

**THE NATIONAL SMALL INDUSTRIES CORPORATION LIMITED**  
**PROFIT AND LOSS ACCOUNT (CONSOLIDATED) FOR THE YEAR ENDED 31.3.2007**

(Amount in Rs.)

Particulars	Schedule No.	Current Year	Previous Year
<b>A. INCOME</b>			
Sales	11	3264490728	2641713776
Hire Charges		10599939	20358902
Lease Rentals	12	2586376	5635348
Grants and Subsidies	13	246364358	171140827
Items produced for Internal Use		0	120000
Interest	15	138232757	100915390
Other Income	16	250112060	255108130
Service Charges	16-A	41922632	32305004
Replacement Reserve as per contra		6792525	6890565
<b>TOTAL</b>		<u>3961101375</u>	<u>3234187942</u>
<b>B. EXPENDITURE</b>			
Purchases	17	3231091068	2619277883
Consumption of Stores		968783	613379
Accretion / Decretion in Stock	14	1222445	1115984
Employees Remuneration & Other Benefits	18	232844060	230870373
Depreciation	19	10794218	12021972
Interest	20	91830298	87044500
Other Expenses	21	307582147	227073123
Losses / Bad Debts Written Off	22	20807986	6038503
Exchange Variation Losses		5269076	389659
Depreciation as per contra		6792525	6890565
Provision for Government Guarantee Fee		3155847	3033214
<b>TOTAL</b>		<u>3912358453</u>	<u>3194369155</u>
<b>NET OPERATING PROFIT/ (LOSS) FOR THE YEAR</b>		<u>48742922</u>	<u>39818787</u>
Prior Period Expenditure (Net)	23	1928008	(447905)
Amortisation of VRS Expenditure		(20726180)	(19986716)
Provision for Doubtful Debts		0	(3452545)
<b>NET PROFIT/( LOSS) BEFORE TAX</b>		<u>29944750</u>	<u>15931621</u>
Less : Income Tax for earlier years		0	(1818836)
Less: Fringe Benefit Tax		(1497912)	(1568496)
<b>NET PROFIT / ( LOSS) AFTER TAX</b>		<u>28446838</u>	<u>12544289</u>
<b>Available for Appropriations :</b>			
Proposed Dividend		5690000	0
Tax on Proposed Dividend		967016	0
Balance Profit		21789822	12544289
Balance brought forward from previous year		(1537446589)	(1549990878)
<b>NET LOSS CARRIED FORWARD</b>		<u>(1515656767)</u>	<u>(1537446589)</u>
Earning Per Share(EPS)		1.31	0.63

Statement of Accounting Policies and Contingent liability and Schedules including Notes on Accounts (Sch 24) form an integral part of Accounts.

As per our report of even date attached.

For GOEL GARG & CO.  
Chartered Accountants

S.C. GOYAL  
Director (Finance)

H.P. KUMAR  
Chairman-cum-Managing Director

AJAY RASTOGI  
Partner  
Membership No.84897  
Place : New Delhi  
Date : 03.08.2007

S.K. HANDA  
Dy. General Manager (F&A)

NITI SETHI  
Company Secretary