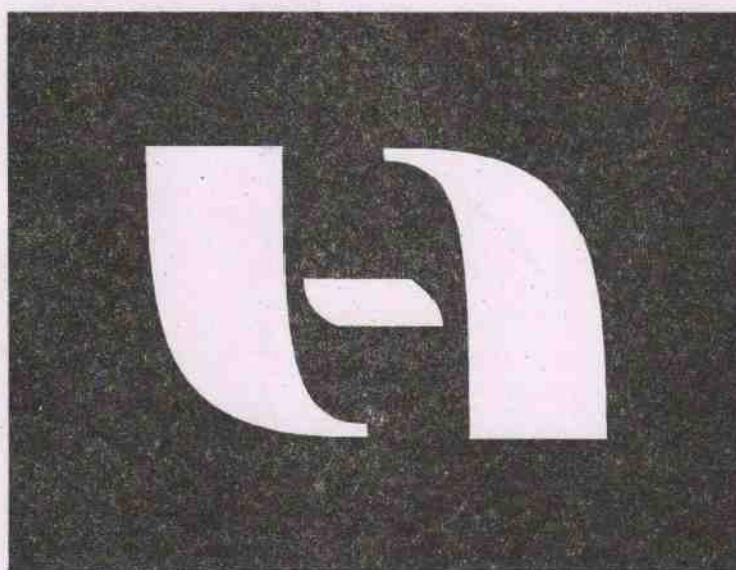




MARUTI  SUZUKI



HIRA AUTOMOBILES LTD.

ANNUAL REPORT

2010-11

BOARD OF DIRECTORS

S. Rahul Inder Singh Sidhu

Chairman

Mrs. Simran Bajwa

Whole Time Director

S. Kuldeep Singh Bhattal

Whole Time Director

S. Isher Singh

Director

Sh. Rajnish Sharma

Director

Sh. Ramesh Kumar

Director

Mrs. Neha Sidhu

Director

Sh. Nasib Chand

Director

BANKERS

PUNJAB NATIONAL BANK

AUDITORS

DALBIR & ASSOCIATES

Chartered Accountants

1969, Katra Sahib Singh, Patiala

PRINCIPAL

MARUTI SUZUKI INDIA LIMITED
PALAM-GURGAON ROAD, GURGAON

REGISTERED OFFICE

REGD OFFICE : SCO 348-349, SECTOR 34-A, CHANDIGARH

SHOWROOMS & WORKSHOPS

SHOWROOM (SALES OUTLETS):-

1. Rajbaha Road, PATIALA
2. Bhai Complex, Malout Road, MUKTSAR
3. Patiala Rajpura Road, RAJPURA.
4. Muktsar Road, MALOUT
5. Radha Swamy Satsang Road, NABHA

WORKSHOPS:

1. 13. Factory Area, PATIALA
2. Narwana Road, PATRAN (Patiala)
3. Bhai Complex, Malout Road, MUKTSAR
4. C-20, Focal Point, PATIALA.
5. Patiala Rajpura Road, RAJPURA
6. Muktsar Road, MALOUT
7. Radha Swamy Satsang Road, NABHA

22nd ANNUAL GENERAL MEETING
On Friday, the 30th day of September, 2011
At 11.00 A.M at the Registered Office.

Notice of Annual General Meeting

Notice is hereby given that the 22nd Annual General Meeting of the members of Hira Automobiles Limited, will be held on Friday, the 30th day of September, 2011 at 11:00 A.M. at the Registered Office of the Company situated at SCO 348-349, Third Floor, Sector 34-A, Chandigarh, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March, 2011 and the Balance sheet as at that date together with the Report of the Directors and Auditors thereon.
2. To appoint a director in place of Mr. Isher Singh who retires by rotation in accordance with Article 149 of Articles of Association of the company and being eligible, offers himself for reappointment.
3. To appoint a director in place of Mr. Nasib Chand who retires by rotation in accordance with Article 149 of Articles of Association of the company and being eligible, offers himself for reappointment.
4. To appoint auditors and fix their remuneration.

By Order of the Board
For Hira Automobiles Limited.

Place: Chandigarh
Date: 03.09.2011

(Rahul Inder Singh Sidhu)
Chairman

SHOWROOM (SALES OUTLETS):

1. Rajpura Road, PATAJIA
2. Bhai Complex, Malton Road, MUKTAR
3. Pataja Rajpura Road, RAJPURA
4. Muktar Road, MALOUT
5. Rajpura Swamy Sanyal Road, WARIHA

WORKSHOPS:

1. 11 Factory Area, PATAJIA
2. Narwan Road, PATAJIA (Patiala)
3. Bhai Complex, Malton Road, MUKTAR
4. C-50, Focal Point, PATAJIA
5. Pataja Rajpura Road, RAJPURA
6. Muktar Road, MALOUT
7. Rajpura Swamy Sanyal Road, WARIHA

22nd ANNUAL GENERAL MEETING
On Friday, the 30th day of September, 2011
At 11:00 A.M. at the Registered Office.

