



Annual Report
2004-2005

Antarctica Limited

Chairman and Managing Director

Ranjan Kuthari

Directors

Rohit Kuthari
Rajat Kothari
Tapan Majumdar

Renu Kuthari (Mrs)
N C Banerjee
Swapan Mukherjee

Registered Office

1A Vidyasagar Street
Kolkata 700 009
Ph : 033-23502173
033-23510564
Fax : 033-23507658
e-mail : antarctica@vsnl.net

Works

Falta SEZ
Sector 1, Plot No 1
24 Parganas (South)
West Bengal
132 A/1B Raja Rajendra Lal
Mitra Road,
Kolkata 700 010

Auditors

A. K. S. & Associates
Chartered Accountants
43/7 Bholanath Nandy Lane, Howrah-711104

Bankers

UCO Bank
2 India Exchange Place
Kolkata - 700001

Registrar & Share

Transfer Agent

Maheshwari Datamatics (P) Ltd.
6 Mangoe Lane
Kolkata - 700001
Ph : 2243 5809/5029
Fax : 2248 4787

Solicitors

Srenik Singhvi
Advocate
7C Kiran Shanker Roy Road
4th Floor
Kolkata 700 001

Registered Office : 1A, Vidyasagar Street, Kolkata - 700009

PROXY FORM

I/We _____ of

_____ being a Member(s) of Antarctica Limited hereby

appoint _____ of _____

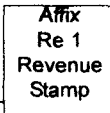
or failing him _____ of _____

or failing him _____ of _____

as my/our proxy to attend and vote for me/us on my/our behalf at the 13th Annual General Meeting of the Company to be held on the 30th day of September 2005 at 11 a.m. and at any adjournment thereof.

At witness my/our hand(s) this _____ day of _____ 2005

Signed by the said _____



Folio No./Client I.D. No. _____

Note : The proxy in order to be effective must be returned so as to reach the Registered Office of the Company at 1A, Vidyasagar Street, Kolkata - 700 009 not less than FORTY EIGHT HOURS before the time for holding the aforesaid meeting.

The proxy need not be a member of the Company.

Antarctica Limited

Registered Office : 1A, Vidyasagar Street, Kolkata - 700009

THIRTEENTH ANNUAL GENERAL MEETING

ADMISSION SLIP

Date	Venue	Time
30 SEPTEMBER 2005	RAJA RAMMOHAN LIBRARY HALL, 267, A.P.C. ROAD, KOLKATA - 700 009	11.00 A.M

I certify that I am a registered Shareholder of the Company and hold _____ shares under Folio No./Client I.D. No. _____

Please - in the box. Member Proxy

Name of the Member/Proxy in Block Letter

Member/Proxy's Signature

Note : Shareholder/Proxyholder wishing to attend the meeting must bring the Admission Slip to the meeting and hand over at the entrance duly signed.

Antarctica Limited

Regd. Office : 1A, Vidyasagar Street, Kolkata - 700009

NOTICE

NOTICE is hereby given that the 13th Annual General Meeting of the members of ANTARCTICA LIMITED will be held on Friday, the 30th September, 2005 at 11 a.m. at Ram Mohan Library Hall, 267, Acharya Prafula Chandra Road, Kolkata-700009, to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the Audited Profit and Loss Account of the Company for the year ended 31st March, 2005, the Balance Sheet as on that date and the Reports of the Auditors and Directors thereon.
2. To appoint a director in place of Mr. N.C. Banerjee who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint a director in place of Mr. Rohit Kuthari who retires by rotation and, being eligible, offers himself for re-appointment.
4. To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS

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

"RESOLVED THAT Mr. Tapan Majumdar be and is hereby appointed as a Director of the Company, whose period of office will be liable for determination by retirement of Directors by rotation."

6. To consider and, if thought fit, to pass with or without modification(s) the following resolution as a **Special Resolution**:
"RESOLVED that pursuant to section 81(1A) and other applicable provisions, if any, of the Companies Act, 1956, the Guidelines For Preferential issues contained in the Securities and Exchange Board of India (Disclosure and Investor Protection) Guidelines, 2000 (the SEBI Preferential Issues Guidelines), and subject to such other approvals, consents, permissions and/or sanctions of any such authority that may be required and subject to such conditions and modifications as any such authority may prescribe or impose at the time of granting its approvals, consents, permissions and/or sanctions and which may be agreed to by the Board of Directors of the Company (the Board, which expression shall include any committee thereof constituted by the Board), the consent of the Company be and is hereby accorded to issue, by way of preferential allotment, up to 15,00,000 Equity Shares of Rs 10/- each of the Company at par value of Rs. 10 per share (hereinafter referred to as the "Subscription Shares"), to Mr. Ranjan Kuthari, Chairman & Managing Director, as also the Chief Promoter of the Company, upon conversion of unsecured loan of Rs 1.50 crores due payable by the Company to Mr. Kuthari .

"RESOLVED FURTHER that:

- (a) The relevant date for the determination of the applicable price for the Subscription Shares, in accordance with the SEBI Preferential Issues Guidelines is 31 August, 2005, being thirty days prior to the date on which the Meeting of the general body of shareholders is being held, to consider the proposed issue.
 - (b) The Subscription Shares shall rank pari passu with the existing Equity Shares of the company in all respects
 - (c) In order to give effect to this resolution, the Committee/Board be and is hereby authorised on behalf of the Company to do all such acts, deeds and things as the Committee/Board may, in its absolute discretion, consider necessary, expedient, usual, proper or incidental and to settle any question and remove any difficulty or doubt that may arise from time to time in relation to the offer, issue and allotment of the Subscription Shares, including (without limitation) to decide and approve the terms and conditions of the issue of the Subscription Shares, to vary, modify or alter any of the terms and conditions (including the size of the issue or allotment), to enter into any agreements or other instruments, to take such actions or give such directions as may be necessary or desirable and to obtain any approvals, permissions, sanctions which may be necessary or desirable, as they may deem fit."
7. To consider and, if thought fit, to pass, with or without modification, the following Resolution as an **Ordinary Resolution** :-
"RESOLVED:
(a) that in accordance with the provisions of Section 13, 16 and 94 and other applicable provisions, if any, of the Companies Act, 1956, or any amendment or re-enactment thereof and the enabling provisions of the Articles of Association of the Company and subject to such approvals, consents, permissions and sanctions, if any, required from any authority, the existing Equity Shares of the face value of Rs. 10/- (Rupees Ten) each in the Share Capital of the Company be sub-divided such that each Equity Share of the face value of Rs. 10/- (Rupees Ten) is sub-divided into 10 (Ten) Equity Shares of the face value of Re. 1/- (Rupee One) each and consequently, the Share Capital of the Company of Rs. 22,00,00,000/- (Rupees Twenty-two Crores) be divided into 22,00,00,000 (Twenty-two Crore) Equity Shares of the face value of Re.1/- (Rupee One) each, with effect from the 'Record Date' to be

determined by the Board of Directors of the Company ('the Board', which term shall be deemed to include any Committee thereof) for the purpose and that Clause 5 of the Memorandum of Association of the Company shall stand altered accordingly;

- b) that pursuant to the sub-division of the Equity Shares of the Company, the Issued, Subscribed and Paid-up Equity Shares of the face value of Rs. 10/- (Rupees Ten) each, as existing on the Record Date, shall stand sub-divided into Equity Shares of the face value of Re. 1/- (Rupee One) each fully paid-up, with effect from the Record Date,
- c) that the issued Equity Shares of the Company as are held by Members in certificate form be cancelled and in lieu thereof fresh share certificates be issued for the sub-divided Equity Shares in accordance with the provisions of the Companies (Issue of Share Certificates) Rules, 1960, and where Members hold Equity Shares (or opt to receive the sub-divided Equity Shares) in dematerialised form, the sub-divided Equity Shares in lieu thereof be credited to the respective beneficiary accounts of the Members with their respective Depository Participants;
- d) that for the purpose of giving effect to this Resolution, the Board be and is hereby authorised to do all such acts / deeds, matters and things and give such directions as may be necessary or expedient, and to settle any question, difficulty or doubt that may arise in this regard as the Board in its absolute discretion may deem necessary or desirable and its decision shall be final and binding."

Registered Office:
1A, Vidyasagar Street,
Kolkata 700 009.
30th August, 2005.

By Order of the Board
for **ANTARCTICA LIMITED**
RANJAN KUTHARI
Chairman & Managing Director

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies, in order to be effective, must be submitted to the Company's Registered Office not less than 48 hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 22nd September, 2005 to 30th September, 2005 (both days inclusive).
3. Members are requested to notify immediately any change in their address to the Company / Share Transfer Agent.
4. Members/Proxies should bring the attendance slip duly filled in for attending the meeting.
5. Shareholders desiring any information as regards the Accounts and/or Reports are requested to write to the Company at an early date so as to enable the Management to keep the information ready.
6. Members who have multiple accounts in identical names or joint accounts in the same order are requested to send their share certificate(s) to the Registrar & Share Transfer Agent, M/s Maheshwari Datamatics Pvt.Ltd., 6 Mangoe Lane, Kolkata 700 001, for consolidation of all such shareholdings into one account to facilitate better service
7. Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 is enclosed

Explanatory Statement as Required under section 173(2) of the Companies Act. 1956.

