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COMPANY INFORMATION

BOARD OF DIRECTORS

SHRI P.K. TYAGI	- DIRECTOR
SHRI B S RAJU	- WHOLETIME DIRECTOR
SHRI P. HARINADHA BABU	- INDEPENDENT DIRECTOR
SHRI G.NITYANAND	- INDEPENDENT DIRECTOR
SHRI S.RADHAKRISHNAN	- INDEPENDENT DIRECTOR
SHRI K.DEEPAK	- DIRECTOR

AUDITORS : ***M/s G.L. KOTHARI & CO. Bangalore***

REGISTERED OFFICE : ***25-A, Attibele Industrial Area,***
Attibele -562 107, Bangalore District.

CORPORATE OFFICE : ***8-2-684/3/25&26, Road No.12,***
Banjara Hills,Hyderabad,
Andhra Pradesh- 500 034.

REGISTRAR AND : ***Bigshare Services Private Limited.,***
SHARE TRANSFER AGENT *G-10, Left Wing, Amrutha Ville,*
Opposite Yashoda Hospital,
Somajiguda, Rajbhawan Road,
Hyderabad – 500082.

LISTED AT : *Bombay Stock Exchange Limited*
The Bangalore Stock Exchange Limited
The Ahmadabad Stock Exchange Limited
The Delhi Stock Exchange Limited



NOTICE

Notice is hereby given that the **Twenty Third Annual General Meeting** of the members of the Company will be held at 11.00 A.M on Thursday, the 26th September, 2013 **at the Registered office of the Company at 25-A, Attibele Industrial Area, Attibele - 562107**, Bangalore District to transact the following business:

AS ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2013 and the Profit and Loss Account for the financial year ended on that date along with the Report of Directors and the Auditors thereon.
2. To appoint Director in the place of Sri P. Harinadha Babu who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Director in the place of Sri Prabhat Kumar Tyagi who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint G.L. Kothari & Co, Chartered Accountants Bangalore, as Statutory Auditor of the Company to hold the office as such from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix the remuneration.

AS SPECIAL BUSINESS :

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

“RESOLVED THAT Mr. Baladari Satyanarayana Raju who was appointed as an Additional Director of the company w.e.f 25th September, 2012, holds office till the commencement of this Annual General Meeting and in respect of whom the company has received a notice in writing from a shareholder proposing his candidature for the office of Director, be and is hereby appointed as a Director of the company whose period of office shall not be liable to determination by retirement of Directors by rotation.”

“RESOLVED FURTHER THAT pursuant to the provisions of sections 198, 269, 309 & 310 read with Schedule XIII of the Companies Act, 1956, the members hereby accords their approval for the appointment of Mr. Baladari Satyanarayana Raju, who signified his consent in writing to act as Whole Time Director of the company for a period of five years w.e.f. 25th September, 2012 without any remuneration to look after compliances of all statutes for the time being in force.”

“RESOLVED FURTHER THAT as long as he is in the capacity of whole time director he is not subject to liable to retire by rotation.”

“RESOLVED FURTHER THAT he may be allowed to draw sitting fees and other allowances while attending for the Board Meetings along with other directors of the Company.”

BY THE ORDER OF THE BOARD

Sd/-

B.S.RAJU

WHOLE TIME DIRECTOR

Place : Bangalore
Date : 14.08.2013



NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND TO VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE COMPANY'S REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE MEETING.**
2. The Register of Members and the Share Transfer Books will remain closed from 18th September, 2013 to 20th September, 2013 (both days inclusive).
3. Members / Proxies are requested to bring their copies of Annual Report with them for the Annual General Meeting and the attendance slip duly filled in for attending the Meeting. No copies of the Annual Report will be distributed at the meeting.
4. Members are requested to quote their Registered Folio No on all correspondence with the Company.
5. Members are requested to send all communication relating to shares to the Company's Share Transfer Agents (Physical and Electronic) at Bigshare Services Private Limited., G-10, Left Wing, Amrutha Ville, Opposite- Yashoda Hospital, Somajiguda, Rajbhawan Road, Hyderabad – 500082.
6. The information pursuant to Clause 49 of the Listing Agreement with respect to the details of the Directors seeking appointment / re-appointment in this Annual General Meeting is annexed.
7. Inview of the green initiatives taken by the Ministry of Corporate Affairs all the members of the Company are hereby requested to send their email IDs to novagrants1990@gmail.com or info@midwestgoldltd.com to send the annual reports and other information electronically.

EXPLANATORY STATEMENT PERSUANT TO SECTION 173(2)

ITEM NO. 5

Mr. Baladari Satyanarayana Raju was appointed as an Additional Director of the Company by the Board of Directors w.e.f. 25th September, 2012 Pursuant to Section 260 of the Companies Act, 1956, and he holds office up to the commencement of the ensuing Annual General Meeting. As required under Section 257 of the said Act, notice has been received from a member along with deposit of Rs. 500/- signifying his intention to propose Mr. Baladari Satyanarayana Raju as a candidate for the office of Director.

The Board of Directors has also appointed Mr. Baladari Satyanarayana Raju as a Whole Time Director of the Company for a period of 5 years with effect from 25th September, 2012 on the terms and conditions as set out in the resolution, subject to the approval of the members of the Company. He also disclosed his interest that he is a director in "South Coast Infrastructure Development Company of Andhra Pradesh Limited."

As per the provisions of Section 198, 269 and 309 read with Schedule XIII to the Companies Act, 1956, the appointment of Whole Time Director without any remuneration requires the approval of the members in General Meeting by way of a Ordinary resolution.

The Board of Directors recommended the resolutions for members approval. None of the directors were interest or concerned except Mr. Baladari Satyanarayana Raju.



ADDITIONAL INFORMATION

(Pursuant to Clause 49 IV (G) of the Listing Agreement)

Sri P.Harinadha Babu is a retired Director General (GSI) and also having vast experience in the field of business and geological information. His services are considered to be useful to the Company in various aspects.

He is not Director in other Companies.

Shareholding in the Company: Nil

Sri P.K.Tyagi, is the promoter of this Company and a graduate , having vast experience in the field business. His services are considered to be useful to the Company in various aspects.

He is not Director in any other Companies:

Shareholding in the Company: 1743

DIRECTORS' REPORT

To
The Members,

Your Directors have pleasure in presenting the **TWENTY THIRD ANNUAL REPORT** together with the Audited Accounts of the company for the financial year ended 31st March, 2013.

FINANCIAL HIGHLIGHTS :

The performance of the company for the financial year ended 31st March 2013 is summarized below.

PARTICULARS	(Rupees In Lakhs)	
	2012-13	2011-12
Gross Revenue	680.36	457.84
Total Expenditure	658.48	460.80
Profit/ (Loss) before Financial Charges, Depreciation and Taxation	21.88	-2.97
Less : Financial Charges	6.69	2.09
Depreciation	6.22	6.06
Profit/(Loss) before Tax (PBT)	8.97	-11.12
Less/Add: Profit/ loss on sale / discard nation of Fixed Assets	0	0
Less : (Income Tax)	0	0
Add: Provision for Fringe Benefit Tax	0	0
Add: Provision for Deferred Tax Liability / (Asset)	2.77	-2.97
Profit/(Loss) after Tax	6.19	-8.15

PERFORMANCE

Your Company achieved a Turnover of Rs. 680.36 Lacs when compared to Rs 457.84 lacs during the previous year. The operations of the Company resulted in a Profit of Rs.8.97 lacs when compared to Loss Rs. 11.12 lacs before taxes during the previous year.

FUTURE OUTLOOK:

The management has done well to ensure sustain operations. However, due to high cost and expenditure, the operations resulted in earning a Profit. Efforts are being made to



DIRECTORS' REPORT

reduce the costs involved in the coming years.

The Management is also looking to enhance the profit in the ensuing financial year.

DIVIDEND:

Your Directors do not recommend any dividend for the financial year 2012-2013, in view of the insufficient profit and accumulated losses.

FIXED DEPOSITS:

The company has neither accepted nor renewed any deposits falling within the provisions of Section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975 from the public during the financial year.

DIRECTORS:

Sri P. Harinadaha Babu and Sri Prabhat Kumar Tyagi, directors are retiring at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

AUDITORS:

M/s. G.L. Kothari & Co. Chartered Accountants, Bangalore, the Statutory Auditors of the company retire at the conclusion of ensuing Annual General Meeting & being eligible, offer themselves for re-appointment. They have furnished a certificate stating that their re-appointment, if made, will be within the limits laid down under Section 224(1B) of the Companies Act, 1956.

