254	261,519
Exchange Gain	1,325,660	1,247,620
Sundry Balances Written Back	19,599	30,125
Sundry Receipts	-	138,860
Claims Received	-	208,889
	5,670,513	1,887,013

SCHEDULE – 15

VARIATION IN STOCKS

Stock In Trade (at close)

Finished Goods/Traded Goods	154,601,997	53,913,699
Stock-in-Process	3,696,230	2,577,426
	158,298,227	56,491,125

Stock in Trade (at commencement)

Finished Goods/Traded Goods	53,913,699	45,333,751
Stock-in-Process	2,577,426	-
	56,491,125	45,333,751

Increase (Decrease) In Stocks

	101,807,102	11,157,374
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SCHEDULE – 16

CONSUMPTION OF RAW MATERIALS

Opening Stock	26,200,696	12,131,752
Add:		
Purchases	569,009,061	283,652,044
Customs Duty	33,074,174	16,981,831
Freight & Clearing charges	33,207,948	31,330,336
	635,291,183	331,964,211
Less Closing stock	56,252,897	26,200,696
	605,238,982	317,895,267

SCHEDULE – 17

MANUFACTURING EXPENSES

Stores and Spares	5,077,729	11,985,832
Fuel and Power Charges	2,641,878	5,685,452
Repairs and Maintenance-Machinery	1,128,755	732,816
Other Manufacturing Expenses	11,789,504	6,041,033
	20,637,866	24,445,133
Less: Expenses (net of recoveries) transferred to Mines Development Expenses	1,462,055	-
	19,175,811	24,445,133

Schedule forming part of Profit & Loss Account

	As At 31.03.07 Rupees	As At 31.03.06 Rupees
<u>SCHEDULE - 18</u>		
<u>PERSONNEL</u>		
Salaries, Wages, Bonus and Allowances	13,251,385	12,533,226
Contribution to Provident and Other Funds	703,045	285,877
Staff and Labour Welfare	709,730	607,983
	14,664,160	13,427,086
<u>SCHEDULE - 19</u>		
<u>FINANCIAL CHARGES</u>		
Bank Charges	1662,936	1,814,915
Interest Paid-Working Capital	14544,720	7,276,167
Interest Paid-Term Loans	2313,912	2,158,628
Interest Paid-Others	415,489	512,215
	18,937,057	11,761,925
<u>SCHEDULE - 20</u>		
<u>ADMINISTRATIVE EXPENSES</u>		
Electricity and Water Charges	220,621	133,305
Rent	1611,060	704,800
Rates and Taxes	-	27,287
Printing and Stationery	459,047	425,897
Communication Expenses	1,162,782	883,571
Vehicles Running and Maintenance	1,310,566	1,199,449
Travelling and Conveyance	2,814,251	2,785,135
Legal & Professional charges	1,406,328	823,096
Auditors' Remuneration	170,604	155,533
Insurance	1,828,830	2174,046
Fees & Subscription	408,776	461,646
Repairs & Maintenance	641,307	709,161
Miscellaneous Expenses	303,940	286,057
Preliminary Expenses Written Off	62,339	6,264
Loss on sale of assets	-	11,605
Donation	25,836	11,711
Fines and Penalties	10,916	1,000
	12,437,203	10,799,563
<u>SCHEDULE - 21</u>		
<u>SELLING AND DISTRIBUTION EXPENSES</u>		
Advertisement and Publicity	1,287,178	241,007
Business Promotion and Entertainment	138,644	182,051
Rebates and Discount	289,635	195,037
Brokerage and Commission	1,328,332	388,890
Sales Tax Paid	571,154	435,612
Excise Duty Paid	464,553	268,596
Service Tax Paid	83,646	-
Transportation & Handling Charges	2060,978	4,247,728
Irrecoverables Written Off	226,728	-
Provision for Doubtful Debts	-	619,893
Less: Provision for Doubtful Debts Written Back	(55,000)	-
	6,395,848	6,578,814

SIGNIFICANT ACCOUNTING POLICIES

SCHEDULE - 22

Notes forming part of the Profit & Loss Account for the year ended March 31,2007

I. Significant accounting policies

a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles as adopted consistently by the Company and the provisions of the Companies Act, 1956.

Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.

b) Fixed Assets :

Fixed assets are stated at historical cost including directly attributable costs of bringing the assets to their working condition and are net of credit under the CENVAT scheme where applicable.

Fixed assets under construction is categorized as capital work-in-progress. Pre-operative expenditure during construction/trial run of new project net of sales during trial runs and income earned by way of interest for temporary parking of funds earmarked for construction of an asset, are separated from normal revenue heads and allocated to the appropriate assets head under construction and shown as capital work-in-progress and allocated on an appropriate basis to fixed assets on commissioning.

c) Depreciation :

Depreciation on Fixed Assets is provided on the straight line method in accordance with the rates prescribed in Schedule XIV of the Companies Act, 1956 on pro-rata basis.

d) Inventories :

Inventories are valued as under:-

Raw Materials	At weighted average cost
Semi-finished	At cost
Finished	At lower of production/landed cost or net realizable value.
	Appropriate overheads are loaded on absorption costing basis.
Goods in transit	At cost
Stores and spares	At cost

e) Revenue Recognition :

Sales of products are recognized when the products are shipped and are stated inclusive of excise duty but net of sales tax, trade discounts and sales returns.

Revenue is recognized when no significant uncertainties exist in relation to the amount of eventual receipt.

The Company generally follows mercantile system of accounting and all income and expenditure items having a material bearing on the financial statements are recognized on accrual basis.

f) Foreign Currency Transactions :

- (i) Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction.
- (ii) Gains/losses arising out of fluctuation in the exchange rates are recognized in the period in which they arise except in respect of Fixed Assets, where exchange variance is adjusted in the cost of the respective assets.

(iii) Foreign currency receivables/payables are translated at the relevant rates of exchange prevailing at the year end except in the case of gain where significant uncertainties exist in relation to the actual realization.

g) Excise Duty

Excise Duty is accounted for as and when paid on the clearance of the goods from the factory.

h) Employees' Retirement and Other Benefits

Company's contribution to provident and other funds is accounted for on accrual basis and charged to Profit and Loss Account.

Provision for unutilized leave benefits is made on accrual basis.

Gratuity liability is provided for on the basis of actuarial valuation.

i) Borrowing Costs

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets prior to commencement of commercial production are capitalized as a part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

j) Miscellaneous Expenditure (to the extent not written off of adjusted)

Preliminary Expenses are being amortized in ten equal annual installments.

Share Issue Expenses incurred for financing the expansion project shall be amortized in ten equal annual installments.

Mines Development Expenses shall be amortized over a period of five years from the year of the commencement of commercial production.

k) Events occurring after Balance Sheet date :

Significant events occurring after the Balance Sheet date have been considered in the preparation of financial statements.

l) Taxes on Income

Current tax is determined as the amount of tax payable in respect of taxable income for the year.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

m) Impairment of Fixed Assets

At the end of each year, the Company determines whether a provision should be made for impairment loss on fixed assets by considering the indications that an impairment loss may have occurred in accordance with Accounting Standard 28 on "Impairment of Assets" issued by the Institute of Chartered Accountants of India. An impairment loss is charged to the Profit and Loss Account in the year in which, an asset is identified as impaired, when the carrying value of the asset exceeds its recoverable value. The impairment loss recognized in prior accounting periods is reversed, if there has been a change in the estimate of recoverable amount.

n) Contingent Liabilities

The demands raised by various Government Authorities are either paid or treated as liabilities, if accepted by the Company and are treated as contingent liability, if disputed by the Company.