Item No. 5

Mr. Tapan Majumdar, aged 54 years, was appointed by the Board of Directors as an Additional Director, on 30th July, 2005. Mr. Majumdar has vast experience spanning over 30 years in the field of insurance and other financial services.

In terms of the applicable provisions of the Companies Act, 1956, and Article 97 of the Articles of Association of the Company, the aforesaid Director holds office upto the date of this Annual General Meeting. The Company has received a Notice under Section 257 of the Companies Act, 1956, along with requisite deposit, from a Member of the Company signifying his intention to propose the appointment of the said Director at the ensuing Annual General Meeting. The said Director has also filed his consent pursuant to the provisions of Section 264 (1) of the Companies Act, 1956, to act as a Director, if appointed.

The Board considers that the Company will benefit from the association of Mr. Tapan Majumdar and recommends the resolution for your approval.

Excepting Mr. Tapan Majumdar, who is interested in his appointment, none of the Directors of the company is in any way concerned or interested in the said resolution.

Item No.6

The Company had approached Mr. Ranjan Kuthari with a proposal for conversion of outstanding Loan amount of Rs 1.50 crores due to him into Equity Shares (the Subscription Shares), to be allotted as fully paid Equity Shares of Rs 10/- each, at a price that would be in conformity with SEBI Guidelines. Mr. Ranjan Kuthari has agreed to the proposal. It is therefore proposed to issue Equity Shares on preferential basis to Mr. Ranjan Kuthari, subject to the following requirements:

The aforesaid issue and allotment of Subscription Shares will be governed by SEBI Preferential Issues Guidelines. Under these Guidelines, the price at which the Subscription Shares are to be issued (which are issued on a preferential basis) shall be not less than the higher of : (a) the average of the weekly high and low of closing prices of the shares quoted on the Stock Exchange during the six months preceding the "relevant date" or (b) the average of the weekly high and low of the closing prices of the shares quoted on a Stock Exchange during the two weeks preceding the "relevant date". The Subscription Shares are proposed to be issued at face value, i.e. Rs. 10 per share, which is higher than the price calculated as per SEBI guidelines.

The present resolution is proposed to be passed in order to enable the Company to issue the Subscription Shares subject to such approvals, consents, permissions and/or sanctions of any Authority that may be required and subject to such conditions and modifications as any such Authority may prescribe or impose at the time of granting its approval consent, permission and/or sanction and which may be agreed to by the Board of Directors.

The Subscription Shares shall be subject to the Memorandum & Articles of Association of the Company and the terms of issue.

The Subscription Shares shall rank pari passu with the existing shares of the Company in all respects. Disclosures required pursuant to Chapter XIII of the SEBI Preferential Issues Guidelines :

- (a) Object of the issue through Preferential Offer
Redemption of loan to increase the net worth of the Company.
- (b) Intention of the Promoters, Directors and Key Management persons to subscribe to the offer.
The offer is to be made to Mr. Ranjan Kuthari, the Chief Promoter of the Company and none of the other Promoters, Directors and Key Management persons will subscribe to the offer and acquire further shares in the Company on a preferential basis pursuant to the resolution.
- (c) Shareholding Pattern of the Company before and after the offer (assuming up to 15,00,000 Subscription Shares are issued and allotted by the Board) :

SHAREHOLDING PATTERN OF THE COMPANY BEFORE AND AFTER THE PREFERENTIAL ALLOTMENT

Category	Pre-Allotment		Post-Allotment	
	No. of Equity Shares*	% age holding	No. of Equity Shares	% age holding
A. Promoters' holding				
1. Promoters	3557425	29.57	5057425	37.38
2. Persons acting in concert	—	—		
Sub-Total	3557425	29.57	5057425	37.38
B. Non-Promoters' holding				
3. Institutional Investors				
a. Mutual Funds	5100	0.04	5100	0.04
b. Banks, financial Institutions, Insurance Companies (Central/State Govt. Institutions/ Non-Govt. Institution	85700	0.71	85700	0.63
c. FIs	77700	0.65	77700	0.57
Sub Total	168500	1.40	168500	1.24
4. Other				
a. Private Corporate Bodies	1160410	9.65	1160410	8.58
b. Indian Public	7134625	59.30	7134625	52.73
c. NRIs/OCBs	10000	0.08	10000	0.07
d. Any other	—	—		
Sub-Total	8305035	69.03	8305035	61.38
Grand Total	12030960	100.00	13530960	100.00

* Shareholding as on 30th August, 2005.

(d) Proposed time within which the allotment will be completed :

As required under the SEBI Preferential Issues Guidelines, the allotment of the Subscription Shares is proposed to be made within 15 days of the date of passing of the above resolution or within 15 days of receipt of all requisite regulatory approvals, whichever is later.

(e) The identity of the proposed allottee and the percentage of the post preferential issue capital that may be held by the said allotment.

Identity of proposed allottee	Number of Subscription Shares to be allotted	Percentage of post issue equity capital (%)
Mr. Ranjan Kuthari	15,00,000	11.09

In accordance with the SEBI Preferential Issues Guidelines the Subscription Shares to be allotted to Mr. Ranjan Kuthari shall be subject to a lock in of Three years from the date of their allotment by the Board. The Statutory Auditors of the Company, M/s A.K.S. & Associates, have certified that issue of Subscription Shares is being made in accordance with the requirements of SEBI Preferential Issues Guidelines. A copy of the certificate will be available for inspection by Members at the Meeting.

The Board of Directors believes that the proposed Preferential Issue is in the best interest of the Company and its Members. The Board of Directors therefore commends the Resolution for approval.

Mr. Ranjan Kuthari is interested in the resolution to the extent of the number of shares that would be allotted to him. Mrs. Renu Kuthari and Mr. Rohit Kuthari being related to Mr. Ranjan Kuthari may also be deemed interested or concerned in the above resolution.

Item No. 7

The existing Share Capital of the Company is Rs. 22,00,00,000/- divided into 2,20,00,000 Equity Shares of the face value of Rs. 10/- each. The present Issued, Subscribed and Paid-up Share Capital of the Company is Rs. 12,03,09,600/-divided into 1,20,30,960 Equity Shares of the face value of Rs. 10/- each fully paid-up.

It is proposed to re-organise the Share Capital as well as the Issued, Subscribed and Paid-up Share Capital of the Company by sub-dividing the Equity Shares of the face value of Rs. 10/- each into Equity Shares of the face value of Re. 1/- each.

Accordingly, the Share Capital of the Company will be sub-divided into 22,00,00,000 Equity Shares of Re.1/- each. The Issued, Subscribed and Paid-up share Capital, as existing on the Record Date for the purpose of sub-division of Ordinary Shares, will also be sub-divided into Equity Shares of the face value of Re.1/- each fully paid-up, with effect from the Record Date.

The proposed sub-division of the Equity Shares into shares of smaller denomination, as aforesaid, would facilitate easy accessibility to the Company's Equity Shares by investors and enhance the liquidity of the Company's Shares on the Stock Exchanges.

The consent of the Members is being sought in accordance with the provisions of Section 94 of the Companies Act, 1956 and Article 55(c) of the Articles of Association of the Company.

A copy of the Memorandum and Articles of Association of the Company will be available for inspection by the Members at the Registered Office of the Company between 11.00 a.m. and 1.00 p.m. on working days up to the date of this Annual General Meeting.

The Directors of your Company are interested in this Resolution to the extent of their respective shareholdings in the Company.

The Board of Directors of your Company recommends this Resolution for your approval.

Information required to be furnished under the listing agreement about the particulars of Directors who are proposed to be appointed / re-appointed at 13th AGM.

Item No. 2 of the Notice

Name : Mr. N. C. Banerjee, Qualification : Chartered Accountant, Expertise : Tax Consultant.
Other Directorships / Committee Memberships : Nil.

Item No. 3 of the Notice

Name : Mr. Rohit Kuthari, Qualification : Degree in Printing Technology from Germany.
Expertise : 10 years of experience in Printing & Packaging processes. Other Directorships / Committee Memberships : Nil.

Item No. 5 of the Notice

Name : Mr. Tapan Majumdar, Qualification : Graduate. Expertise : 30 years of experience in Insurance & other Financial services. Other Directorships / Committee Memberships : Nil.

DIRECTORS' REPORT

DEAR MEMBERS,

Your Directors are pleased to present the Annual Report and Audited Accounts of the Company for the financial year ended 31st March, 2005.

FINANCIAL PERFORMANCE	(Rs in Lacs) year ended 31.3.2005	(Rs in Lacs) year ended 31.3.2004
Gross Sales	405.26	402.29
Other Income	19.64	41.63
Operating Profit	51.92	50.23
Less : Interest	40.45	38.32
Gross Profit	11.47	11.91
Less : Depreciation	119.34	136.54
Profit/(Loss) Before Tax	(107.87)	(124.63)
Less : Tax	0.00	0.00
Profit/(Loss) After Tax	(107.87)	(124.63)

CORPORATE GOVERNANCE

The Company has in place a system of Corporate Governance. A separate report on Corporate Governance is enclosed as part of this Annual Report of the Company. A Certificate from the auditors confirming compliance of Corporate Governance as stipulated under Clause 49 of the Listing Agreement is annexed to the report on Corporate Governance.

CONSERVATION OF ENERGY, TECHNICAL ABSORPTION AND RESEARCH & DEVELOPMENT

As required under Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, information regarding Conservation of Energy, Technology Absorption and Research & Development is not given as the same is not applicable to the Company at present.