The Board recommends their appointment as the Statutory Auditor of the Company.

INTERNAL AUDIT:

The company does not have an internal audit system commensurate with the size and nature of its business. However the company has its own internal control system which enables it from time to time to monitor employee adherence to internal procedure and external regulatory guidelines.

PARTICULARS OF EMPLOYEES:

There are no employees whose particulars are required to be furnished under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of employees) Rules, 1975, and as amended from time to time as remuneration, none of the employees is in excess of Rs.5,00,000/- per month, if employed for the part of year or Rs.60,00,000/- per annum during the financial year 2012-13.

DIRECTORS' REPORT

DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors of your Company hereby report:

- (i) that in the preparation of Annual Accounts for the financial year ended 31st March, 2013, the applicable accounting standards have been followed along with the proper explanation relating to material departures, if any, there from;
- (ii) that the directors have 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 state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (iii) that the directors have 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 on a going concern basis.

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

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo as required by section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of the particulars in the report of the Board of Directors) Rules, 1988 are given as Annexure A and forms part of this report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis Report, pursuant to Clause 49 of the Listing Agreement forms part of this Report and is annexed hereto.

CORPORATE GOVERNANCE:

The Company has implemented the procedures and adopted practices in conformity with the Code of Corporate Governance enunciated in Clause 49 of the Listing Agreement with the Stock Exchanges. A separate report on Corporate Governance is annexed herewith, as a part of the Annual Report along with the Auditor's Certificate on its compliance.

COMPLIANCE CERTIFICATE:

The Company has obtained Compliance Certificate for the financial year 2012-13, pursuant to the provisions of Section 383A of the Companies Act, 1956 from a qualified Company Secretary in whole time practice. A copy of the same is attached to this report.



DIRECTORS' REPORT

LISTING:

Your Company's shares are presently listed on the Stock Exchanges of Bombay, Bangalore, Ahmadabad, and Delhi. However there is no trading in Bangalore, Ahmadabad and Delhi, since the said stock exchanges are not providing trading platform.

ACKNOWLEDGEMENTS:

The Board of Directors would like to place on record its appreciation towards all the employees & the managerial personnel of the company for their contribution in the operations of the company during the year under review. The Directors would also like to record their sincere thanks to the Company's bankers, Central and State Government officials, customers, vendors and the shareholders for their continued support and co-operation.

BY THE ORDER OF THE BOARD

For MIDWEST GOLD LIMITED

Sd/-
P.K. Tyagi
Director

Sd/-
B.S.Raju
Whole Time Director

Place : Bangalore

Date : 14.08.2013



Annexure – A

INFORMATION UNDER SECTION 217(1) (e) OF THE COMPANIES ACT, 1956, READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

A. CONSERVATION OF ENERGY:

- i. The Operations of the Company require extensive use of power and the company is supplementing its power requirement by use of generators installed in the Factory.
- ii. The Company has not made any additional investments and has not proposed any amount for reduction of consumption of energy.
- iii. There is no impact of the measures at (i) and (ii) above for reduction of energy consumption and consequent impact on the cost of production of goods.
- iv. Disclosure under Form A is not applicable to the Company.

B. TECHNOLOGY ABSORPTION:

FORM B

(Disclosure of particulars with respect to technology Absorption)

i) Research and Development (R & D):

Specific areas in which R & D carried out by the Company : NIL

Benefits derived as a result of the above : NIL

Future plan of action : NIL

Expenditure on R & D : NIL

ii) Technology absorption, adaptation and innovation : NIL

C) FOREIGN EXCHANGE EARNINGS AND OUT GO:

Foreign Exchange earnings and outgo : (on receipts and payments basis)

Particulars	Rs in Lacs	
	2012-2013	2011-2012
Foreign Exchange Earnings	0.00	0.00
Foreign Exchange Outgo	567.50	351.08

**BY THE ORDER OF THE BOARD
For MIDWEST GOLD LIMITED**

Sd/-
P.K. Tyagi
Director

Sd/-
B.S.Raju
Whole Time Director

Place : Bangalore

Date : 14.08.2013

FORM (See Rule 3)
COMPLIANCE CERTIFICATE

Registration Number : 08-011396
Authorised capital : Rs. 20,00,00,000/-
Paid up capital : Rs. 3,27,00,000/-

To

The Members of
Midwest Gold Limited
(Formerly Nova Granites (India) Limited.)

I have examined the Registers, Records, Books and papers of **M/s Midwest Gold Limited (Formerly Nova Granites (India) 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, 2013. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents. I 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 of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has 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 prescribed under the Act and rules made there under.
3. The Company being a public limited Company, the provisions of Section 3 (1) (iii) (b), (c) and (d) are not applicable to the Company.
4. The Board of Directors duly met 8 (Eight) times respectively on 07.04.2012, 30.04.2012, 15.05.2012, 13.06.2012, 13.08.2012, 25.09.2012, 14.11.2012 and 12.02.2013 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members from 18th September, 2012 to 20th September, 2012 (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 31.03.2012 was held on 25.09.2012 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra-ordinary General Meeting was held during the financial year.
8. As per the explanations and clarifications provided, the Company has not advanced loans to its directors or persons or firms or companies referred to under section 295 of the Act during the year under review.



FORM (See Rule 3)
COMPLIANCE CERTIFICATE

9. As per the explanations and clarifications given, the Company has not entered into contracts falling within the purview of section 297 of the Act during the year.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As per the explanations and clarifications provided by the management there were no instances falling within the purview of section 314 of the Act, and accordingly the Company has not required to obtain any approvals from the Board of Directors, Members or Central Government.
12. The Board of Directors or duly constituted Committee of Directors has not required to approve the issue of duplicate share certificates during the year under review.
13. The Company :
 - i. Has duly delivered all the certificates on lodgment thereof for transfer / transmission of securities or any other purpose in accordance with the provisions of the Act during the year.
 - ii. Has not deposited any amount in separate Bank Account as no dividend was declared during the financial year.
 - iii. Was not required to post warrants to any member of the Company as no dividend was declared during the financial year.
 - iv. Has not transferred the amounts in unpaid dividend account, application money due for refund, matured debentures, matured deposits and the interest accrued thereon which have remained unclaimed or unpaid for a period of Seven years to Investor Education and Protection Fund – No such cases
 - v. Has duly complied with the requirements of section 217 of the Act.
14. The Board of directors of the Company is duly constituted. Two directors who were retired by rotation at the annual general meeting held on 25.09.2012 have been re-appointed.
15. The Board has appointed one whole time director during the year under review.
16. The Company has not appointed any sole selling agents during the financial year.
17. As per the clarifications and explanations provided to me, the Company is not required to obtain approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies or such other authorities as prescribed under the various provisions of the Act during the year.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and rules made there under.
19. The Company has not issued /allotted any shares/ debentures/ or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.



FORM (See Rule 3)
COMPLIANCE CERTIFICATE

21. There was/were no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the right to dividend, right shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited or/accepted any public deposits pursuant to section 58A and 58AA, of read with companies (Acceptance of Deposit) Rules 1975, including any unsecured loans falling within the purview of section 58A during the financial year.
24. The Company has not borrowed any money (ies) from the directors, members, public financial institutions, banks during the financial year. However it has borrowed from the Companies for its day to day operations which is not prejudicial to the interest of the Company.
25. The company has given guarantees to other bodies corporate in accordance with Section 372A of the Companies Act, 1956. The Audit Committee has been duly constituted.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital during the year under scrutiny.
30. The Company has not altered its Articles of Association during the year under scrutiny.
31. There was/were no prosecution initiated against or show cause notices received by the Company during the year.
32. The Company has not received any amount as security from its employees during the year under certification as per the provisions of section 417(1) of the Act.
33. The Company has not constituted any provident fund for its employees pursuant to the provisions of Section 418 of the Act.

Place: Bangalore
Date: 14.08.2013

Sd/-
SRINIVASA SITHARAM APPIKATLA
C P No: 9808
M. NO. 21173



Annexure - A

Statutory Registers as maintained by the Company

1. Register of Charges U/s 143
2. Register of Members U/s150
3. Minute Books of Board Meetings and
4. Minute Books of General Meetings U/s 193
5. Register of particulars of contracts in which Directors are interested U/s 301
6. Register of Directors, Managing Director, Manager and Secretary U/s 303
7. Register of Directors Shareholding U/s 307



Annexure - B

Forms and Returns as filed by the Company with Registrar of Companies during the financial year ending 31st March 2013.