II. Notes To Balance Sheet And Profit And Loss Account

	YEAR ENDED 31.03.07	YEAR ENDED 31.03.06
1) Deferred Tax	(Rs. in Lakhs)	
The deferred tax liability comprise of the following		
a) Deferred Tax Liability		
Related to fixed assets	49.08	44.70
Related to mines development expenditure	22.23	00.00
b) Deferred Tax Assets		
Disallowance under the Income Tax Act	0.34	3.95
c) Provision for deferred tax (net)	70.97	40.75
 2) Certain balances appearing under the heads Sundry Debtors, Loans and Advances, Sundry Creditors are subject to confirmation by the respective parties.		
 3) Taxes paid in advance under the head " OTHER CURRENT ASSETS" consists of:-		
i) Rs. 9.47 Lakhs on account of interest received (previous year Rs. 0.57 Lakhs)		
ii) Rs. 1.49 Lakhs on account of works contract and jobwork receipts (previous year Rs. 5.25 Lakhs)		
	YEAR ENDED 31.03.07	YEAR ENDED 31.03.06
4) Loans repayable within one year	Rs.in Lakhs	
Secured Loans	50.92	51.85
Unsecured Loans	46.10	2.13
 5) Prior Period Expenses		
Salaries, Wages, Bonus and Allowances	0.82	-
6) The amount shown under the head "Expenses Payable" in Schedule-11 includes amount due to :-		
Directors in current accounts	12.69	9.63
 7) The list of small scale undertakings to whom amount is outstanding for more than 30 days have been determined based on the information available with the Company and are as follows: Morex Petrochem Ltd, Revex Plasticisers P Ltd, Suraj Marbles P Ltd		
 8) Contingent Liabilities	YEAR ENDED 31.03.07	YEAR ENDED 31.03.06
	(Rs. in Lakhs)	
a) Letters of credit	214.50	327.00
b) Bank Guarantees	113.96	55.99
c) Guarantee issued to Customs Authorities	8.89	8.89
d) Claims against the Company not acknowledged as debts (net of deposit)		
Sales Tax	16.31	6.60
Income Tax	-	-
Excise	-	23.73

9) Managerial Remuneration			
Salary and Allowances		36.50	9.75
Commission		5.42	4.16
		41.92	13.91
10) Computation of Net Profit under Section 349 of the Companies Act, 1956:			
Profit before tax as per Profit and Loss A/c		500.39	409.28
Add:			
Loss on Sale of Assets		-	0.12
Directors' Remuneration		41.92	13.91
Depreciation		22.13	20.20
		564.44	443.51
Less: Depreciation u/s 350		22.13	20.20
		542.31	423.31
Commission Payable to the Managing Director		5.42	4.16
11) Auditors' Remuneration			
(a) as auditor		0.56	0.39
(b) as advisor, or in any other capacity, in respect of			
(i) taxation matters		0.68	0.35
(ii) other matters		0.47	0.82
12) Public Issue			
The Company issued 93,11,875 equity shares of Rs. 10 each at a premium of Rs. 38 per share during the year.			
13) Un-utilized monies as on 31st March, 2007 out of the proceeds from the issue of equity shares is invested as:			
		(Rs. in Lakhs)	
a) In current account with a bank		0.05	
b) In fixed deposit with a bank (including interest accrued)		3530.35	
14) Project Expenditure shown under the head "Capital work-in-progress" is represented by the following expenses			

	Balance as at 31.03.06	Incurred during the Year	Total
Capital Advances	-	2,550,000	2,550,000
	-	2,550,000	2,550,000
Less: Interest Income earned	-	2,235,068	2,235,068
Net Expenditure	-	314,932	314,932

15 TRANSACTIONS WITH RELATED PARTIES 31.03.07 31.03.06

A) RELATIONSHIPS

- i) Shareholders (inc. controlled enterprises)
 - a) Oriental Tiles Limited
 - b) Oriental Buildmat Exports Private Limited
 - c) Colombo Stone Industries P Ltd, Sri Lanka
(Subsidiary of Oriental Buildmat Exports Private Limited)

- ii) Subsidiary Companies None
- iii) Other Parties
- a) Oriental Air & Ship Services Ltd.
b) Oriental Air & Ship Services
c) Oriental Impex
d) Oriental Marble
- iv) Directors and their Relatives
Mr. Rajesh Kumar Punia, Mrs. Savita Punia, Mr. Sunil Kumar
Mr. Mahesh Punia, Mr. Dinesh Punia

B) TRANSACTIONS WITH RELATED PARTIES

i) Details relating to parties referred to items A)(i) **(Rs. in Lakhs)**
Nature of Transaction: **Shareholders**

	31.03.07	31.03.06
Sale of Goods and Services	54.88	159.06
Purchase of Goods & Services	628.96	423.06
Loans Repaid	49.70	148.03
Loans Taken	19.00	18.23
Equity Contribution in cash	111.36	57.75
Equity Contribution (Bonus)	-	82.83
Commission Income	-	1.26
Balance at the year end-Cr (Dr)	306.55	190.55

ii) Details relating to parties referred to items A)(iii)