ENVIRONMENT AND SAFETY AND QUALITY CONTROL

Your Company does not produce any hazardous effluent or pollutants. Your Company continues to accord high priority for ensuring highest safety standards in operations at all levels. It has a track record of zero accidents. Quality System Audit for ISO 9002 is complete and the Company has obtained the certification from KMAQA of Korea.

FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as required under section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 are given as Annexure and form a part of this report.

INDUSTRIAL RELATIONS

The relation with staff and workers continued to be cordial. The Company has maintained high standard of quality and introduced modern work practices.

PARTICULARS OF EMPLOYEES

The Company has no employee in respect of whom information as required under section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars Of Employees) Rules 1975 is required to be annexed

DIRECTORS

Mrs. Ruma Suchanti resigned from the Directorship of the Company with effect from 30 July 2005. Your Directors place on record their appreciation of the valuable services rendered by her during her tenure as a Director of the Company.

Mr. Tapan Majumdar was appointed as an Additional Director on 30 July 2005. Mr. Majumdar holds his office upto the date of the ensuing Annual General Meeting. The Company has received a Notice in writing along with the requisite deposit from a Member in terms of Section 257 of the Companies Act, 1956, signifying his intention to propose the appointment of Mr. Tapan Majumdar as Director of the Company, at the forthcoming Annual General Meeting.

Mr. N.C. Banerjee and Mr. Rohit Kuthari, Directors of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT

Statement under Sub-Section (2AA) of Section 217 of the Act.

In the preparation of the Annual Accounts :

- i) the applicable accounting standards have been followed and wherever required, proper explanations relating to material departures have been given,
- ii) the Directors have selected such accounting policies and applied them consistently and made judgements 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 loss of the Company for that period,
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) the accounts have been prepared on a going concern basis.

AUDITORS & AUDITORS' REPORT

M/s A K S Associates, Chartered Accountants, Howrah, statutory auditors of the Company hold office until conclusion of the forthcoming Annual General Meeting and are eligible for reappointment.

The Company has received a certificate from them to the effect that their reappointment, if made, would be within the limits prescribed under Section 224(IB) of the Companies Act, 1956.

The Auditors' Report read with the Notes on Accounts are self explanatory and therefore, do not call for any further comments.

ACKNOWLEDGEMENT

Your Directors express their sincere thanks and place on record their deep appreciation of the valuable patronage extended by the shareholders, valued customers, financial institutions, bankers, Government authorities and the Investors for their continued support and confidence in the Company. Your Directors also thank the employees for their support and for the confidence reposed in the future of this Company.

For & On Behalf of the Board of Directors

Date : 30th August, 2005

Place : Kolkata

Ranjan Kuthari

Chairman & Managing Director

ANNEXURE TO THE DIRECTORS' REPORT

Foreign Exchange Earnings and Outgo - Information under section 217(1)(e) of the Companies Act read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988, is given in the Notes to Account.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Ranjan Kuthari	-	Chairman & Managing Director
Rohit Kuthari	-	Executive Director
Rajat Kothari	-	Director
Renu Kuthari	-	Director
N. C. Banerjee	-	Director
Swapan Mukherjee	-	Director
Tapan Majumdar	-	Director

COMMITTEES OF BOARD

Audit Committee

N. C. Banerjee	-	Chairman
Swapan Mukherjee		
Tapan Majumdar		

Remuneration Committee

Swapan Mukherjee	-	Chairman
N.C. Banerjee		
Tapan Majumdar		

Shareholders / Investors Grievance Committee

Swapan Mukherjee (Chairman)		N. C. Banerjee
Rajat Kothari		

REPORT ON CORPORATE GOVERNANCE

The Directors present the Company's Report on Corporate Governance:

1. Company's Philosophy on Corporate Governance

Corporate Governance refers to a combination of regulations, procedures and voluntary practices that enable companies to maximise shareholders' value by attributing financial and human capital utilisation.

The business objective of the company is to manufacture and create value added services in such a way that they can be sustained over the long term for the benefit of consumers, shareholders, employees, business associates and the national economy.

As a responsible corporate citizen, it is the earnest endeavour of the Company to improve its focus on Corporate Governance by increasing accountability and transparency to its shareholders, bankers and customers.

2. Board of Directors

A) Composition

The Board of Directors of the Company consists of 7 members, comprising :

- Three Executive Directors in the whole - time employment of the Company
- Four Non-Executive Directors, drawn from amongst persons with experience in business, finance, technology and management.

The Chairman & Managing Director of the Board is an Executive Director.

B) Other Directorships/Committee Memberships held : (As on 30 th August 2005)

Name of Director	Category	Directorships held in other Companies*		Committee Memberships held in other Companies**	
		As Director	As Chairman	As Member	As Chairman
Ranjan Kuthari	Executive	NIL	NIL	NIL	NIL
Rohit Kuthari	Executive	NIL	NIL	NIL	NIL
Rajat Kothari	Executive	NIL	NIL	NIL	NIL
Renu Kuthari	Non-Executive	NIL	NIL	NIL	NIL
N.C.Banerjee	Non-Executive	NIL	NIL	NIL	NIL
Tapan Majumdar	Non-Executive	NIL	NIL	NIL	NIL
Swapan Mukherjee	Non-Executive	NIL	NIL	NIL	NIL

* Excludes Directorship held in Private Limited Companies, Foreign Companies, Companies u/s 25 of the Companies Act, 1956 and Memberships of Managing Committees of various Chambers/Institutions.

** Memberships/Chairmanships of Audit Committees, Shareholders' Grievance Committee and Remuneration Committee have been considered.

C) Board Meetings held during the year

During the financial year ended 31st March, 2005, Five Board Meetings were held on 30th April 2004, 30th July 2004, 28th August 2004, 30th October 2004 & 31st January 2005

D) Attendance of Directors at Board Meetings and last Annual General Meeting :		
Name of Director	Meetings Attended	Attendance at last AGM
Ranjan Kuthari	5	YES
Rohit Kuthari	5	YES
Rajat Kothari	5	YES
Renu Kuthari	2	YES
Ruma Suchanti	-	NO
N. C. Banerjee	4	YES
Swapn Mukherjee	5	NO

E) Information about directors proposed to be appointed/re-appointed as required under clause 49VI (A) of the Listing Agreements with the Stock Exchanges is furnished under the Explanatory Statement to the Notice of the A.G.M.

3. Audit Committee

A) Terms of Reference

The Audit Committee acts as a link between the management, the statutory and internal auditors and the Board of Directors. The Committee provides the Board with additional assurance as to the adequacy of the Company's internal control systems and financial disclosures. The broad terms of reference of the Audit Committee are to review with the Management and/or Internal Auditors and/or Statutory Auditors in the following areas :

- i) Overview of Company's financial reporting process and financial information disclosures;
- ii) Review with Management, the annual financial statement before submission to the Board;
- iii) Review with Management, external and internal Audit Reports, the adequacy of internal control systems;
- iv) Review the adequacy and effectiveness of accounting and financial controls of the Company, compliance with the Company's policies and applicable laws and regulations;
- v) Recommending the appointment and removal of external Auditors, fixation of Audit Terms.

B) Composition, name of members and Chairperson

The Audit Committee of the Company comprises three members, all of whom are "independent" Non Executive Directors. The names of the members of the Audit Committee, including its Chairman, are provided elsewhere in this Annual Report under the heading "Corporate Information".

C) Meetings and Attendance during the year

During the financial year ended 31st March, 2005, three meetings were held on 30th April 2004, 28th August 2004 and 30th October 2004 and the attendance were as under :

Name of Directors	Meetings Attended
N.C.Banerjee	3
Swapn Mukherjee	3
Tapan Majumdar	N.A.

4. Remuneration Committee

The Committee comprises two non-executive directors, all of whom are independent directors, viz Mr. Swapn Mukherjee (Chairman), Mr. N.C. Banerjee and Mr. Tapan Majumdar.

Remuneration paid/payable to the Directors for the financial year ended 31st March, 2005:

Name of Director	Sitting Fees	Salary	Commission	Perquisites	Total
Ranjan Kuthari	NIL	4,80,000	NIL	NIL	4,80,000
Rohit Kuthari	NIL	1,57,332	NIL	NIL	1,57,332
Rajat Kothari	NIL	98,100	NIL	NIL	98,100
Renu Kuthari	NIL	NIL	NIL	NIL	NIL
N. C. Banerjee	NIL	NIL	NIL	NIL	NIL
Swapn Mukherjee	NIL	NIL	NIL	NIL	NIL
Ruma Suchanti	NIL	NIL	NIL	NIL	NIL

All remuneration paid/payable are within the ceiling prescribed under the provisions of the Companies Act, 1956.

- Except the Managing Director, all the members of the Board are liable to retire by rotation. The appointment of the Executive Directors is governed by the resolutions passed by the Board and the members, which cover the terms and conditions of such appointment read with the service rules of the Company.
- The Company does not currently have a stock option plan or performance linked incentives for its Directors.
- No Severance Fee is payable

5. Shareholders'/Investors' Grievance Committee

A) Composition

The Shareholders'/Investors' Grievance Committee comprises two Directors. The Chairman is a Non-Executive Director. The names of the Members of the Shareholders'/Investors' Grievance Committee, including its Chairman, are provided elsewhere in this Annual Report under the heading "Corporate Information."