SL No	Form No/Return	Under section	Description	Date of filing	Whether filed Within prescribed Time- Yes/No	If delay in filing whether requisite Additional fee paid-Yes/No
1.	Form 23	372A	Inter corporate loans and Investments	06.04.2012	Yes	No
2.	Form 8	125	Creation of Charge	11.06.2012	Yes	No
3.	Form 17	138	Satisfaction of Charges	12.06.2012	Yes	No
4.	Sch VI	220	Annual Report for the year 2011-2012.	25.12.2012	Yes	No
5.	Sch V	159	Annual Return for the Year 2011-2012.	24.11.2012	Yes	No
6.	Form 66	383A	Compliance Certificate	18.10.2012	Yes	No
7.	Form 25C	269	Appointment of Whole Time Director	11.01.2013	No	Yes

Place : Bangalore

Date : 14.08.2013

Sd/-

SRINIVASA SITHARAM APPIKATLA

C P No: 9808

M. NO. 21173



MANAGEMENT DISCUSSION & ANALYSIS

OVERVIEW :

The financial statements have been prepared in compliance with the requirements of the Companies Act, 1956, guidelines issued by the Securities and Exchange Board of India (SEBI) and other statutory requirements. Our Management accepts responsibility for the integrity and objectivity of these financial statements, as well as for various estimates and judgments used therein. The estimates and judgments relating to the financial statements have been made on a prudent and reasonable basis, so that the financial statements reflect in a true and fair manner the form and substance of transactions and reasonably present our state of affairs, profits and cash flows for the year.

OPPORTUNITIES, THREATS, RISKS AND CONCERNS :

The products of the Company have a very costly and competitive in domestic as well as in overseas markets, which are confined to some rich countries only, coupled with that the demand for gold is heading scarce material globally. The competition in the International market has also increased to an alarming proportion. The company being aware of these fast developing scenarios is constantly striving to come up with suitable technological innovations and investments.

The Company has the mechanism to combat the risks of exposure to Business, Assets and Financial Risks in the form of competition, accidents, natural calamities, obsolescence, and fluctuations in foreign currency etc. **The management of your company is on constant vigil to combat any eventuality that may pose threat to the company's business.**

SEGEMENT-WISE PERFORMANCE :

The Company is now operating in two segments, one is processing and the other is trading of marble and granite. Hence the segment wise disclosure was made under Accounting Standard 17 on Segment Reporting. However the Company has not made any turnover in relation to gold mining/processing as the applications for RP/Prospecting license filed for gold mining are still pending before the Government of India. Due to over fluctuations in Gold Trading, the Company has discontinued the exclusive trading in Gold.

INTERNAL CONROL SYSTEMS AND THEIR ADEQUACY :

The philosophy we have with regard to internal control systems and their adequacy has been formulation of effective systems and their strict implementation to ensure that assets and interests of the Company are safeguarded; checks and balances are in place to determine the accuracy and reliability of accounting data. The Company has a well defined organization structure with clear functional authority, limits for approval of all transactions. The Company has a strong reporting system, which evaluates and forewarns the management on issues related to compliance. Company updates its internal control system from time to time, enabling it to monitor employee adherence to internal procedures and external regulatory guidelines.



MANAGEMENT DISCUSSION & ANALYSIS

FINANCIAL PERFORMANCE & OUTLOOK:

Your Company achieved Turnover of Rs. 680.36 lacs when compared to Rs 457.84 lacs during the previous year. The operations of the Company resulted in profit of Rs.8.97 lacs when compared to Losss Rs.11.12 lacs before taxes during the previous year.

The management has done well to ensure sustain operations. However, due to high cost and expenditure, the operations resulted in getting mere profit. Efforts are being made to reduce the costs involved. The Management is also looking at improving the profitability in the ensuing financial year.

PERSONNEL:

Human wealth is the ultimate wealth for any industry. The Company recognizes this fact and understands that employees are one of the most important sources for sustained growth of any business. Quality personnel delivering their optimum potential for the organization is the key differentiator. The Company maintained good relations with its employees and there was no unrest in the Company at any point of time during the year.



REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON THE CODE OF GOVERNANCE

The Company believes in transparency, empowerment, accountability and integrity in its operations duly delegated authority to various functional heads that are responsible for attaining the corporate plans with the ultimate purpose of enhancement of "Stake holder value".

Moreover, the Company believes that sound Corporate Governance practices provide an important platform to assist the management and the Board in delivering its responsibilities. The Company has always been taking the spirit of various legislations as guiding principles and has done well beyond simple statutory compliance. The Board of directors of the company has responsibility of protecting the long term interests of all the stakeholders, while adhering to sound principles of corporate governance.

The Company has professionals on its Board of Directors who are actively involved in the deliberations of the Board on all important policy matters.

2. BOARD OF DIRECTORS

During the Financial year ended 31st March, 2013, Board of Directors met 8 (Eight) times as mentioned below and gap between two Board meetings did not exceed four months. None of the Directors on the Board is a member in more than 10 committees and none of them act as Chairman of more than five committees across all companies in which he is a Director :

07.04.2012	30.04.2012	15.05.2012	13.06.2012
13.08.2012	25.09.2012	14.11.2012	12.02.2013

The attendance at the Board Meetings conducted during the 12 months period ended 31st March, 2013 and at the Annual General Meeting as also the number of Directorships and committee memberships (other than Midwest Gold Limited) are given below:



REPORT ON CORPORATE GOVERNANCE

Name of Director	Category	Designation	No. of Board Meetings Attended	Attendance at previous AGM	No. of Memberships in other companies (excluding private limited Companies)	
					Boards	Committees
K. Deepak	Non-Executive	Director	8	Yes	—	—
P.K.Tyagi	Promoter & Non-Executive	Director	8	Yes	—	—
P. Harinadha Babu	Non-Executive, Independent	Director	8	Yes	—	—
S. Radhakrishnan	Non-Executive, Independent	Director	4	No	—	—
B S Raju	Whole Time Director	Whole Time Director	8	Yes	1	—
G.Nityanad	Non-Executive, Independent	Non-Executive, Independent	8	Yes	—	—

3. AUDIT COMMITTEE

The Committee purely consists of 3 independent and Non-Executive Directors, which provides assistance to the Board of Directors in fulfilling its oversight responsibilities. The Audit committee has been entrusted with the responsibilities as laid down under Clause 49 of the Listing Agreement, to the extent applicable and required.

Composition:

The audit Committee constituted as follows

Shri G.Nityanand	-	Chairman
Shri S. Radhakrishnan	-	Member
Shri P. Harinadha Babu	-	Member

The terms of reference as per Clause 49 of the Listing Agreement are as follows

- To review the results and announcement and the report and accounts at the end of a quarter, half year and the full year before submission to the board, focusing particularly on:

REPORT ON CORPORATE GOVERNANCE

- (i) Any changes in accounting policies and practices.
 - (ii) Compliance with accepted accounting standards.
 - (iii) Compliance with the Listing and other Legal requirements
 - (iii) Major Judgmental Decisions; etc.
- b. To consider appointment of Statutory Auditors, the Audit Fee, and any matter of resignation and dismissal.
 - c. To discuss with the statutory Auditor, before the audit commences, the nature and scope of the Audit.
 - d. To discuss problems and reservations arising from the statutory audit, and any matters the statutory auditor may wish to discuss.
 - e. To consider other matters as may be delegated by the Board from time to time.

Powers of Audit Committee:

- To investigate any activity within its terms of reference.
- To seek information from any employee
- To obtain outside legal or other professional advice.
- To secure attendance of outsiders with relevant expertise, if it considers necessary.

Meetings during the year :

During the Financial year ended 31st March, 2013, the Audit Committee met 4 times as follows, and all the members were present in each of such meetings.

15.05.2012	13.08.2012
14.11.2012	12.02.2013

The Company continued to derive immense benefit from the deliberations of the Audit Committee. Shri G.Nityanand, who headed the Audit Committee as Chairman has rich experience and knowledge in Finance, and Accounts apart from technical back ground. The members always added value for the Company. Minutes of each Audit Committee are placed before the Board and discussed in the meeting

4. REMUNERATION COMMITTEE

Terms of Reference:

The terms of reference as per Clause 49 of the Listing Agreement is to determine and review the remuneration, performance, and related bonuses of Executive Director(s), if any.

REPORT ON CORPORATE GOVERNANCE

Composition

During the year remuneration committee constituted with following directors :

Shri G.Nityanand - Chairman

Shri S. Radhakrishnan - Member

Shri P. Harinadha Babu - Member

Remuneration paid to Directors during the financial year 2012 - 2013:

Executive Directors : NIL

Non - Executive Directors : NIL

No meeting of the remuneration committee was held during the financial year 2012-2013 since there was no remuneration paid to any director.