Other Parties
31.03.07 31.03.06
(Rs. in Lakhs)

Nature of Transaction

Sales of Goods & Services	-	29.68
Purchase of Goods & Services	21.85	47.76

iii) Details relating to parties refer: **Directors etc**
to items A)(iv)

Nature of Transaction

Remuneration	41.92	13.91
Rent	7.80	2.40
Security Deposit (Against Rent)	21.60	18.00
Loans Repaid	82.79	9.91
Loans Taken	24.19	59.08
Equity Contribution in cash	65.64	7.03
Equity Contribution (Bonus)	-	90.45
Balance at the year end-Cr (Dr)	7.27	66.25

16) Earnings Per Share (EPS)

a) Profit after tax (Rs.)	30,686,325	27,214,118
b) Weighted average number of ordinary shares for basic EPS	61,67,240	3,875,786
c) Effect of potential ordinary shares	-	-
d) Weighted average number of ordinary shares for diluted EPS	6,167,240	3,875,786
e) Basic EPS (a/b) (Annualised)	4.98	7.02
Diluted EPS (a/d) (Annualised)	4.98	7.02

17) The Company has single segment “flooring product segment”.

18) Additional Information as required under Schedule VI of the Companies Act, 1956.

a) **Capacity**

Capacity (as certified by a Director)

(Subject to the physical properties of the raw material)

The units are registered with the Secretariat of Industrial Assistance/DIC Baripada, Mayurbhanj.

		YEAR ENDED 31.03.07	YEAR ENDED 31.03.06
Licenced Capacity			
(At Greater Noida, Rairangpur and Balasore)	MT	16,500	16,500
Installed Capacity	MT	13,350	13,350
Production-Inhouse	MT	15,815	12,393
Production-Outside	MT	2,895	1,101

b) Stocks, Turnover, Production, Etc.

	<u>YEAR ENDED 31.03.07</u>		<u>YEAR ENDED 31.03.06</u>	
	<u>Qty(Sq..Ft.) (Rs. in Lakhs)</u>		<u>Qty(Sq..Ft.)(Rs. in Lakhs)</u>	
Opening Stock				
Marble	371,362	504.05	334,080	420.43
Others	Varied	1.31	Varied	2.12
Production-Marble	3742,044		2,487,949	
Turnover				
Marble	4,083,502	7,706.38	2,450,667	4,026.90
Others	Varied	125.52	Varied	985.63
Closing Stock				
Marble	878,074	1,545.98	371,362	504.05
Others	Varied	0.04	Varied	1.31
c) Raw Materials Consumption				
Block – MT	5,293	840.60	5,269	901.67
Marble Slabs - Sq Mtr	260,592	5,145.96	135,792	2,277.28
d) Raw Materials Consumption				
Indigenous		4,307.43		1,966.11
(Value in Rupees)				
- Percentage		71.95		61.85
Imported				
- Value in Rupees		1,679.13		1,212.84
- Percentage		28.05		38.15
e) Stores and Spares				
Indigenous				
- Value in Rupees		50.78		114.29
- Percentage		100.00		95.35
Imported				
- Value in Rupees		-		5.57
- Percentage		-		4.65
f) Value of imports on CIF basis				
- Materials		1,295.99		990.57
- Stores and Spares		-		5.57

g)	Expenditure in foreign currency - Travelling	10.62	9.43
h)	Earnings in foreign exchange - FOB Value of Exports	-	7.60

19) Figures of previous year have been regrouped and reclassified wherever necessary to make them comparable.