Mr. Subhas Ganguly, Secretarial Officer, has been designated as the "Compliance Officer".

B) Status of Transfers

37010 shares were received and were processed for transfer during the year ended 31st March 2005. There were no pending share transfers as on 31.3.2005.

C) Complaints

During the year ended 31.3.2005, the Company received 6 nos. complaints from shareholders relating mainly to non-receipt of Annual Reports/transferred shares, etc. The Company has duly redressed all the grievances received till 31.3.2005 to the satisfaction of the members.

6. General Body Meetings

A) Particulars of last three Annual General Meetings

AGM	Year Ended	Venue	Date	Time
12th	31.03.2004	Eastern Zonal Cultural Centre, 'Aikatan', IA-290, Sector III, Salt Lake City, Calcutta - 700 091	29.09.2004	11.00 am
11th	31.03.2003	Eastern Zonal Cultural Centre, 'Aikatan', IA-290, Sector III, Salt Lake City, Calcutta - 700 091	30.09.2003	11.00 am
10th	31.03.2002	Eastern Zonal Cultural Centre, 'Aikatan', IA-290, Sector III, Salt Lake City, Calcutta - 700 091	26.09.2002	4.00 pm

No Special Resolution requiring Postal Ballot was placed before the last Annual General Meeting. No Special Resolution requiring Postal Ballot is being proposed at the ensuing Annual General Meeting.

B) No Extra-Ordinary General Meeting was held during the last 3 years.

7. Disclosure

A) The Company did not have any materially significant related transactions, which may have potential conflict with the interest of the Company.

B) There is no transaction of a material nature with any of the related party, which was in conflict with the interest of the Company.

C) The Company has complied with the requirements of regulatory authorities on capital markets and no penalties or strictures have been imposed against it in the last three years.

8. Means of communication

i) Since the requirement of furnishing half yearly report to the shareholders household is a non-mandatory requirement in terms of Annexure-3 (c) of clause 49 of the Listing Agreement, the company has not sent the half yearly report to the shareholders. However, the half yearly report, as applicable, has been submitted to the stock exchanges

ii) The Company's Quarterly Results are normally published in :

- The Asian Age, Kolkata
- Dainik Lipi, a Bengali Daily, Kolkata

iii) The Company does not have a website of its own.

iv) The Management Discussion and Analysis Report has been annexed to the Directors' Report.

9. General Shareholder Information

- AGM date, time and venue : 30.09.2005 at 11am
- Financial year : 1st April 2004 to 31st March 2005
- Book closure date : 22nd Sept 2005 to 30th Sept 2005 (both days inclusive.)
- Dividend payment date : Since the company does not have profit, the Board of Directors have not recommended any dividend.
- Listing on stock exchange : (a) The Calcutta Stock Exchange Association, Calcutta
(b) National Stock Exchange, Mumbai.
(c) The Stock Exchange Mumbai, Mumbai. (Applied for delisting)
(d) The Delhi Stock Exchange, (Applied for delisting)
The Company has paid listing fees to National Stock Exchange for the year 2004-2005.
- Stock Code : ANTGRAPHIC EQ--NSE
- ISIN code : INE 414B 01013
- Market Price data

The details of monthly highest and lowest closing quotations of the equity shares of the Company at the National Stock Exchange during financial year 2003-04 are as under :

Quotation at National Stock Exchange

Month	High (Rs.)	Low (Rs.)
April, 2004	3.90	2.40
May, 2004	3.80	1.95
June, 2004	2.65	1.80
July, 2004	2.80	1.60
August, 2004	2.70	1.95
September, 2004	2.95	2.10
October, 2004	3.10	2.20
November, 2004	3.90	2.35
December, 2004	4.00	2.50
January, 2005	6.10	3.40
February, 2005	6.20	3.25
March, 2005	5.50	3.30

- ix) Registrar and Transfer Agents M/s. Maheshwari Datamatics Pvt. Ltd. 6, Mangoe Lane, Kolkata-700 001. are acting as Registrar and Share Transfer Agent of the Company.
- x) Share transfers are generally registered and returned within the stipulated period from the date of receipt. if the documents are clear in all respects, Officers of the Registrars have been authorised to approve transfers and the same are also approved by the Committee of Directors.

xi) Distribution of shareholding

As on : 31.03.2005

S.No	No. Of shares holders	No. of shares	% of shareholding
1 to 500	11,521	22,22,394	18.4727
501 to 1000	1,275	11,12,333	9.2455
1001 to 2000	578	9,13,973	7.5968
2001 to 3000	175	4,60,861	3.8306
3001 to 4000	81	2,90,631	2.4156
4001 to 5000	88	4,21,002	3.4993
5001 to 10000	106	7,43,594	6.1806
10001 and Above	59	58,66,172	48.7589
Total	13,883	1,20,30,960	100.0000

xii) Shareholding pattern

Category	% of Holding
Promoters	39.53
OCBS/FII/NRI	0.81
Financial Institution/Mutual Funds/ Banks/Govt. Companies	0.76
Other Corporate Bodies	6.22
Public	52.68
Total	100.00

xiii) Dematerialization of equity shares

The Company's shares are currently traded only in dematerialized form at two stock exchanges namely National, and Calcutta. To facilitate trading in dematerialized form the Company has entered into agreements with both the depositories namely National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CdsI). Shareholders can open account with any of the depository participants registered with any of these depositories.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. Industry Structure & Development

Indian Packaging Industry has a very broad base with many tiny, small, medium and large sector units. Total capacity available in all the above sectors is around 3.70 Million Metric Tons, which by 2006-07 is expected to increase to 4.50 million Metric Tons.

Though there is consistent growth in demand of packaging, the scenario in Eastern India - demand is lagging behind compared to the growth in the rest of the country, reason being, no new Industry coming up and shifting of industries from this region to other parts of the country, including North Eastern states.

Positive thing about this is that it has reached the bottom as far as Eastern India is concerned and hence cannot go down further in demand.

Paper, Paper Board & Packaging material scenario continues to be bright as more and more plastic materials are being discarded and hence the temporary set-back will soon be overcome and growth of the Industry expected to be normal in this region very soon.

2. Opportunities & Threats

2.1. Opportunity

Though the general economic situation, particularly the export segment of Tea remains depressed basically due to Russian Union countries going in for bulk rather than packed ones and then with the Iraq war, the off take of Arabian countries has also declined. Now with this being neutralized the industry is looking forward for a turnaround in near future.

2.2. Threats

- Higher domestic cost of power & fuel and a large component of domestic taxes in cost of production have made the product somewhat uncompetitive in the export as also in the domestic market.
- Some multinational export houses have preferred to import their packaging materials without payment of import duties and this is an additional threat for the industry's performance.
- With the FEPZ changing to FSEZ this has resulted in rather impossible situation of domestic sale on account of the duty leviable on the domestic sale has almost jumped to 50% compared to 16% Excise Duty chargeable by DTA manufacturers. Hence even producing from indigenous raw materials, supplies to DTA area will be very costly and hence the market of that segment has become non-existent.

3. Segmentwise/productwise performance.

The Company is a Paper-based Packaging & Publishing product manufacturer and there is no other product segment

4. Outlook

The Company, in keeping along the recent trend of Consumer friendly pack, has geared themselves for producing the same in their factory. Presently, the Company is manufacturing printed packaging cartons / boxes of international standard and specification.

Having received its ISO certification, the company has engaged in continuous monitoring of its manufactured quality and has setup a self-sufficient laboratory for the same.

With the improvement of demand by the exporting sectors, the company expects to fulfill its goal to serve the consumer industry in the best way possible.

5. Risk and Concerns

In order to be more competitive in the overseas market, the Tea-exporters are trying to offer more favourable price, which eventually is reflected in their buying of packaging items at a lower price. Therefore, the company as also the industry at large is unable to pass on the hike in cost of power, fuel, labour etc. to the consumer, which adversely impacts profitability.

6. Internal Control Systems and their adequacy

The company has adequate internal control systems, which are reviewed by the Management and the internal auditors through quarterly audit of various areas of Company's operations to ensure that the systems are being properly complied with and transparency is maintained. The observations of the Auditors along with company's replies are placed before the Audit Committee of the Directors on regular basis for reviewing their adequacy.

7. Financial performance with respect to operational performance.

Because of a depressed export market, the capacity utilization as per target could not be achieved and the company was obliged to have a restricted manufacturing operation.

In line with the current trend, the company has implemented several cost control measures to offset increase in production cost. It has identified further possibility of cost reduction with some capital investment, which will be executed as soon as the marketing scenario turns better.

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

In order to achieve full utilization of equipment potential and inculcate proper operation and maintenance practices, the company's personnel are exposed to latest ideas and concepts through various in-house as well as external training programmes of reputed institutes within its financial limitations. Interactions amongst plant personnel on a daily basis also improve sensitivity about the plant, which helps in better identification of plant problems and their resolutions and also in identifying areas of cost reduction. The Industrial Relations remained cordial during the year under report.

The total number of permanent employees was 50 as on 31.3.2005

Date : 30th August, 2005

Place : Kolkata

For & On Behalf of the Board of Directors

Ranjan Kuthari

Chairman & Managing Director

AUDITORS' CERTIFICATE

To

The Members of Antarctica Limited

We have examined the compliance of conditions of corporate governance by **ANTARCTICA LIMITED**, for the year ended 31st March, 2005, as stipulated in clause 49 of the Listing Agreement of the said Company With stock exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was 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 an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the abovementioned Listing Agreement.