Shareholding of Non-Executive Director:

None of the Non-Executive Directors of the Company holds any shares in the Company except Mr. P.K.Tyagi.

5. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE

Brief description of terms of reference:

The Committee focuses on shareholders' grievances and strengthening of investor relations. The committee looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors.

The Committee specifically looks into investor complaints like Transfer/ transmission/ transposition of shares, non receipt of Annual Report, non - receipt of dividend, and other related issues.

Composition

The committee consists of the following directors:

Shri G.Nityanand - Chairman

Shri B.S.Raju - Member

Shri P. Harinadha Babu - Member

There are no outstanding complaints as on 31st March 2013.

REPORT ON CORPORATE GOVERNANCE

6. **MANAGEMENT DISCUSSION AND ANALYSIS REPORT :**

A Report of the Management Discussion and Analysis is attached as part of the Annual Report.

7. **GENERAL BODY MEETINGS :**

Venue and time where the last three AGMs held :

Year	AGM	Venue	Day & Date	Time
2010	20th	25-A, Attibele Industrial Area Attibele -562 107 Bangalore district	Thursday, 30 th September, 2010	10:30 A.M.
2011	21 st	25-A, Attibele Industrial Area Attibele -562 107 Bangalore district	Tuesday, 20 th September, 2011	11:30 A.M.
2012	22 nd	25-A, Attibele Industrial Area Attibele -562 107 Bangalore district	Tuesday, 25 th September, 2012	11.30 A.M

8. **DISCLOSURES :**

Related Party Transaction (Shown in Notes to Accounts)

There are no materially significant related party transactions i.e., transactions material in nature, with its Promoters, the directors or the management, their subsidiaries or relatives, etc. having potential conflict with the interests of Company at large.

9. **PENALTIES FOR NON-COMPLIANCE:**

There were no penalties and strictures imposed on the company by stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years:

10. **DETAILS OF COMPLIANCE WITH MANDATORY REQUIREMENTS AND ADOPTION OF NON-MANDATORY REQUIREMENTS OF THE CLAUSE**

Pursuant to sub-clause VII of clause 49 of the listing agreement, the Company confirms that it has complied with all mandatory requirements prescribed.



11.

C.E.O/C.F.O. Certification

To
The Board of Directors

Midwest Gold Limited
(Formerly Nova Granites (India) Limited)

We, B S Raju, Whole time Director and P K Tyagi, Director, to the best of our knowledge and belief, certify that :

- a. We have reviewed the financial statements and the cash flow statement for the year 2012-13 and that to the best of our knowledge and belief:
 - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - These statements together present a true and fair view of the Bank's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- b. To the best of our knowledge and belief, no transactions entered into by the Bank during the year 2012-13 which are fraudulent, illegal or violative of the Bank's code of conduct;
- c. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting.
- d. There are no deficiencies in the design or operation of internal controls.
- e. We have disclosed to the Company's Statutory Auditors and to the Audit Committee of the board that:
 - There were no significant changes in internal control over financial reporting during the year under review.
 - There were no significant changes in accounting policies during the year.
 - There were no Instances of significant fraud of which we 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 the financial reporting.

Sd/
P.K.Tyagi
Director

Sd/-
B.S.Raju
Whole Time Director

Date : 14.08.2013

Place : Bangalore



REPORT ON CORPORATE GOVERNANCE

12. GENERAL SHAREHOLDER INFORMATION:

Annual General Meeting :

Day, Date and time : Thursday, 26th Day of September, 2013
at 11.00 A.M

Venue : **25-A Attibele Industrial Area**
Attibele -562 107
Bangalore district

Book Closure Date : 18.09.2013 to 20.09.2013 (Both days inclusive)

Dividend : No dividend is recommended for the year.

Listing on Stock Exchanges : The shares of the company are listed on:
Bombay Stock Exchange Limited
The Bangalore Stock Exchange Limited
The Ahmadabad Stock Exchange Limited
The Delhi Stock Exchange Limited

Stock Code : BSE - 526570
BgSE- NVG
ASE- 41019
DSE - 6771

Market Price Data : **24.05**

Registrars and Transfer Agents : Share Transfers & Communication regarding
Share Certificates, Dividends & Change of
Address may be sent to:

Bigshare Services Private Limited
306, Right wing, Amrutha Ville
Opp. Yashoda Hospital, Somajiguda
Rajbhawan Road, Hyderabad-500082
Tel- 91-40-2337 4967/2337 0295
Fax- 91-40-2337-0295



REPORT ON CORPORATE GOVERNANCE

13. **SHARE TRANSFER SYSTEM :**

The R & T Agent process the Physical Share Transfers and the Share Certificates are returned to the shareholder within a maximum period of 15 days from the date of receipt, subject to the documents being valid and complete in all respects.

14. *ISSUE OF EQUITY SHARES* : Nil

15. ***DISTRIBUTION OF HOLDINGS AS ON 31.03.2013***

Shares or Debenture holding of shares Nos.	Share/Debenture Holders		Share/Debenture Amount	
	Number	% to Total	In Nos.	% to Total
(1)	(2)	(3)	(4)	(5)
Upto - 500	6801	99.0677	142360	4.3535
501 - 1,000	18	0.2622	13751	0.4205
1,001 - 2,000	11	0.1602	15040	0.4599
2,001 - 3,000	2	0.0291	5400	0.1651
3,001 - 4,000	1	0.0146	3660	0.1119
4,001 - 5,000	1	0.0146	5000	0.1529
5,001 - 10,000	9	0.1311	65011	1.9881
10,001 - 99,99,999	22	0.3205	3019778	92.3480
Total	6865	100.00	3270000	100.00

16. ***OUTSTANDING GDR'S / ADR'S / WARRANT OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY:***

The Company has not issued any of these instruments till date.

17. **SHARE CAPITAL AUDIT :**

A qualified practicing Company Secretary carries out Share Capital Audit every quarter to reconcile the total issued and listed capital. The audit confirms that the total issued/paid up capital is in agreement with the aggregate total number of shares in physical form and Electronic form.



REPORT ON CORPORATE GOVERNANCE

18. ADDRESS FOR CORRESPONDENCE:

Plant Locations : 25-A, Attibele Industrial Area,
Attibele -562 107,
Bangalore,district.

Registered Office : 25-A, Attibele Industrial Area,
Attibele -562 107,
Bangalore district.

19. NOMINATION FACILITY:

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company as permitted under Section 109A of the Companies Act, 1956 are requested to submit to the Company the prescribed Form 2B for this purpose.

20. CODE OF CONDUCT FOR THE BOARD & SENIOR MANAGEMENT PERSONNEL:

The Company has laid down a Code of Conduct which has been effectively adopted by the Board Members and Senior Management Personnel of the Company.

21. DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

MIDWEST GOLD LIMITED has adopted a Code of Business Conduct and Ethics (the Code) which applies to all the employees and Directors of the Company. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards.

We, hereby certify that the Board of Members and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2012-13.

Sd/-
P.K.Tyagi
Director

Sd/-
B.S.Raju
Whole Time Director

Place : Bangalore
Date : 14.08.2013



**CERTIFICATE FROM AUDITORS REGARDING COMPLIANCE OF
CONDITIONS OF CORPORATE GOVERNANCE**

To
The Members,
MIDWEST GOLD LIMITED
(Formerly NOVA GRANITES (INDIA) LIMITED)
Bangalore

We have examined the compliance of conditions of corporate governance by **MIDWEST GOLD LIMITED** (Formerly **NOVA GRANITES (INDIA) LIMITED**) for the year ended 31st March, 2013, as stipulated in clause 49 of the Listing Agreement of the Company with Stock Exchanges.

The compliance of the conditions of the corporate governance is the responsibility of the Management. Our examinations were limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor expression of the 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, we certify that the Company has complied with the conditions of corporate Governance as stipulated in the above mentioned listing agreement.

We state that no investor grievances were pending for a period exceeding 15 days against the Company as per the records maintained by the Company.

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 **G.L.Kothari & Co.**
Chartered Accountants

Sd/-
G. L. Kothari
Proprietor
M. No. 25481

Place : Bangalore
Date : 14.08.2013

INDEPENDENT AUDITOR'S REPORT

**To
the Members of
MIDWEST GOLD LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of **MIDWEST GOLD LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements



INDEPENDENT AUDITOR'S REPORT

in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 those books
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.