Signatures to Schedules 1 to 22

For and on behalf of the Board

For MEHRA WADHWA & CO
Chartered Accountants

Rajesh Punia,
Managing Director
NEW DELHI
June 25, 2007

Savita Punia
Director

H.S.Bisht
Company Secretary

RAKESH MEHRA, F.C.A.,
Partner **M.No. 83784**

Balance Sheet Abstract And Company's General Business Profile

I	Registration Details		
	Registration No.		78339
	State Code		55
	Balance Sheet Date		31.03.07
II.	Capital raised during the year (Rs. in 000's)		
	Public Issue		93119
	Rights Issue		Nil
	Bonus Issue		Nil
	Private Placement		11700
III	Position of Mobilisation & Deployment of Funds (Rs in 000's)		
	Total Liabilities	733,914	Total Assets
	Sources of Funds		733,914
	Paid Capital	148,152	Application of Funds
	Share Application	-	Net Fixed Assets
	Reserves & Surplus	409,516	Investments
	Deferred Tax Liability	7,098	Net Current assets
	Secured Loans	155,050	Misc. Expenditure
	Unsecured Loans	14,098	
IV	Performance of Company (Rs. in 000's)		
	Turnover		789,395
	Total Expenditure		739,356
	Profit/(Loss) before tax		50,039
	Profit/(Loss) after tax		29,363
	Earnings per share (Rs.)		4.98
	Dividend rate (%)		-
	Interim		-
	Final (Proposed)		-
V	Generic names of three Principal Products/Services of Company (as per monetary terms)		
	Item Code No. (ITC Code)		Product Description
	68022110/68022190		Marble slabs/tiles
	68022310/68022390		Granite slabs/tiles

For and on behalf of the Board

For MEHRA WADHWA & CO
Chartered Accountants

Rajesh Punia,
Managing Director
NEW DELHI
June 25, 2007

Savita Punia
Director

H.S.Bisht
Company Secretary

RAKESH MEHRA, F.C.A.,
Partner M.No. 83784

ORIENTAL TRIMEX LIMITED

708, 7TH FLOOR, PADMA TOWER-1, 5 RAJINDRA PLACE, NEW DELHI-110060

DP Id No.		Folio No.	
Client Id No.		No. of shares	

ATTENDANCE SLIP

I/We hereby record my presence at the Eleventh Annual General Meeting of the Company held at on Monday the 30th day of July 2007 at Park View's, Indraprastha Motel, Main Rohtak Road, New Delhi-110041, at 10:00 A.M.

NAME/S OF THE SHAREHOLDER (IN BLOCK LETTERS)	
NAME OF THE PROXY (IN BLOCK LETTERS)	
SIGNATURE OF THE SHAREHOLDER/PROXY	

Notes:

1. Member/s intending to appoint a Proxy, should complete the Proxy form below and deposit it at the registered office of the Company not less than 48 hours before the time of Commencement of the meeting.
2. A Proxy need not be a member.
3. A Proxy cannot speak at the meeting or vote on a show of hands

(Tear Here)

PROXY FORM

ORIENTAL TRIMEX LIMITED

708, 7TH FLOOR, PADMA TOWER-1, 5 RAJINDRA PLACE, NEW DELHI-110060

DP Id No.		Folio No.	
Client Id No		No. of shares	

I / Weof in the district of being a member/members of **ORIENTAL TRIMEX LIMITED** hereby appoint of or failing him..... of in the district of as my/our Proxy to attend and vote for me/us and on my/our behalf at the Eleventh Annual General Meeting of the Company, to be held on Thursday the 30th day of July 2007 at 10.00 a.m. at Park View's, Indraprastha Motel, Main Rohtak Road, New Delhi-110041and at any adjournment thereof.

Affix Rs.1
Revenue
Stamp

Signed this day of 2007.

(Signature/s of the Shareholder's)

Note: The Proxy must be deposited at the Registered Office of the Company **708, 7th Floor, Padma Tower-1, 5 Rajindra Place, New Delhi-110060** not less than 48 hours before the time for holding of the meeting.

Oriental

Oriental Trimex Limited : Operations at a Glance



*Marble processing unit
Greater Noida Unit*

Only state of art, premium quality marble processing unit in NCR, set up in 2001 with capacity of 12600 MT p.a. Oriental imports premium quality marble from all over the globe and process the same in its factory and caters its institutional and retail customers throughout India.



Rairangpur green granite quarry

Company's own quarry of green granite at Rairangpur in Orissa, spread over in 6.90 acres with deposits of over 8,00,000 cubic meter.



Behrampur blue granite quarry

Company own quarry of lavender blue granite at Behrampur in Orissa spread over in 38.14 acres with deposits of over 33,20,000 cubic meter.



Malkangiri black granite quarry

The Company owns quarry of Galaxy black granite at Ratnagiri in Orissa spread over in 27.18 acres.



Greater Noida Factory