DIRECTORS' REPORT

Notes:

1. A member entitled to attend and vote at this meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself / herself and the proxy need not be a member of the company. The proxy, in order to be effective, must be received by the company not less than forty eight hours before the meeting. The proxy form is enclosed.
2. The Register of Members and the Share Transfer Books of the Company shall remain closed from 28th day of September, 2011 to 30th day of September, 2011 (both days inclusive).
3. Members desiring any information as regards accounts are requested to write to the company at its Registered Office at least 10 days before the date of the Annual General Meeting so as to enable the Management to keep the information ready.
4. The copies of relevant documents can be inspected at the Registered Office of the Company on any working day from 10:30 a.m. to 12.30 p.m.

113.73	82.30	PROFIT BEFORE TAXATION
22.38	18.01	CURRENT TAX (net of last year adjustment)
88.34	64.29	PROFIT AFTER CURRENT TAX
30.08	22.40	DEFERRED TAX LIABILITY
58.26	41.89	PROFIT AFTER DEFERRED TAX

By Order of the Board
 For Hira Automobiles Limited.
 (Rahul Inder Singh Sidhu)
 Chairman

Place: Chandigarh
 Date: 03.09.2011

Fixed Assets: (i)
 Your company has also opened a new Show-room cum Workshop at Mohali. Showroom at Patiala has also been renovated and also enlarged its show-room and workshop at Patiala. To develop and expand the business in Patiala, it has made a tie-up with a party who will invest infrastructure cost and working capital investment will be on our part. In this regard, the gross fixed assets as at 31st March, 2011 have increased largely and were stood at Rs. 1138.94 lacs as compared to Rs. 821.10 lacs in the previous year. During the year, the Company added net assets amounting to Rs. 101.84 lacs, which is mainly on account of addition of fixed assets in the new dealership in building, vehicles, furniture and fixtures, computers and plant and machinery.

Working Assets: (ii)
 The Net Current Assets as on 31st March, 2011 were Rs. 1910.08 lacs as against Rs. 882.28 lacs in the previous year.

NEW SHOWROOM AND WORKSHOP
 The Company has opened one new show-room and workshop one at Mohali at Bahadurgarh. Showroom and Workshop have been enlarged and Patiala show-room has been renovated.

DIRECTORS' REPORT

To

The Members,

The Directors of your company have pleasure in presenting the 22nd Annual Report together with Audited Accounts of the company for the year ended 31st March, 2011.

FINANCIAL RESULTS

The financial results of the company are as under:

	(Rs. In Lacs)	
	2010-11	2009-10
TURNOVER	18984.19	12615.39
OTHER INCOME	804.68	524.20
PROFIT BEFORE TAXATION	113.72	62.26
CURRENT TAX (Net of last year adjustment)	25.38	19.05
PROFIT AFTER CURRENT TAX	88.34	43.21
DEFERRED TAX LIABILITY	26.06	22.49
PROFIT AFTER DEFERRED TAX	62.28	21.65

1. REVIEW OF OPERATIONS

Your Company has achieved Sales & Other income of Rs.19788.87 Lacs as compared to Rs. 13139.59 Lacs during the previous year with a net profit of Rs.62.28 Lacs as compared to Rs.21.65 lacs in the previous year.

2. RESOURCE UTILIZATION:**(i) Fixed Assets:**

Your company has also opened a new Show-window cum Workshop at Nabha, Showroom at Patiala has also been renovated and also enlarged its Showroom and workshop at Muktsar resulting in more need of financial resources. To develop and construct the dealership infrastructure at Nabha, it has made a tie-up with a party at Nabha who will invest infrastructure cost and working capital investment will be on ours. Due to these reason, the gross fixed assets as at 31st March, 2011 have increased largely and were stood at Rs 1128.94 lacs as compared to Rs. 823.10 lacs in the previous year. During the year, the Company added net assets amounting to Rs.161.84 lacs, which is mainly on account of addition of fixed assets in the new dealership in **building, vehicles, furniture and fixtures, computers and plant and machinery.**

(ii) Working Assets:

The Net Current Assets as on 31st March, 2011 were Rs 1910.98 lacs as against Rs.889.28 lacs in the previous year.

3. NEW SHOWROOM AND WORKSHOP

The Company has opened one new showroom and workshop one at Nabha at Radhaswamy Satsang Road and Muktsar showroom and workshop have been enlarged and Patiala showroom has been renovated.

4. DIVIDEND :

Your Directors regret to recommend any dividend for this year also owing to deployment of profits for further expansion.