INDEPENDENT AUDITOR'S REPORT

- d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For G.L.KOTHARI & Co.,
CHARTERED ACCOUNTANTS**

Sd/-

**G.L.KOTHARI
PROPRIETOR
M. No. 25481**

(Firm Registration No. 001445 S)

PLACE : Bangalore

DATE : 30/05/2013



Annexure to the Auditors' Report

Referred to in paragraph 1 of our report

1. In respect of Fixed Assets :
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) A substantial portion of the fixed assets has been physically verified by the management during the year and in our opinion frequency of verification is not reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification. However, necessary records in support of the said statement have not been made available to us.
 - (c) The Company has not disposed off any substantial part of the fixed assets during the current year.
2. In respect of Inventories:
 - (a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventory 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 and on the basis of our examination of the records of inventory, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to the books of account were not material and have been properly dealt with in the books of account.
3.
 - (a) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to and from companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956.
 - (b) According to the information and explanations given to us, the company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business with regard to the purchase of inventory and fixed assets, and with regard to the sale of goods. During the course of our audit, no major weakness has been noticed in the internal control.



Annexure to the Auditors' Report

5. In respect of transactions covered under Section 301 of the Companies Act, 1956:
- (a) According to the information and explanations given to us, we are of the opinion that the transaction that need to be entered in the register maintained u/s 301 of the Companies Act, 1956 have been entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions during the year made in pursuance of the contract or arrangements with the parties referred to in (a) above, and exceeding the value of Rs. 5.00 Lakhs in each case. The rates charged / paid were not comparable as no such transaction were made with any other party for such material.
6. In our opinion and according to the information and as per the explanations given to us, the Company has not accepted deposits from the public during the year under consideration and the Company Law Board has not passed any orders against the Company for any contravention under Sections 58A & 58AA of the Companies Act.
7. In our opinion, the Company does not have an internal audit system commensurate with the size and the nature of its business.
8. We have broadly reviewed the books of account maintained by the company pursuant to clause (d) of sub-section (1) of section 209 of the Act and are of the opinion that prima facie, the prescribed accounts and records have been maintained and are being made up. We have not, however, made detailed examination of the records with a view to determine whether they are accurate or complete.
9. According to the records of the Company and information and explanations given to us, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues with the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amounts payable in respect of above were in arrears, as at March 31, 2013 for a period of more than six months from the date on which they become payable.
10. According to the records of the Company, Income tax, Sales tax, Wealth Tax, Customs Duty, Excise Duty and cess, which have not been deposited on account of dispute, are given below.

Nature of the Statute	Amount Unpaid (Rs. In Lakhs)	Year to which it relates	Forum where dispute is pending.
Custom Duty	15.01	2001-2002	Directorate General of Central Excise Intelligence.



Annexure to the Auditors' Report

11. The accumulated losses at the end of the financial year are more than 100% of its net worth. The Company has not incurred cash loss during the current financial year 2012-13. The Company total capital is Rs. 3,27,00,000/- against total accumulated losses of Rs.6,73,94,209/-
12. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to financial institutions and banks.
13. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
14. In our opinion and according to the information and as per the explanations given to us, the provisions of any special statute applicable to chit funds are not applicable to the Company.
15. In our opinion and according to the information and as per the explanations given to us, the Company is not dealing in or trading in Shares, Securities, debentures and other investment.
16. In our opinion, the terms and conditions on which the Company has given guarantees for loans taken by others from banks or Financial Institutions are not prejudicial to the interest of the Company.
17. In our opinion and to the best of our information and as per the records of the Company, the Company had not borrowed any Term Loans during the year under consideration.
18. According to the Cash flow statement and records examined by us and according to the information and explanations given to us, on overall basis, funds raised on short term basis, prima facie, not been used during the year for long term investment and vice versa.
19. The Company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained U/s 301 of the Companies Act, 1956.
20. The Company has not issued any debentured during the year and therefore the question of creating security in respect there of does not arise.
21. The Company has not made any Public issues during the year and therefore the question of disclosing the end use of money does not arise.
22. 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 G.L.KOTHARI & Co.,
CHARTERED ACCOUNTANTS
(Registration No.001445 S)**

Sd/-

G.L.KOTHARI
PROPRIETOR
M. No. 25481

PLACE : Bangalore

DATE : 30/05/2013



MIDWEST GOLD LIMITED
(formerly NOVA GRANITES (INDIA) LIMITED)
BALANCE SHEET AS AT 31ST MARCH, 2013

	Notes	31 March,2013 Rs	31 March,2012 Rs
Equity and Liabilities			
Shareholders' funds			
Share capital	3	32,700,000	32,700,000
Reserves and Surplus	4	(29,379,849)	(29,999,360)
		3,320,151	2,700,640
Non -Current Liabilities			
Long Term Provisions	5	65,388	45,189
		65,388	45,189
Current Liabilities			
Trade Payables	6	35,055,063	14,114,795
Other Current Liabilities	7	148,837,710	156,846,522
Short-term provisions	8	42,316	35,240
		183,935,089	170,996,557
Total		187,320,628	173,742,386
Assets			
Non-current Assets			
Fixed assets			
Tangible assets	9	55,669,075	56,241,329
Deferred tax asset (net)	10	35,153,792	35,430,824
Long-term loans and advances	11	4,068,324	4,034,223
		94,891,191	95,706,376
Current assets			
Inventories	12	22,428,006	21,901,572
Trade receivables	13	54,992,826	44,511,045
Cash and bank balances	14	887,079	827,565
Short-term loans and advances	15	14,121,526	10,795,828
		92,429,437	78,036,010
Total		187,320,628	173,742,386
Summary of significant accounting policies & Notes to Accounts	1 & 2		

The accompanying notes are an integral part of the financial statements.

For and on behalf of the board of directors

As per our report of even date
For G. L.KOTHARI & COMPANY
CHARTERED ACCOUNTANTS,

Sd/-
Director

Sd/-
Whole Time Director

Place : Bangalore
Date : 30/05/2013

Sd/-
CA G.L.KOTHARI
PROPRIETOR
M. No. 025481



MIDWEST GOLD LIMITED
(formerly NOVA GRANITES (INDIA) LIMITED)
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

	Notes	31 March, 2013 Rs	31 March, 2012 Rs
Continuing operations			
Income			
Revenue from operations	16	67,841,336	45,606,431
		67,841,336	45,606,431
Other Income	17	194,475	177,749
Total Revenue (I)		68,035,811	45,784,180
Expences			
Cost of raw material and components consumed	18	-	-
(Increase)/decrease in inventories of finished goods, work-in-progress and traded goods	19	(526,434)	(5,033,966)
Purchase of traded goods	20	63,005,699	47,379,552
Employee benefits expense	21	526,435	823,518
Other expenses	22	2,842,546	2,911,347
Total (II)		65,848,246	46,080,451
Earnings before interest, tax, depreciation and amortization (EBITDA) (I) -(II)		2,187,565	(296,271)
Finance costs	23	668,886	208,823
		1,518,679	(505,094)
Depreciation and amortization expense	24	622,136	606,433
Less: recoupment from revaluation reserve		-	-
Net Depreciation and amortization expense		622,136	606,433
Profit/(Loss) before tax		896,543	(1,111,527)
current tax		-	-
deferred tax		277,032	296,742
Total tax expense		277,032	296,742
Profit/(Loss) for the year from continuing operations(A)		619,511	(814,785)
Earnings per equity share (nominal value of share Rs.10/- (31 march, 2013 : Rs.10/-)			
Basic			
Computed on the basis of profit/(loss) from continuing operations		0.19	(0.25)
Computed on the basis of total profit/(loss) for the year		0.19	(0.25)
Diluted			
Computed on the basis of profit/(loss) from continuing operations		0.19	(0.25)
Computed on the basis of total profit/(loss) for the year		0.19	(0.25)
Summary of significant accounting policies & Notes to Accounts	1 & 2		

The accompanying notes are an integral part of the financial statements.

For and on behalf of the board of directors

As per our report of even date
For G. L.KOTHARI & COMPANY
CHARTERED ACCOUNTANTS,

Sd/-
Director

Sd/-
Whole Time Director

Sd/-
CA G.L.KOTHARI
PROPRIETOR
M. No. 025481

Place : Bangalore
Date : 30/05/2013



**ACCOUNTING POLICIES AND NOTES TO ACCOUNTS
FORMING PART OF THE ACCOUNTS FOR THE
YEAR ENDED 31st MARCH, 2013.**

I. SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS (1&2)

1. Corporate Information

Midwest Gold Limited (the company) is a public company domiciled in India and incorporated under the provisions of the companies Act, 1956. Its Shares are listed on stock exchanges in India. The company is presently engaged in the trading business of Granite, Marbles and Gold.