We state that in respect of investor grievances received during the year ended 31st March, 2005 no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company and its Registrar and Transfer Agents and presented to the Shareholders/Investors Relation Committee.

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.

30th August, 2005

Howrah

A.K.S. & Associates

Chartered Accountants

AUDITORS' REPORT TO THE SHAREHOLDERS

To

The Members,

ANTARCTICA LIMITED.

1. We have audited the attached Balance Sheet of M/S. ANTARCTICA LIMITED of 1A, Vidyasagar Street, Kolkata-9. as at 31st March, 2005 and the Profit & Loss Account for the year ended on that date annexed hereto, and the Cash Flow Statement for the year ended on that date, which signed under the reference to this report. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our Audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An Audit includes examining, on a test basis, evidence supporting the accounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order 2003, issued by the Central Government in terms of section 227 (4A) of the Companies Act, 1956 of India ("The Act") and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give the attached Annexure, a statement on the matters specified in Paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph (3) above, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of such books of the company;
 - c) The Balance Sheet and the Profit & Loss Account referred to in this report are in agreement with the books of accounts of the company;
 - d) In our opinion, the Profit & Loss Account and Balance Sheet have been prepared in compliance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India referred to in Section 211 (3C) of the Companies Act', 1956 ("The Act")
 - e) As per information furnished to us, none of the Directors of the Company is disqualified from being appointed as a Director under clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us, to said Balance Sheet and Profit & Loss account together with the notes annexed thereto give in the prescribed manner, the information required by the Companies Act', 1956 and also give a true and fair view in conformity with the accounting principles generally accepted in India.
 - i) In so far as it relates the Balance Sheet, of the state of affairs of the Company as at 31st March, 2005.
 - ii) In so far as it relates to the Profit & Loss Account, of the Loss of the Company for the year ended on that date.

A N D
 - iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

Annexure to the Auditor's Report

(Referred to in Paragraph 3 of our Report of even date)

- 1) The company has maintained proper records showing full particulars including quantitative details and situations of Fixed Assets. The Assets are physically verified by the management in a phased manner. We have been informed that no material discrepancies were noticed on such physical verifications. Substantial part of the fixed assets have not been disposed of during the year, which will affects its status as going concern.
- 2) The stocks of finished goods, stores, spare parts and raw materials have been physically verified by the management during the year.

In our opinion and according to the information & explanations given to us the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory.

The discrepancies noticed on physical verification of stocks as compared to book records, were not material and have been properly dealt with in the books of accounts.

- 3) The company has neither granted nor taken any loans, secured or unsecured to/from companies, firms, or other parties cover in the register maintained under Section 301 of the Act.
- 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 the nature of its business with regard to purchase of goods, equipments and other assets and with regard to the sale of goods. In our opinion there is no continuing failure to correct major weaknesses in internal control.
- 5a) On the basis of our examination of the books of account, the Company has not entered into any transactions exceeding five lakh rupees in respect of any party during the financial year that need to be entered in the register pursuant to the Section 301 of the Act.
- 5b) In view of our comment in paragraph 5 (a) above, clause (v) (b) of Paragraph 4 of the aforesaid Order is not applicable.
- 6) The company has not accepted any deposits under provision of Section 58A and 58AA of the Act and the rules frame thereunder.
- 7) In our opinion, the Company's present internal audit system is commensurate with its size and nature of its business
- 8) The Central Government has not prescribed the maintenance of cost record by the Company under section 209(1) (d) of the Companies Act, 1956 for its products.
- 9a) The Company is regular in depositing undisputed statutory dues including the Employees State Insurance, Provident Fund, Sales Tax, Excise Duties, Customs Duties with the appropriate authorities within specified time.
- 9b) Demand of Sales Tax of Rs. 4.72 lacs has been disputed by the Company and the appeal is pending in Kolkata High Court.
- 10) The Company has accumulated losses as at 31-03-2005. The Company has not incurred cash losses in the current financial year and in the financial year immediately preceding such financial year.
- 11) The Company has not defaulted in repayment of dues to financial institutions, Banks or debentures holders
- 12) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the aforesaid Order are not applicable to the Company.
- 14) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the aforesaid Order are not applicable to the Company
- 15) In our opinion the terms and conditions on which the Company has given any guarantees for loans taken by others form banks or financial institutions during the year are not prejudicial to the interest of the Company
- 16) On the basis of review of utilisation of funds pertaining to term loans on overall basis and related information as made available to us, the term loans taken by the Company were applied for the purposes for which they were obtained.
- 17) On the basis of review of utilisation of funds on overall basis, related information as made available to us and as represented to us by the management, funds raised on short term basis have not been used for long term investment and vice versa during the year.
- 18) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
- 19) The Company need not create any related debenture trust deed as the company has no debentures
- 20) The Company in the recent past has not raised any money by public issue.
- 21) During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud on or by the Company nor have we been informed of such case by the management.

**Dated, Howrah the
30th August, 2005**

**For A.K.S. & ASSOCIATES,
(A.K.SAMANTA)
CHARTERED ACCOUNTANTS**

Balance Sheet as at 31st March, 2005

	Schedule no	Year ended 31st March' 2005 (Rupees)	Year ended 31st March' 2004 (Rupees)
Sources of Funds			
Shareholder's Funds:			
Capital	1	12,03,09,600.00	12,03,09,600.00
Reserve & Surplus	2	(5,91,81,185.20)	(4,83,94,312.24)
Loan Funds:			
Secured Loans	3	13,27,74,090.65	13,19,13,764.28
Unsecured Loans	4	1,85,53,345.68	1,84,53,345.68
Total		<u>21,24,55,851.13</u>	<u>22,22,82,397.72</u>
Application of Funds:			
Fixed Assets			
Gross Block	5	24,03,60,904.05	23,97,62,204.05
Less : Depreciation		16,28,41,680.74	15,09,08,171.74
	(a)	<u>7,75,19,223.31</u>	<u>8,88,54,032.31</u>
Capital work-in-progress	(b)	NIL	NIL
Investments	(c)	NIL	NIL
Current Assets, Loans & Advances:			
Inventories	6	4,42,05,162.00	4,29,99,055.00
Sundry Debtors	7	5,32,51,910.88	5,33,22,608.86
Cash & Bank Balance	8	78,72,799.92	77,38,090.69
Loans & Advances	9	1,03,11,119.49	91,06,337.29
		<u>11,56,40,992.29</u>	<u>11,31,66,091.84</u>
Less:Current Liabilities & Provisions:			
Liabilities	10	80,26,346.37	70,89,169.34
Net Current Assets (4-5)	(d)	<u>10,76,14,645.92</u>	<u>10,60,76,922.50</u>
Miscellaneous Expenditure	11	2,73,21,981.90	2,73,51,442.91
	(e)	<u>2,73,21,981.90</u>	<u>2,73,51,442.91</u>
Total (a+b+c+d+e)		<u>21,24,55,851.13</u>	<u>22,22,82,397.72</u>

Notes to Accounts

"20"

Schedules 1 to 11 and 20 form as integral part of this Balance Sheet.
This is the Balance Sheet referred to in our report of even date annexed.

For & on behalf of the Board

**As per our report of even date
For A K S & Associates
Chartered Accountants
A K Samanta
Howrah, 30th August' 2005**

**Ranjan Kuthari
Managing Director
Rohit Kuthari
Executive Director
Kolkata, 30th August' 2005**

Profit & Loss Account for the year ended 31st March' 2005

	Schedule No	Year ended 31st March' 2005 Rupees	Year ended 31st March' 2004 Rupees
Income			
Sales	12	4,05,25,764.10	4,02,28,566.90
Other Income	13	19,64,326.89	41,63,323.78
		<u>4,24,90,090.99</u>	<u>4,43,91,890.68</u>
Expenditure			
Consumption of Raw Materials	14	2,10,53,842.73	2,29,12,306.58
Excise Duty		1,54,895.00	2,49,128.00
Salaries & Wages	15	37,86,544.15	39,20,020.05
Other Manufacturing Expenses	16	73,90,605.26	73,11,124.10
Administrative Expenses	17	29,32,824.00	29,33,278.54
Selling Expenses	18	19,79,654.53	20,42,651.60
Interest	19	40,45,089.28	38,32,352.86
Depreciation	5	1,19,33,509.00	1,36,53,628.00
		<u>5,32,76,963.95</u>	<u>5,68,54,489.73</u>
Profit Before Tax		(-) 1,07,86,872.96	(-) 1,24,62,599.05
Add: Balance of Loss b/f from last year.		<u>(-) 4,83,94,312.24</u>	<u>(-) 3,59,31,713.19</u>
Balance of Loss carried to Balance Sheet		(-) 5,91,81,185.20	(-) 4,83,94,312.24

Notes to Accounts.

20

Schedules 12 to 19 and 20 form as integral part of this Balance Sheet.

This is the Profit & Loss Account referred to in our report of even date annexed.