5. PUBLIC DEPOSITS :

The company has accepted deposits under sections 58A and 58AA of the companies Act, 1956 read with the Companies (Acceptance of Deposit) Rules, 1975 during the Financial Year under review in addition to advance against car sales / sales promotion schemes of monthly installments, hence amount of principal and interest has been accounted for outstanding as on the date of Balance Sheet. The company has also completed all the formalities for acceptance of deposits from public during the F.Y. 2011-12 with ROC. There are no over due/unclaimed deposits or interest on deposit.

6. CONTRIBUTION TO EXCHEQUER:

Your company's contribution to the Government exchequer during the year under review by way of sales tax and service tax was Rs. 2487.40 lacs.

7. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE:

Your company is an authorised dealer of Maruti Suzuki India Ltd. for selling Maruti Suzuki vehicles and spares and for providing workshop facilities to the customers. Hence there is no special requirement of energy and technology. The information under section 217 (1)e of The Companies Act, 1956 is nil.

8. PERSONNEL:

None of the employee of the company is in receipt of remuneration for whole / part of the year exceeding the limit prescribed under section 217(2 A) of the Companies Act 1956. The company has continued to follow the policy of creating healthy environment and work culture resulting into harmonious inter-personnel relations. The relations with employees remained cordial throughout the year.

9. DIRECTORS:

Mr Isher Singh and Mr. Nasib Chand retire at the forth coming Annual General Meeting pursuant to Article 149 of Articles of Association of the company and being eligible, offer themselves for reappointment.

10. LISTING:

The securities of the company are listed at Mumbai, Delhi, Ludhiana and Ahamdabad Stock Exchanges and the Listing Fees for the current period has been paid.

11. AUDITORS :

M/s Dalbir & Associates., Chartered Accountants has resigned as Statutory Auditors of the company and board has appointed Mehta Sharma & Associates as Statutory Auditors of the company in their place.

12. DIRECTORS RESPONSIBILITY STATEMENT:

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

1. In the preparation of the annual accounts for the financial year ended 31st March, 2011, the applicable accounting standards have been followed along with proper explanation relating to material departures;
2. The Directors have selected such accounting policies and applied them consistently and made judgement and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the year under review ;
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities ;
4. The Directors have prepared the accounts for the financial year ended 31st March, 2011 on a going concern' basis.

14. FOREIGN EXCHANGE EARNINGS AND OUT GO

Your company has neither earned any foreign exchange nor incurred any expenditure of foreign exchange during the year under review.

15. CORPORATE GOVERNANCE

Pursuant to clause 49 of Listing Agreement with Stock Exchange(s), the Company has complied with the provisions of Clause 49 as per the schedule of implementation of Corporate Governance and Management Discussion and Analysis report on corporate governance and auditors certificate regarding compliance with corporate governance form part of the annual report.

16. COMPLIANCE CERTIFICATE:

The Company has obtained a Compliance Certificate as required u/s 383A of the Companies Act, 1956, which is attached herewith and it forms part of the Directors Report.

17. ACKNOWLEDGEMENTS :

Your directors are pleased to place on record their sincere thanks to the Maruti Suzuki India Limited, Punjab National Bank, Other financial institutions and Business Constitutes for their continued valued co-operation and support to the company. Your directors also express their deep appreciation for the devoted and sincere services rendered by workers, staff and executives at all levels of the operations of the company during the year and we are confident that your company will continue to receive such co-operation from them in future also.

By Order of the Board

For Hira Automobiles Limited.

Place: Chandigarh

(Rahul Inder Singh Sidhu)

Date: 03.09.2011

Chairman

COMPLIANCE CERTIFICATE
(In terms of Section 383A of The Companies Act, 1956)

CIN: L50101CH1989PLC009500
NOMINAL CAPITAL : RS.6,00,00,000/-
PAID UP CAPITAL : RS. 2,75,34,400/-

To,
The Members,
Hira Automobiles Limited
SCO 348-349, Sector-34 A, Chandigarh.

I have examined the registers, records, books and papers of Hira Automobiles Limited (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2011. In my/our opinion and to the best of my/ our information and according to the examinations carried out by me/us and explanations furnished to me/us by the company, its officers and agents, I/we certify that in respect of the aforesaid financial year.

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The company is a public limited company and the provisions of minimum paid up capital, restrictions on invitation to the public and to subscribe for shares /debentures and invitation or acceptance of deposits are not applicable.
4. The Board of Directors duly met Ten times on 30.04.2010,13.05.2010,31.07.2010, 03.09.2010,13.10.2010,30.10.2010,16.12.2010,31.01.11, 09.02.2011 and 11.03.2011 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The company closed its Register of Members from 28.09.2010 to 30.09.2010 (both days inclusive) and necessary compliance of section 154 of the Act has been made.
6. The annual general meeting for the financial year ended on 31.03.2010 was held on 30.09.2010 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The company has not advanced any loan to its directors and/or persons or firms or companies referred in the section 295 of the Act.
9. The company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section. The company has purchased services worth Rs .08 lacs.