2. Basis of Preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP).The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provision of the companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

The Accounts are prepared on a historical cost convention, all the expenses and income to the extent considered payable and receivable, unless stated otherwise, have been accounted for on accrual basis.

II FIXED ASSETS AND DEPRECIATION:

1. Fixed Assets are Stated at Cost less Depreciation.
2. Depreciation on all Assets, other than leasehold Land / free hold quarry Land is provided on straight line method in accordance with the provision of schedule XIV of the Companies Act, 1956.
3. Depreciation on Free Hold Quarry land has been provided taking economic life of the quarries on 20 Years. In case of abandoning a quarry the remaining book value will be written off in the year it is abandoned.
4. Depreciation on the Fixed Assets added during the year has been provided with reference to the date of acquisition thereof.

III VALUATION OF INVENTORIES ARE MADE AS UNDER

- | | | |
|---------------------|---|---|
| 1. Raw Material | - | At Cost (Weighted Average) |
| 2. Stores & Spares | - | At Cost (FIFO) |
| 3. Consumables | - | At Cost (FIFO) |
| 4. Work In Progress | - | Lower of Cost or Estimated Realizable Value |
| 5. Finished Goods | - | Lower of Cost or Net Realizable Value |
| 6. Stock in Trade | - | Lower of Cost or Net Realizable Value |



**ACCOUNTING POLICIES AND NOTES TO ACCOUNTS
FORMING PART OF THE ACCOUNTS FOR THE
YEAR ENDED 31st MARCH, 2013.**

IV SALES

1. Sales are accounted for on passing of title to the customers. Returns and rebates and discounts against goods sold are recognized as and when ascertained and deducted from sales of the respective year.

V MISCELLANEOUS EXPENDITURE

1. **Preliminary & Public Issue Expenses :**

Preliminary & Public Issue Expenses incurred by the Company will be charged to revenue on a deferred basis over a period of 10 Years on a Commencement of Commercial Production.

2. **Quarry Development Expenditure:**

Expenditure incurred on quarry development is treated as deferred revenue expenditure to be written off over a period of ten years after commencing regular quarrying Operation. In the event of abandoning the quarrying operation with in the period of Ten Years, the Same shall be written off in that year.

VI TRANSACTIONS IN FOREIGN CURRENCY

1. Foreign currency transactions are recorded on the basis of exchange rates prevailing on the date of their occurrence.
2. Foreign currency balances as on the Balance Sheet date are realigned in the accounts on the basis of exchange rates prevailing at the close of the year and exchange difference arising there from, is adjusted to the cost of fixed Assets or charged to the Profit and Loss Account, as the case may be.

VII RETIREMENT BENEFITS FOR EMPLOYEES

EMPLOYEE BENEFITS

Defined Contribution Plan

The Company makes contribution towards Provident Fund and Employee State Insurance as a defined contribution retirement benefit fund for qualifying employees.

The Provident Fund plan is operated by the Regional Provident Fund Commissioner. Under this scheme, the Company is required to contribute a specified percentage of payroll cost, as per the statute, to the retirement benefit schemes to fund the benefits. Employee State Insurance is remitted to Employee State Insurance Corporation.

Defined Benefit Plan

For Defined Benefit Plant the cost of providing benefits is determined using the Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date. Actuarial gains or losses are recognized in full in the Profit and Loss Account for the period in which they occur.

(a) Gratuity

Liability towards gratuity is provided for on actuarial Valuation Basis.



**ACCOUNTING POLICIES AND NOTES TO ACCOUNTS
FORMING PART OF THE ACCOUNTS FOR THE
YEAR ENDED 31st MARCH, 2013.**

(b) Leave Encashment Benefits

The Company extends benefits of leave to the employees while in service as well as on retirement. Provision for leave encashment benefit is being made on the cash basis.

Short Term Employee Benefits.

Short term employee benefits are recognized as expenses as per Companies scheme based on expected obligation

VIII RESEARCH AND DEVELOPMENT EXPENDITURE

Research and development expenditure of revenue nature are charged to the Profit and Loss Account, while capital expenditure are added to Fixed Assets in the year in which they are incurred.

IX CONTINGENCIES

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty, are treated as contingent and disclosed by way of Notes to Accounts

X BORROWING COSTS

Borrowings costs incurred in relation to the acquisition, construction of assets are capitalized as part of the costs of such assets up to the date when such assets are ready for intended use. Other borrowing costs are charges as an expense in the year in which these are incurred.

XI TAXES ON INCOME

- a. Provision for Tax for current year has been made on the basis of estimated taxable income computed in accordance with the provisions as per Income Tax Act, 1961.
- b. Deferred Tax resulting from all timing differences between Book Profit and profit as per Income Tax Act, 1961 is accounted for, at the enacted rate of Tax, to the extent that the timing difference as expected to crystallize. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable profits will be available against which such deferred tax assets can be realized.

As Per Our Report of Even Date attached

For and on behalf of the Board of Directors

For G.L. KOTHARI & CO.
CHARTERED ACCOUNTANTS

Sd/-
G.L.KOTHARI
Proprietor
M. No. 25481

Sd/-
P K Tyagi
Director

Sd/-
B.S.Raju
Whole Time Director

Place : Bangalore
Date : 30/05/2013



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

		31 March,2013		31 March,2012	
		Rs.		Rs.	
3	Share Capital				
	Authorized				
	2,00,00,000 Equity Shares of Rs. 10/- each		20,00,00,000		20,00,00,000
	Issued,Subscribed and fully paid-up shares				
	32,70,000 Equity Shares of Rs. 10/- each		32,700,000		32,700,000
			32,700,000		32,700,000
a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period Equity Shares					
	At the beginning of the period	3,270,000	32,700,000	3,270,000	32,700,000
	Issued During the period	-	-	-	-
	Outstanding at the end of the period	3,270,000	32,700,000	3,270,000	32,700,000
b. Terms/rights attached to equity shares					
The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.					
c. Shares held by holding Company					
	Midwest Granite Pvt. Ltd	2,275,000	22,750,000	2,275,000	22,750,000
d. Details of Shareholders holding more than 5% shares in the company					
	Equity Shares of Rs. 10/- each fully paid				
	Midwest Granite Pvt. Ltd	2,275,000	69.57	2,275,000	69.57
		2,275,000	69.57	2,275,000	69.57
4	Reserves and Surplus				
	Capital Reserve		38,014,360		38,014,360
	Represents the cessation of liability on one time settlement of Term		38,014,360		38,014,360
	Term Loan and balance of Reduction of share capital by Virtue of				
	BIFR Order No. 39/99(11) dated 11/11/03 which is not available for				
	distribution of dividends				
	Surplus/(deficit) in the statement of Profit and loss				
	Balance as per last financial statements		(68,013,720)		(67,198,935)
	Profit / (Loss) for the year		619,511		(814,785)
	Net surplus / (deficit) in the statement of Profit and loss		(67,394,209)		(68,013,720)
	Total reserves and surplus		(29,379,849)		(29,999,360)



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

		31 March,2013		31 March,2012	
			Rs.		Rs.
5	Long-term provisions				
	Provision for employee benefits				
	Provision for gratuity		65,388		45,189
			65,388		45,189
6	Current Liabilities				
	Trade payables (including acceptances)		35,055,063		14,114,795
			35,055,063		14,114,795
7	Other current liabilities				
	Advance Received Against Sale of Quarry		150,000		150,000
	Advance from Related Parties - Against Supplies		142,010,279		139,802,892
	Advance from Customers		5,865,772		16,452,201
			148,026,051		156,405,093
	Others				
	TDS payable		19,862		19,111
	Professional Tax payable		200		200
	Vat Output Tax Payable		-		288,153
	Outstanding Liabilities		791,597		133,965
			811,659		441,429
			148,837,710		156,846,522
8	Short-term provisions				
	Provision for employee benefits				
	Provision for Bonus		22,660		19,574
	Provision for Leave Salary		19,656		15,666
			42,316		35,240



MIDWEST GOLD LIMITED
(formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31 March 2013

9. Fixed Assets

(Amount in Rupees)