For & on behalf of the Board

As per our report of even date

For A K S & Associates

Chartered Accountants

A K Samanta

Howrah, 30th August' 2005

**Ranjan Kuthari
Managing Director**

**Rohit Kuthari
Executive Director**

Kolkata, 30th August' 2005

Schedules Forming Part of the Balance Sheet as at 31st March' 2005

	Year ended 31st March' 2005 (Rupees)	Year ended 31st March' 2004 (Rupees)
SCHEDULE 1		
SHARE CAPITAL		
Authorised		
220,00,000 Equity Shares of Rs. 10/- each	<u>22,00,00,000.00</u>	<u>22,00,00,000.00</u>
Issued, Subscribed & Paid Up :		
1,20,30,960 Equity Shares of Rs 10/- each fully called & paid up of which 8,08,350 Equity Shares @ Rs 10/- each issued for consideration other than Cash and 7,27,560 Equity Shares of Rs 10/- each issued as Bonus Shares and 11,95,000 equity shares @ Rs. 10/- each issued for consideration by conversion of Unsecured loan from Directors	<u>12,03,09,600.00</u>	<u>12,03,09,600.00</u>
	<u>12,03,09,600.00</u>	<u>12,03,09,600.00</u>
SCHEDULE : 2		
RESERVE & SURPLUS		
Profit & Loss A/C Bal. (Dr. Bal.)	(-) 4,83,94,312.24	(-) 3,59,31,713.19
Add : Net loss for the year	(-) 1,07,86,872.96	(-) 1,24,62,599.05
	<u>(5,91,81,185.20)</u>	<u>(-) 4,83,94,312.24</u>
SCHEDULE : 3		
SECURED LOANS		
Loans	9,91,99,645.51	9,91,98,885.51
Working Capital	3,29,44,938.11	3,18,52,760.02
Car Loan	6,29,507.03	8,62,118.75
	<u>13,27,74,090.65</u>	<u>13,19,13,764.28</u>
SCHEDULE : 4		
UNSECURED LOANS		
From Directors & Share Holders	<u>1,85,53,345.68</u>	<u>1,84,53,345.68</u>
	<u>1,85,53,345.68</u>	<u>1,84,53,345.68</u>

SCHEDULE 5 : FIXED ASSETS AS ON 31ST MARCH 2005

FIXED ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
PARTICULARS	Cost As on 01.04.2004	Addition (Deletion)	Total As on 31.3.2005	As on 01.04.2004	Provided For the Year	Total As on 31.3.2005	W.D.V. As on 31.03.2005	W.D.V. As on 31.3.2004
1. BUILDING								
A) Existing Unit	49,26,743.63	-----	49,26,743.63	27,82,579.05	107208.00	28,89,787.05	20,36,956.58	21,44,164.58
B) FSEZ	1,44,13,008.99	-----	1,44,13,008.99	82,65,148.34	3,07,393.00	85,72,541.34	58,40,467.65	61,47,860.65
2. PLANT & MACHINERY								
A) Existing Unit	3,11,05,301.04	-----	3,11,05,301.04	2,88,28,350.95	3,16,724.00	2,91,45,074.95	19,60,226.09	22,76,950.09
B) FSEZ	17,60,93,209.83	1,85,000.00	1,76,278,209.83	10,05,47,829.84	1,05,34,096.00	11,10,81,925.84	65,196,283.99	7,55,45,379.99
3. ELECTRICAL INSTALLATION								
A) Existing unit	45,451.86	-----	45,451.86	44,123.11	185.00	44,308.11	1,143.75	1,328.75
B) FSEZ	14,60,211.02	-----	14,60,211.02	10,75,282.69	53,544.00	11,28,826.69	3,31,384.33	3,84,928.33
4. AIR CONDITIONER								
A) Existing Unit	3.44.535.80	-----	3.44.535.80	2.62.609.27	11.396.00	2.74.005.27	70.530.53	81.926.53
B) FSEZ	2.02.250.00	-----	2.02.250.00	1,39,295.26	8,757.00	1,48,052.26	54,197.74	62,954.74

Contd. ...

FIXED ASSETS

GROSS BLOCK

DEPRECIATION

NET BLOCK

PARTICULARS	Cost	Addition	Total	As on	Provided	Total	W.D.V.	W.D.V.
	As on		As on		For the	As on		
	01.04.2004	(Deletion)	31.3.2005	01.04.2004	Year	31.3.2005	31.03.2005	31.3.2004
5. FURNITURE & FIXTURES								
A) Existing Unit	2,41,932.11	-----	2,41,932.11	2,06,155.57	6,475.00	2,12,630.57	29,301.54	35,776.54
B) FSEZ	5,200.00	-----	5,200.00	3,953.48	226.00	4,179.48	1,020.52	1,246.52
6. MOTOR VEHICLE								
A) Existing Unit	9,06,353.55	-----	9,06,353.55	8,57,108.34	12,750.00	8,69,858.34	36,495.21	49,245.21
B) FSEZ	54,27,828.76	3,59,978.00	57,87,806.76	39,28,491.90	4,81,377.00	44,09,868.90	13,77,937.86	14,99,336.86
7. COMPUTERS								
A) Existing Unit	35,89,345.00	53,222.00	36,42,567.00	32,41,108.79	55,098.00	32,96,206.79	3,46,360.21	3,48,236.21
8. OFFICE EQUIPMENTS								
A) Existing Unit	9,70,832.46	-----	9,70,832.46	7,03,939.35	37,125.00	7,41,064.35	2,29,768.11	2,66,893.11
B) FSEZ	30,000.00	500.00	30,500.00	22,195.80	1,155.00	23,350.80	7,149.20	7,804.20
Total for the Year	23,97,62,204.05	5,98,700.00	24,03,60,904.05	15,09,08,171.74	1,19,33,509.00	16,28,41,680.74	7,75,19,223.31	8,88,54,032.31
Total for the P Y	23,96,22,600.05	1,39,604.00	23,97,62,204.05	13,72,54,543.74	1,36,53,628.00	15,09,08,171.74	8,88,54,032.31	10,23,68,056.31

	Year ended 31st March 2005 (Rupees)	Year ended 31st March 2004 (Rupees)
SCHEDULE 6		
INVENTORIES		
Work In Progress	36,36,017.00	12,97,734.00
Finished Goods	98,57,110.00	1,04,25,805.00
LDPE	2,58,475.00	2,58,475.00
Others	8,69,903.00	9,13,487.00
Chemicals	9,68,203.00	9,28,734.00
Film	7,55,007.00	8,75,641.00
Paper	2,46,52,177.00	2,45,78,106.00
Plate	3,89,705.00	1,01,770.00
Ink	28,18,565.00	36,19,303.00
	4,42,05,162.00	4,29,99,055.00
SCHEDULE 7		
SUNDRY DEBTORS		
Unsecured But Considered Good Debts Outstanding for more than six months	4,02,89,109.74	4,23,69,707.96
Others Debts	1,29,62,801.14	1,09,52,900.90
	5,32,51,910.88	5,33,22,608.86
SCHEDULE 8		
CASH & BANK BALANCES		
Cash in Hand (Certified)	4,35,725.46	2,89,591.17
Balances with Scheduled Banks:		
In Current A/C	84,204.48	95,629.54
In Deposit A/C	62,81,854.98	62,81,854.98
In Refund A/C	10,71,015.00	10,71,015.00
	78,72,799.92	77,38,090.69
SCHEDULE 9		
LOANS & ADVANCES		
Advance C.S.T	75,057.00	75,057.00
Security Deposit	39,000.00	39,000.00
Bonus (Advance)	43,740.00	59,590.00
Advance with Public Bodies	14,49,769.00	18,09,769.00
Other Advances	10,73,762.37	11,23,159.37
Tax Deducted at Source	2,98,903.12	2,46,609.92
Security Deposit (CESC)	62,147.00	62,147.00
Margin Money (UCO Bank)	58,64,489.00	42,86,753.00
Realisable duty of Central Excise	14,04,252.00	14,04,252.00
	1,03,11,119.49	91,06,337.29
SCHEDULE 10		
CURRENT LIABILITIES & PROVISIONS :		
Sundry Creditors for Goods	50,67,797.94	44,51,645.46
Sundry Creditors for Expenses	27,68,548.43	24,47,523.88
Other Liabilities	1,90,000.00	1,90,000.00
	80,26,346.37	70,89,169.34
SCHEDULE 11		
MISCELLANEOUS EXPENDITURE		
Preliminary Expenses (To the extent not written off)	5,760.00	5,760.00
Deferred revenue expenditure	2,73,16,221.90	2,73,45,682.91
	2,73,21,981.90	2,73,51,442.91
For & on behalf of the Board		
As per our report of even date For A K S & Associates Chartered Accountants A K Samanta Howrah, 30th August' 2005	Ranjan Kuthari Managing Director	Rohit Kuthari Executive Director Kolkata, 30th August' 2005