Particulars	Gross Carrying Value			Depreciation			Net Carrying Value	
	As At 01.04.2012	Additions During the Year	As At 31.03.2013	Rate of Deprn.	As At 01.04.2012	For the Year	As At 31.03.2013	As At 31.03.2012
Tangible Assets								
Land	10,037,981	-	10,037,981	-	-	-	10,037,981	10,037,981
Free Hold Quarry Land	1,017,637	-	1,017,637	5.00	875,490	50,882	91,265	142,147
Building -Office	1,353,352	-	1,353,352	1.63	312,671	22,060	1,018,621	1,040,681
Building -Factory	13,890,606	-	13,890,606	3.34	7,766,634	463,946	5,660,026	6,123,972
Temporary Shed	35,010	-	35,010	-	35,010	-	-	-
Plant & Equipment	131,807,528	-	131,807,528	4.75	93,075,054	-	38,732,474	38,732,474
Furniture & Fixtures	957,481	-	957,481	6.33	957,481	-	-	-
Vehicles	1,383,110	-	1,383,110	9.50	1,383,110	-	-	-
Computer	750,725	32,000	782,725	16.21	736,454	18,250	28,021	14,271
Office Equipment	1,052,823	17,882	1,070,705	6.33	903,020	66,998	100,687	149,803
Total	162,286,253	49,882	162,336,135		106,044,924	622,136	55,669,075	56,241,329
Previous Year -Tangible	162,286,253	-	162,286,253		105,438,491	606,433	106,044,924	56,241,329



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

	31 March,2013	31 March,2012
	Rs.	Rs.
10 Deferred tax assets/liability (Net)		
Deferred tax liability		
Fixed assets:Impact of difference between tax	11,556,020	11,689,588
Gross deferred tax liability	11,556,020	11,689,588
Deferred tax asset		
Brought forward Business Loss	21,051,579	21,462,178
Brought forward Depreciation Loss	25,658,234	25,658,234
Gross deferred tax asset	46,709,812	47,120,412
Net deferred tax asset	35,153,792	35,430,824
11 Long-term Loans and advances		
Deposit -(Unsecured considered good)	4,068,324	4,034,223
	4,068,324	4,034,223
12 Inventories		
Raw materials and components - Valued at Weighted Average	8,783,212	8,783,212
Finished goods - Valued at Lower of cost or net realizable value	5,032,076	5,032,076
Traded goods - Valued at Lower of cost or net realizable value	6,008,516	5,482,082
Consumables, Stores and spares -Valued At Cost (FIFO)	2,594,224	2,594,224
Packing Material -Valued At Cost (FIFO)	9,978	9,978
	22,428,006	21,901,572
13 Trade receivables and other assets		
Trade receivables		
Outstanding for a period Exceeding six months from the Date they are due for payment		
Unsecured, considered good	10,267,388	388,156
Doubtful	39,942,124	39,973,399
(A)	50,209,512	40,361,555
Trade recivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	4,783,314	4,149,490
(B)	4,783,314	4,149,490
Total (A+B)	54,992,826	44,511,045



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

		31 March,2013		31 March,2012	
			Rs.		Rs.
14	Cash and cash equivalents				
	Balance with Banks				
	On current accounts		313,424		110,258
	Deposits with original maturity for more than 12 months		162,000		162,000
	Cash on hand		411,655		555,307
			887,079		827,565
15	Short-term Loans and advances				
	Advance Against Suppliers/Expenses				
	Unsecured considered good		215,901		301,767
	Doubtful		2,173,177		2,182,038
	(A)		2,389,078		2,483,805
	Other loans and advances				
	Prepaid expenses- Secured considered good		22,560		22,905
	TDS Receivable		16,243		-
	Income Tax Refund Due -Secured considered good		87,885		87,885
	Other Advances		10,000		
	Others -doubtful		3,579,170		3,629,170
	With Government authorities - Secured considered good		7,950,863		4,524,155
	(B)		11,666,721		8,264,115
	Total (A+B)		14,055,799		10,747,920
	Others				
	Interest accrued on fixed deposits	-	65,727		47,908
	(C)	-	65,727	-	47,908
	Total (A+B+C)	-	14,121,526	-	10,795,828
16	Revenue from operations				
	Revenue from operations Sales of products				
	Traded goods		67,841,336		45,606,431
			67,841,336		45,606,431
	Traded goods sold				
	Marble		67,632,005		45,606,431
	Granite		209,331		-
			67,841,336		45,606,431



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

		31 March,2013		31 March,2012	
		Rs.		Rs.	
17	Other income				
	Interest income on				
	Bank deposits		17,819		15,321
	Others		162,428		162,428
	Miscellaneous Credit Balance Wo.		14,228		-
			194,475		177,749
18	Cost of raw material and components consumed				
	Inventory at the beginning of the year		11,387,414		11,387,414
	Add: Purchases		-		-
			11,387,414		11,387,414
	Less:inventory at the end of the year		11,387,414		11,387,414
	Cost of raw material and components Consumed		-		-
	Details of raw material & Components consumed				
	Granite Blocks		-		-
			-		-
	Details of inventory				
	Granite Blocks		8,783,212		8,783,212
	Mechanical Spares		1,165,061		1,165,061
	Electrical Spares		101,573		101,573
	Consumables		1,202,793		1,202,793
	Tools, Plumbing,Welding,DG Sets & General Items		124,797		124,797
	Packing Material		9,978		9,978
			11,387,414		11,387,414
19	(Increase)/decrease in inventories	(Increase)/Decrease			
		31 March,	31 March,	31 March,	
		2013	2012	2013	
	Inventories at the end of the year				
	Traded goods	6,008,516	5,482,082	(526,434)	
	Work-in-progress	-	-	-	
	Finished goods	5,032,076	5,032,076	-	
		11,040,592	10,514,158	(526,434)	



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

	31 March,2013		31 March,2012	
		Rs.		Rs.
Inventories at the beginning of the year				
Traded goods	5,482,082	448,116		
Finished goods	5,032,076	5,032,076		
	10,514,158	5,480,192		
20 Details of purchase of traded goods				
Marble Slabs		62,828,683		47,372,321
Granite Slabs		177,016		7,231
		63,005,699		47,379,552
Details of Inventory				
Traded goods				
Marble Slabs		6,008,516		5,474,851
Granite Slabs		-		7,231
		6,008,516		5,482,082
Finished goods				
Marble Slabs		3,428,371		3,428,371
Granite Slabs		1,537,159		1,537,159
Artificial Stone		66,546		66,546
		5,032,076		5,032,076
21 Employee benefit expense				
Staff Salaries		390,840		692,976
Bonus		42,186		19,574
Leave Salary		19,656		15,666
Gratuity expense		20,199		45,189
Staff welfare expenses		53,554		50,113
		526,435		823,518



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

		31 March,2013	31 March,2012
		Rs.	Rs.
22 Other expenses			
Power and fuel		421,398	438,339
Water charges		52,498	52,688
Freight and forwarding charges		1,230	1,910
Rent		126,300	120,000
Rates and taxes		318,544	116,070
Insurance		34,000	499
Repairs and maintenance			
Plant and machinery		7,350	-
Others		4,683	24,813
Advertising and sales promotion		129,460	165,380
Travelling and conveyance		148,727	85,504
Communication costs		53,317	221,840
Printing and stationery		40,506	29,935
Legal and professional fees		301,915	902,753
Payment to auditor		180,298	82,725
Security Charges		342,000	313,893
Penalty		33,746	-
Prior Period Expenses		-	61,401
Subscription & Seminar Fee		41,000	-
Listing fee		35,500	25,000
Sales Tax /Entry Tax		382,478	23,448
Service Tax		172,630	213,075
Miscellaneous expenses		14,966	32,074
		2,842,546	2,911,347
Payment to auditor			
As auditor:			
Audit fee		67,416	60,000
Tax audit fee		16,854	15,000
Limited review		20,000	22,060
In other capacity:			
Taxation matters		15,028	13,236
Other service (Certification fees)		61,000	16,545
		180,298	126,841



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)

Notes to Financial Statements for the year ended 31st March, 2013

	31 March,2013		31 March,2012	
		Rs.		Rs.
23 Finance costs				
Interest		516,741		4,238
Bank charges		152,145		204,585
		668,886		208,823
24 Depreciation and amortization expense				
Depreciation of tangible assets		622,136		606,433
		622,136		606,433
25 Earnings per share(EPS)				
Total operations for the year				
Profit/(loss) before tax		896,543		(1,111,527)
Add/(less) : Provision for deferred tax		277,032		296,742
Profit/(loss) after tax		619,511		(814,785)
Net profit/(loss) for calculation of basic EPS		0.19		(0.25)
26 Gratuity and other post-employment benefit plans				
Under the gratuity plan, every employee who has completed atleast five years of service gets a gratuity on departure @ 15 days of last drawn salary for each each completed year of service. At present no employees completed five years.				
The Company has not provided any details & workings for defined benefit plan which is required as per revised AS 15. In the absence of these details we could not report the quantum of expenses & provisions.				