**Schedule Forming Part of the
Profit & Loss A/c for the year ended 31st March, 2005**

	Year ended 31st March 2005 (Rupees)	Year ended 31st March 2004 (Rupees)
SCHEDULE 12		
SALES		
Domestic	91,18,333.45	1,02,81,824.58
Exports	3,14,07,430.65	2,99,46,742.32
	<u>4,05,25,764.10</u>	<u>4,02,28,566.90</u>
 SCHEDULE 13		
OTHER INCOME		
Provision For Sales Tax Realisation	1,67,224.00	---
Discount Received	27,340.64	9,963.50
Interest on Margin Money	15,77,736.00	41,40,925.00
Interest From Employee's Loan	4,981.00	12,435.28
Subsidy From Capexil	95,250.00	---
Exchange Fluctuation	14,946.48	---
Prior Period Adjustment	76,848.77	---
	<u>19,64,326.89</u>	<u>41,63,323.78</u>
 SCHEDULE 14		
CONSUMPTION OF RAW- MATERIALS, W.I.P & Finished Goods		
A) STOCK at commencement		
Chemical	9,28,734.00	9,55,005.00
Film	8,75,641.00	9,22,148.00
Paper	2,45,78,106.00	2,52,88,110.00
Plate	1,01,770.00	6,28,404.00
Finished Goods	1,04,25,805.00	99,77,450.00
Ink	36,19,303.00	39,21,056.00
W.I.P	12,97,734.00	19,59,334.00
Consumable	---	---
Others	9,13,487.00	7,49,070.00
LDPE	2,58,475.00	1,38,810.00
	<u>4,29,99,055.00</u>	<u>4,45,39,387.00</u>
 B. PURCHASE		
Chemical	3,49,463.93	1,96,310.11
Film	27,62,763.74	21,39,031.57
Consumables (incl. LDPE)	9,93,947.85	7,69,656.50
Ink	7,00,944.00	14,47,815.00
Paper	1,59,64,145.81	1,54,29,759.03
Plate	7,05,269.00	6,53,125.06
Others (Adhesive/Varnish a/c)	7,83,415.40	7,36,277.31
Tea	---	---
	<u>2,22,59,949.73</u>	<u>2,13,71,974.58</u>

	Year ended 31st March 2005 (Rupees)	Year ended 31st March 2004 (Rupees)
C. CLOSING STOCK		
Work In Progress	36,36,017.00	12,97,734.00
Finished Goods	98,57,110.00	1,04,25,805.00
LDPE	2,58,475.00	2,58,475.00
Chemical	9,68,203.00	9,28,734.00
Film	7,55,007.00	8,75,641.00
Paper	2,46,52,177.00	2,45,78,106.00
Plate	3,89,705.00	1,01,770.00
Ink	28,18,565.00	36,19,303.00
Others	8,69,903.00	9,13,487.00
	<u>4,42,05,162.00</u>	<u>4,29,99,055.00</u>
TOTAL (A+B-C)	<u>2,10,53,842.73</u>	<u>2,29,12,306.58</u>
SCHEDULE 15		
SALARIES & WAGES		
Salaries & Wages	22,93,812.80	23,32,633.70
Director's Remuneration	7,51,470.00	8,71,415.00
Bonus & Ex-Gratia	3,66,614.00	3,19,397.00
Provident Fund & ESI	3,74,647.35	3,96,574.35
	<u>37,86,544.15</u>	<u>39,20,020.05</u>
SCHEDULE 16		
OTHER MANUFACTURING EXPENSES		
Electric Charges	28,20,835.00	21,43,881.00
Paper Cutting/Creasing/Lamination etc.	6,247.00	4,727.65
Processing Charges	3,27,592.00	2,57,380.00
Carriage Inward	29,068.00	53,385.00
Other Factory Expenses	1,49,312.50	1,15,570.50
Subcontract Job	24,59,996.20	29,99,490.38
Plant & Machinery Maintenance	4,92,609.56	4,90,213.48
Factory Rent/License	1,350.00	848.00
Building Maintenance	29,790.50	1,16,121.59
Insurance	3,95,183.00	3,15,643.00
Packaging Materials	6,78,621.50	8,13,863.50
	<u>73,90,605.26</u>	<u>73,11,124.10</u>
SCHEDULE 17		
ADMINISTRATIVE EXPENSES		
Bank Charges	66,414.58	48,689.00
Books & Periodicals	1,740.00	2,905.00
Conveyance	2,84,599.86	2,05,518.63
Data processing Expenses	2,471.00	4,851.50
General Expenses	49,968.72	72,107.56
Office Maintenance	66,625.00	40,120.70
Vehicle Maintenance & Running	7,60,367.33	8,38,728.49

	Year ended 31st March 2005 (Rupees)	Year ended 31st March 2004 (Rupees)
Report & Publication	---	15,985.00
Postage	79,994.00	61,959.00
Printing & Stationery	82,758.91	59,375.60
Sales Tax	2,36,151.00	3,02,343.00
Incidental Expenses	7,423.00	10,936.00
Subscription & Donation	8,934.00	6,696.00
Retainership Fees	18,000.00	21,000.00
Telephone Charges	2,52,717.00	2,12,454.87
Auditor's Remuneration	64,000.00	64,000.00
Rent	57,600.00	41,100.00
Exchange Fluctuation	---	7,591.00
Professional Charges	1,76,976.00	2,02,308.00
Legal Charges	2,74,282.00	3,42,480.00
Medical Expenses	32,329.00	2,745.00
Service Charges to Registrar	1,25,209.00	1,13,373.10
Stock Exchange Fees	58,000.00	14,000.00
Membership Fees	44,022.61	31,748.00
Staff Fooding	142296.50	1,37,464.00
Internal Audit & other fees	26200.00	26,200.00
Profession Tax (Trade & Employees)	4,090.00	2,700.00
Prior Period Adjustment	---	13,399.09
Trade Licence	8,770.00	30,500.00
Service Tax	884.49	---
	<u>29,32,824.00</u>	<u>29,33,278.54</u>

SCHEDULE 18

SELLING EXPENSES

Commission on Sales	2,72,334.25	35,300.00
Advertisement	31,142.00	53,997.00
Business Promotion Exp.	3,88,049.68	3,64,610.90
Delivery Charges	11,78,352.90	13,54,582.70
Seminar Expenses	11,077.20	1,31,000.00
Premium of ECGC	69,925.00	76,181.00
Licence Fees for Export	2,206.00	20.00
Insurance for Export	26,567.00	26,960.00
	<u>19,79,654.53</u>	<u>20,42,651.60</u>

SCHEDULE 19

INTEREST

On Term Loan	---	48,222.00
On Working Capital Loan	27,22,044.00	25,90,924.00
On Car Loan	54,531.28	65,345.95
On Bill Discounting	2,26,329.00	1,67,561.91
On Packing Credit	1042185.00	9,60,299.00
	<u>40,45,089.28</u>	<u>38,32,352.86</u>

**As per our report of even date
For A K S & Associates
Chartered Accountants
A K Samanta
Howrah, 30th August' 2005**

For & on behalf of the Board
Ranjana Kuthari Rohit Kuthari
Managing Director Executive Director
Kolkata, 30th August' 2005

SCHEDULE 20**NOTES ON ACCOUNT****1. Significant Accounting Policies****a. Fixed Assets & Depreciation**

- (i) Fixed Assets are stated at cost of acquisition or construction less Depreciation. All costs, attributable to bring the Fixed Assets to working condition are capitalised.
- (ii) Depreciation on all Fixed Assets is provided by Written Down Value Method at the rate specified in Schedule XIV of the Companies Act, 1956.

b. Inventories

- (i) Raw Materials, Components, Stores and Consumables are valued at weighted average cost.
- (ii) Finished Goods & Work-In-Progress are valued at weighted average cost of raw materials & the cost of conversion thereof for bringing the inventories upto the present condition or net realisable value, whichever is low.

c. Foreign Currency Transactions

Foreign Currency transactions are recorded at the exchange rates prevailing on the respective date of transactions. All other foreign currency transactions are restated at the rates ruling at the period end and all exchange losses/gains arising there from are adjusted to the Profit and Loss Account.

d. Revenue Recognition

- (i) All Income and Expenditure are accounted for on accrual basis except otherwise stated in consonance with the generally accepted accounting principles.
- (ii) The Company has no system for actuarial valuation of gratuity and not provided for accrued liabilities as on 31st March, 2005 in respect of future payment of gratuity to employees.

2. Secured Loans**(i) Rupee Loan**

The Rupee Loans including overdue interest under the head Secured Loans has been shown provisionally as per previous years accounts which is adjustable with the Foreign & Indian Insurance claim or otherwise awaiting confirmation. Hence no interest on the said loan has been provided for in the accounts.

(ii) Cash Credit

Borrowing for working capital is secured by hypothecation of Stock-In-Trade, Book debts & Fixed Deposits.

3) Contingent Liabilities

Contingent Liabilities are not provided for and are disclosed by way of notes.

Note to the Account

- a) i) Bill of Exchange discounted Rs. 34.25 lacs (Rs. 30.54 lacs as on 31.03.2004)
 ii) Bank Guarantee outstanding Rs. 5.88 lacs (Rs. 5.28 lacs as on 31.03.2004)
- b) Additional information pursuant to the provision of paragraph 3, 4C and 4D part II of Schedule VI of the Companies Act, 1956
 i) Licensed & Installed Capacity and Actual Production.

Class of Goods	Unit	Licensed Capacity		Installed Capacity		Actual Production	
		31.03.05	31.03.04	31.03.05	31.03.04	31.03.05	31.03.04
Paper, Paper Board & Publication Materials	M.T.	5250	5250	1775	1775	708	703

ii) Particulars in respect of Sales

Class of Goods	Quantity (in M.T.)		Value (in Rs.) lacs	
	31.03.2005	31.03.2004	31.03.2005	31.03.2004
Paper, Paper Board & Publication Materials	668	672	405.25	402.29

iii) Details of Finished goods

Class of Goods	Quantity (in M.T.)		Value (in Rs.) lacs	
	31.03.2005	31.03.2004	31.03.2005	31.03.2004
Stock at commencement	186.87	155.76	104.25	99.77
Stock at closing	95.06	186.67	98.57	104.26

iv) Details of Raw Materials consumed

a) STOCK AT COMMENCEMENT

ITEMS	Unit	Quantity		Value	
		2004-2005	2003-2004	2004-2005	2003-2004
Chemicals	Ltr.	11,979.90	12,424.40	9,28,734.00	9,55,005.00
Film	Kgs.	14,285.95	14,959.90	8,75,641.00	9,22,148.00
Paper & Board	M.T.	870.35	869.18	2,45,78,106.00	2,52,88,110.00
Plate	Pcs.	1,054.00	5,664.00	1,01,770.00	6,28,404.00
Ink	Kgs.	6,125.40	5,854.00	36,19,303.00	39,21,056.00
Others	----	----	----	9,13,487.00	7,49,070.00
LDPE	Kgs.	4,411.70	2,120.30	2,58,475.00	1,38,810.00
Finished Goods	M.T.	186.67	155.76	1,04,25,805.00	99,77,450.00
Work-in-progress	M.T.	33.12	60.61	12,97,734.00	19,59,334.00
				4,29,99,055.00	4,45,39,387.00

b) PURCHASES

Raw Materials					
ITEMS	Unit	2004-2005	2003-2004	2004-2005	2003-2004
Chemicals	Ltr.	4,194.00	2,533.00	3,49,463.93	1,96,310.11
Film	Kgs.	42,823.00	34,898.00	27,62,763.74	21,39,031.57
Consumables (incl. LDPE)	----	----	----	9,93,947.85	7,69,656.50
Ink	Kgs.	1,051.00	2,450.30	7,00,944.00	14,47,815.00
Paper & Board	M.T.	555.55	546.50	1,59,64,145.81	1,54,29,759.03
Plate	Pcs.	7,089.00	6,764.00	7,05,269.00	6,53,125.06
Others	----	----	----	7,83,415.40	7,36,277.31
				2,22,59,949.73	2,13,71,974.58

c) STOCK AT CLOSE

Chemicals	Lts.	12,565.90	11,979.90	9,68,203.00	9,28,734.00
Film	Kgs.	7,440.80	14,285.95	7,55,007.00	8,75,641.00
Paper & Board	M.T.	985.89	870.35	2,46,52,177.00	2,45,78,106.00
Plate	Pcs.	3,104.00	1,054.00	3,89,705.00	1,01,770.00
Ink	Kgs.	2,070.91	6,125.40	28,18,565.00	36,19,303.00
Others	----	----	----	8,69,903.00	9,13,487.00
LDPE	Kgs.	4,411.70	4,411.70	2,58,475.00	2,58,475.00
Finished Goods	M.T.	95.06	186.67	98,57,110.00	1,04,25,805.00
Work-in-progress	M.T.	78.12	33.12	36,36,017.00	12,97,734.00
				4,42,05,162.00	4,29,99,055.00

- v) Expenditure in Foreign Currency (CIF)
 1) Import (Raw materials & Components)

ITEMS	2004-2005		2003-2004	
	FC	INR	FC	INR
EURO (Raw Material)	2,640.00	1,42,560.00	5,471.38	3,03,058.00
EURO (Components)	3,715.35	2,09,186.00	---	---

vi) Auditor's Remuneration

	Year Ended 31.03.2005 Rupees	Year Ended 31.03.2004 Rupees
Fees paid or payable to Auditors		
i. Audit Fees	38,570.00	37,800.00
ii. Tax Audit Fees	16,530.00	16,200.00
iii. Company Law, Certification & Other Services	26,200.00	26,200.00
iv. Reimbursement of Expenses	8,900.00	--

vii) Managerial remuneration to Directors

	Year Ended 31.03.2005 Rupees	Year Ended 31.03.2004 Rupees
i. Salary/Bonus/Exgratia	7,51,470.00	8,71,415.00
ii. Contribution to Provident Funds	18,612.00	18,252.00
iii. Perquisites in cash or in kind	---	---
iv. Commission	---	---
v. Retainership Fees	---	---
vi. Gratuity Paid	---	---

viii) Figure for the previous years were regrouped/rearranged wherever necessary.

As per our report of even date
For A K S & Associates, Chartered Accountants
A.K. Samanta
Place : Howrah, 30th August' 2005

For & on behalf of the Board
Ranjan Kuthari **Rohit Kuthari**
Managing Director **Executive Director**
Kolkata, 30th August' 2005

7. BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details

Registration No.	21-51949	State Code	21
Balance Sheet Date	31.03.2005		

II. Capital Raised during the year (Amount in Rs. Lacs)

Public Issue	Rights Issue
NIL	NIL
Bonus Shares	Private Placement
NIL	NIL

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Lacs)

	Total Liabilities	Total Assets
	2,124.56	2,124.56
Sources of Funds	Paid-up Capital	Reserve & Surplus
	1203.10	(591.81)
	Secured Loans	Unsecured Loans
	1,327.74	185.53
Application of Funds	Net Fixed Assets	Investments
	775.19	NIL
	Net Current Assets	Capital W.I.P
	1,076.15	NIL
	Accumulated Losses	Misc. Expenditure
	NIL	273.22

IV. Performance of Company (Amount in Rs. Lacs)

Turnover (Gross Revenue)	Total Expenditure
424.90	532.77
(+/-) Profit/Loss before Tax	(+/-) Profit/Loss after tax
(-) 107.87	(-) 107.87
Earning per share in Rs.	Dividend rate %
NIL	NIL

V. Generic Name of Three Principal Products/Services of Company

(as per monetary terms)

Item Code No. (ITC Code)	480260.09
Product Description	Dealing in Paper Processing.
Item code No. (ITC Code)	490199.00
Product Description	Dealing in Paper Printing.
Item Code No. (ITC Code)	481920.09
Product Description	Dealing in Printing of Packing Boxes

As per our report of even date

For A K S & Associates, Chartered Accountants

A.K. Samanta

Place : Howrah, 30th August' 2005

For & on behalf of the Board

Ranjan Kuthari
Managing Director

Rohit Kuthari
Executive Director

Kolkata, 30th August' 2005

8. CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2005

	Year ended 31.03.2005 Rs.in lacs	Year ended 31.03.2004 Rs.in lacs
A) Cash flow from Operating Activities		
Net Profit before tax	(107.87)	(124.63)
Adjustment for :-		
Depreciation	119.33	136.54
Intt. on Borrowings	40.45	38.32
Miscellaneous expenses paid	—	—
Operating Profit before working		
Capital charges Adjustment for :	51.91	50.23
Trade & Other Receivables	(11.34)	(44.89)
Inventories	(12.06)	15.40
Trade Payables & Other liabilities	9.37	(1.87)
	<u>(14.03)</u>	<u>(31.36)</u>
NET CASH FROM OPERATING ACTIVITIES....(A)	<u>37.88</u>	<u>18.87</u>
B) Cash Flow from Investing Activities		
Purchase of Fixed Assets/Capital WIP/	(5.98)	(1.39)
Preliminary Pre-operative Expenses	0.29	(0.65)
NET CASH USED IN INVESTING ASSETS(B)	<u>(5.69)</u>	<u>(2.04)</u>
C) Cash Flow from Financial Activities		
Share Capital including Share Premium	NIL	NIL
Borrowings (Net)	9.61	20.62
Interest Paid	(40.45)	(38.32)
NET CASH FROM FINANCING ACTIVITIES(C)	<u>(30.84)</u>	<u>(17.70)</u>
Net Increase/(decrease) in Cash and		
Cash equivalents (A + B + C)	1.35	(0.87)
Cash and Cash equivalent as on 1.04.2004.	77.38	78.25
Cash and Cash equivalents as on 31.3.2005.	78.73	77.38

Note :- Figures in brackets represent outflows.

Place : Kolkata
Date : 30th August' 2005

For & on behalf of the Board
Ranjan Kuthari **Rohit Kuthari**
Managing Director **Executive Director**
Kolkata, 30th August' 2005

AUDITORS' CERTIFICATE

To
The Board of Directors,
ANTARCTICA LIMITED,
1A Vidyasagar Street,
Kolkata - 700 009.

We have examined the attached Cash Flow Statement of **ANTARCTICA LIMITED** for the year ended 31.03.2005. The Statement has been prepared by the Company in accordance with the requirement of item no.6 (vi) of **Clause 32** of listing agreements with the Stock Exchanges and is based on and in agreement with the corresponding profit and loss account and balance sheet of the Company covered by our report of 30th August, 2005 to the members of the Company.

Place : Howrah
Date : 30th August' 2005

for A.K.S. & ASSOCIATES,
(A.K.SAMANTA)
CHARTERED ACCOUNTANTS

BOOK POST

POSTAGE PAID

PERMIT NO. 1000

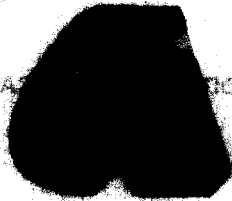
NEW YORK, N.Y.

POST OFFICE

POSTAGE PAID

PERMIT NO. 1000

POST OFFICE



If Undelivered please return to :

ANTARCTICA LIMITED

1A, Vidyasagar Street, Kolkata - 700 009