27 Segment information

BUSINESS SEGMENTS
Reporting of segment wise Revenue, Results

(Rs. in Lakhs)

Sl No	Particulars	Year Ended 31.03.2013 (Audited)	Previous Year 31.03.2012 (Audited)
1	Segment Revenue (Net sale/Income from each segment should be disclosed under this head)		
	(a) Segment - Trading	678.41	456.06
	(b) Segment - Manufacturing	-	-
	Increase/(Decrease) in Stock	5.26	50.34
	Less: Inter Segment Revenue	-	-
	Total Revenue	683.67	506.40
2	Segment Results (Profit) (+)/Loss (-) before tax and interest from each segment)		
	(a) Segment - Trading	12.19	-12.25
	(b) Segment - Manufacturing	-	-
	Total	12.19	(12.25)
	Less: (i) Interest Expenses	5.17	0.04
	(ii) Other Un-allocable Expenditure net off	-	-
	(iii) Un-allocable Income	1.94	1.78
	Total Profit Before Tax	8.96	(10.51)
3	Capital Employed (Segment assets - Segment Liabilities)		
	(a) Segment - Trading	Nil	Nil
	(b) Segment - Manufacturing	Nil	Nil
	(c) Unallocated	Nil	Nil
	Total		



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

	31 March,2013		31 March,2012	
		Rs.		Rs.
28 Related party disclosures				
Names of related parties and related party relationship				
Related parties where control exists		Outstanding		Outstanding
		credit balance		credit balance
Holding company		as on 31.03.2013		as on 31.03.2012
Midwest Granite Private Limited		142,010,279		112,809,482
Associated company				
RLP Granite Private Limited		Nil		291,382
Victorian Granites Private Limited		Nil		26,701,748
Reliance Granite Private Limited (Sale/purchase of goods and services)		Nil		8,280

Relatives of key Managerial personnel

1) Key Managerial Personnel	Mr. P K Tyagi	Director
	Mr. Deepak Kukreti	Director
	Mr. B S Raju	Whole time director

Holding Company

M/s. Midwest Granite Pvt. Ltd.

Associated Companies

M/s. Reliance Granite Pvt. Ltd

M/s. RLP Granite Pvt. Ltd.

M/s. Victorian Granites Pvt. Ltd.



MIDWEST GOLD LIMITED (formerly NOVA GRANITES (INDIA) LIMITED)
Notes to Financial Statements for the year ended 31st March, 2013

	31 March,2013	31 March,2012
	Rs.	Rs.
29 Contingent liabilities		
Contingent liability not provided for :		
a. Un expired Bank Guarantee	14.40	14.40
b. Corporate Guarantee given by M/s. Midwest Granite Pvt. Ltd. In favor of President of India	175.00	175.00
c. Bond in favor of President of India on account of central excise.	10.00	10.00
d. Bond in favor of President of India on account of custom	468.23	468.23
e Customduty (Refer Note No. B -7)	15.01	15.01
Note No. B-7 - The Company has received a show cause Notice from customs Department towards differential duty under Notification No.2/95 Dated 01/04/95 to the tune of Rs. 15.01 Lakhs. The company has made appeal against this and the status not known.		
30 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006		
As informed to us there are no Micro and Small Enterprises to whom the company owes dues, which are outstanding for more than 45 days as at march 31 2013. This information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company. However no documents produced before us for our verification.		
31	Sundry debtors includes amount due from company under the same management Rs. -Nil- (Previous year Rs. -Nil-) maximum amount due at any time during the year Rs.-Nil-	
32	Sundry Creditors, Other Liabilities, Sundry Debtors, Loans and Advances are subject to confirmation. Sundry Debtors includes Rs. 399.73 lakhs outstanding more than three years out of which 132.32 lakhs claim was filed with united states bankruptcy court, USA since the party filed the bankruptcy petition with the said court.	
33	In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated, if realized in the ordinary course of business and provisions for all known liabilities have been adequately made in the accounts.	
34 Value of imports calculated on CIF basis	31 March,2013	31 March,2012
	Rs.	Rs.
Traded Goods -Marble Slabs	567.5	351.08
Expenditure in foreign currency (accrual basis)	Nil	Nil
Imported and indigenous raw materials, components and spare parts consumed	% fo total Consumption 31-03-2013	Value Rs. 31-03-2013
	% fo total Consumption 31-03-2012	Value Rs. 31-03-2013
Raw Materials		
Imported	-	-
Indigenously obtained	-	-
Components		
Imported	-	-
Indigenously obtained	-	-
35 Earnings in foreign currency (accrual basis)	Nil	Nil



MIDWEST GOLD LIMITED
(formerly NOVA GRANITES (INDIA) LIMITED)
Cash flow statement for the year ended 31st March,2013

	31 March,2013	31 March,2012
	Rs	Rs
Cash flow from operating activities		
Profit/(Loss) from continuing operations	8.96	(11.11)
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/amortization on continuing operation	6.22	6.06
Interest Expense	5.17	0.04
Interest Income	(1.80)	(1.78)
Decrease/(Increase) in trade payables	209.40	3.07
Increase/(decrease) in long-term provisions	0.20	0.45
Increase/(decrease) in short-term provisions	0.07	0.35
Increase/(decrease) in other current liabilities	-80.08	104.46
Decrease/(Increase) in trade receivables	(104.82)	(24.39)
Decrease/(Increase) in trade inventories	(5.26)	(50.34)
Decrease/(Increase) in long-term loans and advances	(0.34)	(0.10)
Decrease (Increase) in short-term loans and advances	(33.25)	(29.63)
Net cash flow from/(used in) operating activities (A)	4.47	(2.92)
Cash flow from investing activities		
Purchase of fixed assets, including intangible assets, CWIP and Interest received	(0.50)	-
	1.80	1.78
Net cash flow from/(used in) investing activities (B)	1.30	1.78
Cash flows from financing activities		
Interest paid	(5.17)	(0.04)
Net Cash flow from/(used in) financing activities (C)	-5.17	-0.04
Net increase/(decrease) in cash and cash equivalents (A+B+C)	0.60	(1.18)
Cash and cash equivalents at the beginning of the year	8.27	9.45
Cash and cash equivalents at the end of the year	8.87	8.27
Components of cash and cash equivalents		
Cash on hand	4.12	5.55
Cheques /drafts on hand		
With banks -on current account	3.13	1.10
- on deposit account	1.62	1.62
Total cash and cash equivalents (note 18)	8.87	8.27
Summary of significant accounting policies		
The company can utilize these balances only toward settlement of the respective unpaid dividend, unpaid matured deposits and unpaid matured debenture liabilities.		

The accompanying notes are an integral part of the financial statements.

For and on behalf of the board of directors

As per our report of even date
For G. L.KOTHARI & COMPANY
CHARTERED ACCOUNTANTS,

Sd/-
Director

Sd/-
Whole Time Director

Place : Bangalore
Date : 30/05/2013

Sd/-
CA G.L.KOTHARI
PROPRIETOR
M. No. 025481



MIDWEST GOLD LIMITED (Formerly Nova Granites (India) Limited)

Regd Off: 25-A, Attibele Industrial Area, Attibele – 562 107 Bangalore District

PROXY FORM

Regd. Folio No. :

No. of Shares Held:

I/We
of in the
District of being a
member/members of the above named company hereby appoint
.....of in the District
of as my/our Proxy to
attend and to vote for me/us on my/our behalf at the 23rd Annual General Meeting of the
Company to be held on – 26.09.2013 at 11.00 A.M. at 25-A, Attibele Industrial Area,
Attibele – 562 107 Bangalore District and at any adjournment thereof.

Signed this day of Two Thousand Thirteen

Affix Revenue Stamp

Note: This Proxy Form duly completed should be deposited at the Registered Office of the Company not less the 48 (Forty Eight) hours before the time fixed for holding the meeting.

Midwest Gold Limited (Nova Granites (India) Limited)

Regd Off : 25-A, Attibele Industrial Area, Attibele – 562 107 Bangalore District

ATTENDANCE SLIP

(Please present this slip at the Meeting Venue)

23rd ANNUAL GENERAL MEETING

Regd. Folio No.:

No. of Shares Held:

I hereby record my presence at the 23rd ANNUAL GENERAL MEETING of the members of the Company held on 26.09.2013 at 11.00 A.M. at 25-A, Attibele Industrial Area, Attibele – 562 107 Bangalore District

Name of the Shareholder:

Name of the Proxy:

Signature of Member / Proxy: