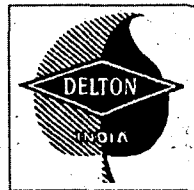


Delton Cables Limited

AN ISO 9001 : 2000 COMPANY



Delton

WE CONNECT FOR LIFE

ANNUAL REPORT
2008-2009

Delton Cables Limited

BOARD OF DIRECTORS

V. K. GUPTA
(Chairman & Managing Director)

VIVEK GUPTA
(Joint Managing Director)

VIJAY KUMAR GOEL

M. P. MEHROTRA

A. KARATI

B. B. CHADHA

S. S. MALHOTRA

COMPANY SECRETARY

POOJA SINGHAL

BANKERS

CANARA BANK

PUNJAB NATIONAL BANK

BARCLYAS BANK

AUDITORS

S.R. DINODIA & CO.
Chartered Accountants
K-39, Connaught Place,
New Delhi - 110 001

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REGISTERED & HEAD OFFICE

Delton House, 4801, Bharat Ram Road,
24, Darya Ganj, New Delhi - 110 002

Phones : 011-23273905-07

Fax : 011-23280375, 23272178

Email : dcl@deltoncables.com

shares@deltoncables.com

Web Site : www.deltoncables.com

NOTICE

NOTICE is hereby given that the 44th Annual General Meeting of the Members of Delton Cables Limited will be held on Wednesday, the 30th September, 2009 at 11.00 A.M. at Delton Hall, I.E.T.E 2, Institutional Area, Lodi Road, New Delhi -110 003, to transact the following business:

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2009 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on Equity Shares for the Financial Year 2008-09.
3. To appoint a Director in place of Sh. M. P. Mehrotra, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Sh. B. B. Chadha, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint M/s. S. R. Dinodia & Co, Chartered Accountants, as the Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

By Order of the Board

Place : New Delhi
Date : July 29, 2009

Pooja Singhal
Company Secretary

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/HERSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies in order to be effective must be received by the company not less than 48 hours before the time of meeting.
2. The Register of Members and Share Transfer Books will remain closed from Monday, 21st September 2009 to Saturday, 26th September 2009 (both days inclusive) for payment of dividend. The Dividend in respect of Equity Shares, as recommended by the Board of Directors, if declared, at the meeting, will be payable to the shareholders whose names appear in the Company's Register of Members as at the close of Business on Saturday, the 19th September 2009. In respect of dematerialized shares, the dividend will be payable to "Beneficial Owners" of the Equity Shares whose names appear in the Statement of Beneficial Ownership, as at the close of Business hours on Saturday, the 19th September 2009, furnished by the NSDL and CDSL.
3. Members whose shareholding is in Electronic mode are requested to direct change of address notifications and updating of Saving Bank Account details to their respective Depository Participants.
4. Members are requested to address all correspondence including dividend matters, to the Registrar and Share Transfer Agent **M/s. Beetal Financial & Computer Services (P) Ltd.** at the following address:

Beetal House, IIIrd Floor, 99 Madangir,
Behind Local Shopping Complex,
Near Dada Harsukh Das Mandir,
New Delhi - 110 062
5. All documents referred to in the Notice are open for inspection at the registered office of the Company on all working days, except holidays between 11.00 A.M. to 1.00 P.M. upto date of the Annual General Meeting.

By Order of the Board

Place : New Delhi
Date: July 29, 2009

Pooja Singhal
Company Secretary

DIRECTORS' REPORT

Your Directors have pleasure in presenting the 44th Annual Report together with the Audited Accounts for the year ended 31st March 2009.

Financial Results

| | (Rs. in Lacs) 2008-2009 |
|---|----------------------------|
| Gross Sales | 18151.61 |
| Less : Excise | 1731.52 |
| Net Sales | 16420.09 |
| Other Income | 264.82 |
| Total Expenditure | 16403.81 |
| Profit / (Loss) Before Tax | 281.11 |
| Less : Provision for Income Tax | 59.69 |
| Less : Provision for Fringe Benefit Tax | 22.00 |
| Less : Provision for Deferred Tax | 14.90 |
| Less : Provision for Wealth Tax | 0.23 |
| Net Profit / (Loss) | 174.98 |

Performance

During the year under review there has been generally a meltdown in economy which had adverse impact on Industry. Your Company comparatively performed better. The turnover of the Company has increased by 9.5% from Rs. 16577.27 lacs in the Financial Year 2007-08 to Rs. 18151.61 lacs in the Financial Year 2008-09. There is a decline in profit before tax (PBT) and net profit during the year as compared to previous year as the operating margin remain under pressure due to increase in interest cost, cost of raw-material and other inputs.

Dividend

Your Directors are pleased to recommend 10% Equity Dividend i.e., Re. 1.00 per share on the Paid up Equity Share Capital of the Company for the year 2008-09. Total dividend (including dividend tax) will absorb 33,69,456 out of the profits available for the year 2008-09.

Future Outlook

Despite the global slowdown, the Indian economy during the year 2008-09 is estimated to grow at around 6%. The measures announced by the Central Government in the stimulus packages are in the right direction. However, high volatility in the prices of key raw materials, weak demand of products and intense competition in the market place would pose a challenge to be met.

Your Company continues its focus on production of wires & cables to maintain its leadership in the said segment.

Human Resources

The employer-employee relations throughout the year remained cordial. Measures for training, development, safety of the employees and environmental awareness received the priority of the Management.

Quality Policy / Certification

The company is always committed to provide consistent good quality products to its customers world wide. Your Management on its part is also fully committed to maintain excellence in providing all inputs and resources to achieve this goal.

Your company is certified for ISO9001:2000 in quality.

Directors

Shri M. P. Mehrotra and Shri B. B. Chadha, Directors of the Company, retiring by rotation at the ensuing Annual General Meeting and, being eligible, offer themselves for re-appointment.

Directors' Responsibility Statement

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

- in the preparation of the accounts for the financial year ended 31st March 2009, the applicable accounting standards have been followed alongwith proper explanation relating to material departures;

- the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- that the Directors have prepared the accounts for the financial year ended 31st March 2009 on a 'going concern' basis.

Fixed Deposits

The Company has not accepted any fixed deposits during the year as per the provisions of Section 58-A of the Companies Act, 1956, and the Rules made there under, and as such, no amount of principal or interest was outstanding on the date of the Balance Sheet.

Reply to Observation of the Auditors

The Auditors in their report, have drawn attention to note no. B-2 of Schedule 17 to the Balance Sheet of the Company regarding the Opinion on the Recoverability. In this reference the Management stated that there is one case pending before the Hon' able High Court. In other matters, the Company has filed criminal complaints for recovery of amount of bounced cheque under Section 138 of Negotiable Instrument Act.

The Company received an amount of Rs. 19,25,500/- (Rupees Nineteen Lacs Twenty Five Thousand Five Hundred Only) as part amount during the current financial year also the Company is following the process of recovery of the amount from the parties in above cases. Management considers these debts good for recovery.

Personnel

None of employees of the Company is in receipt of remuneration in excess of the limit prescribed under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

Auditors

M/s. S.R. Dinodia & Co., Chartered Accountants, New Delhi, Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting. It is proposed to re-appoint them for the Financial year 2009-10. M/s. S.R. Dinodia & Co., have, under Section 224 (1-B) of the Companies Act, 1956, furnished a certificate of their eligibility for re-appointment.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Information required 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 are annexed to this report as Annexure -I.

Listing of Shares

As per listing agreement the company declares that its equity shares are listed at Delhi Stock Exchange Association Limited (DSE) and Bombay Stock Exchange Ltd. (BSE). The listing fee in respect thereof, for the year 2009-10 has already been paid to the Stock Exchanges.

Acknowledgement

Your Directors wish to record their warm appreciation for the valuable co-operation and support received from all the customers and suppliers, various Financial Institutions, Banks, Central and State Government Bodies, Auditors and Legal Advisors for their continuous support. We would also like to express thanks to our Shareholders for their confidence and understanding.

Last but not the least, we wish to place on record our appreciation for the sincere services rendered by the employees and our officials at all levels.

For & on behalf of the Board of Directors

Place : New Delhi
Dated : July 29, 2009

V.K. Gupta
Chairman & Managing Director

**ANNEXURE-I TO DIRECTORS' REPORT
COMPANIES (DISCLOSURE OF PARTICULARS IN THE
REPORT OF BOARD OF DIRECTORS) RULES, 1988:**

A. Conservation of Energy

- a) Energy Conservation measures taken:
Greater emphasis has been laid on creating awareness amongst all employees for the optimal utilization of Power and to prevent misuse of energy at all levels.
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:
No major investments proposed during the year.
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:
Not ascertainable.
- d) Total energy consumption and energy consumption per unit of production in respect of industries specified in the Schedule thereto:
Not applicable.

B. Technology Absorption

Efforts made in technology absorption as per Form B is given below :

Research & Development (R & D)

1. Specific areas in which R & D efforts have been put in by the Company are:
The Company is a manufacturing organization and is not engaged in any major Research and Development activity. However, continuous efforts are made to improve quality and efficiency and to develop new product.
2. Benefits derived as a result of the above R & D:
Improvement in quality.
3. Future plan of action:
The Company will take R & D / Engineering activities in the organisation to improve quality and reduce cost by increasing the raw material efficiency and reducing the wastage.
4. Expenditure on R & D : NIL

Technology Absorption, Adaptation and Innovation

1. Efforts in brief, made towards technology absorption, adaptation and innovation:
Development for further improvements and product up-grading is a continuous process. No fresh technology has been adopted.
2. Benefits derived as a result of the efforts:
Not Applicable
3. Technology imported during the last 5 years : NIL

C. Foreign Exchange Earnings and Outgo:

- a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services, and export plans:

The company is targeting growth in exports. It is exploring new markets overseas to expand the product base.
- b) Total foreign exchange used and earned:

| | Rupees in Lacs |
|---|-----------------------|
| (i) Earning by way of | |
| (a) Exports (FOB) | 180.71 |
| (ii) Outgo by way of imports | |
| (a) CIF Value of imports | 289.83 |
| (b) Travelling | 9.08 |
| (c) Subscription | 1.21 |
| (d) Sales Promotion/ Exhibition Expenses | 7.65 |
| (e) Others | 1.02 |

For & on behalf of the Board of Directors

Place : New Delhi
Date : July 29, 2009

V. K. Gupta
Chairman & Managing Director

AUDITORS' REPORT

To the Share Holders of **M/S DELTON CABLES LIMITED**

We have audited the attached Balance sheet of **M/S DELTON CABLES LIMITED**, as at **31st March, 2009** and also the Profit & Loss Account for the year ended on that date annexed thereto and the cash flow statement for the year ended on that date. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 (as amended by the Companies (Auditor's Report) (Amendment) Order, 2004) issued by the Central Government of India, in terms of Sub Section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said order.

Further to our comments in the annexure referred to 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 those books.
- c) The Company's Balance sheet, Profit & Loss Account and the cash flow statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, the Profit and Loss Account and the cash flow statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of written representations received from the directors as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2009 from being appointed as director in term of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) **We are unable to express an opinion on the recoverability or otherwise and the consequential effect if any, on the profit & loss account in respect of old outstandings aggregating to Rs. 10,173,224 due from the customers and included under the head sundry debtors over six months unsecured and considered good in Schedule '8' (Refer to Note No. B-2 of Schedule '17').**

Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

- i) in the case of the Balance Sheet, of the state of affairs of the Company as at **31st March, 2009**;
- ii) in the case of the Profit & Loss Account, of the Profit for the year ended on that date; and
- iii) in the case of cash flow statement, of the cash flow for the year ended on that date.

For **S.R. DINODIA & CO.**,
Chartered Accountants

Place : New Delhi
Dated : June 30, 2009

(**SANDEEP DINODIA**)
Partner
M. No. 083689

ANNEXURE TO THE AUDITORS' REPORT (Referred to in paragraph 3 of our audit report of even date)

- i) (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) As explained to us, physical verification of major fixed assets has been conducted by the management at appropriate intervals. In our opinion, the program is reasonable having regard to the size of the company and the nature of the fixed assets. No material discrepancies were noticed on such verification as compared to book records.
(c) No substantial part of fixed assets has been disposed off during the year.
- ii) (a) On the basis of information and explanation provided by the management, Inventories have been physically verified by the management during the year except inventories lying with the third parties. In our opinion, frequency of verification is reasonable.
(b) In our opinion, procedures for 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, the company is maintaining proper records of inventory. We have been explained that discrepancies noticed on physical verification as compared to book records were not material and the same have been properly dealt with in the books of account.
- iii) According to information and explanation given to us, the company has not granted/ taken any loans to/from companies, firms or other parties covered in the register maintained u/s 301 of the Companies Act, 1956 during the year. Therefore, the provision of clause 4 (iii) (a) to (g) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to the purchase of inventory, fixed assets and for the sales of goods. Further, on the basis of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices, there is no continuing failure to correct the weaknesses in the aforesaid internal control systems.
- v) (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
(b) The transactions made in pursuance of such contracts or arrangements have been made at prices, which are reasonable with regard to the prevailing market prices at the relevant times.

Delton Cables Limited

- vi) In our opinion, and according to the information and explanations given to us, the company has not accepted any deposit within the meaning of section 58A, 58 AA and the other relevant provisions of the Companies Act, 1956 and rules framed there under.
- vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- viii) We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that, prime facie, the prescribed accounts and records have been made and maintained. But, we were not required to carry out and have not carried out any detailed examination of such records and account.
- ix) (a) The company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income tax, Sales-tax (*Other than Rs. 2,439,032 outstanding for a period more than six months as at 31st March, 2009*), Wealth- tax, Service Tax, Custom Duty, Excise Duty, cess and any other statutory dues with the Appropriate Authorities.
- (b) According to information and explanation given to us, no undisputed amount of statutory dues were outstanding as at last day of the financial year for a period more than six months from the date on which they became payable.
- (c) According to information and explanation given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty, cess, which have not been deposited on account of any dispute, except as follows:-

Statement of Disputed Dues

| Name of the Statute | Nature | Amount (Rs.) | Period to which the amount relates (Assessment Year) | Forum where dispute is pending |
|----------------------------|------------|--------------|--|--------------------------------|
| Income Tax Law | Income Tax | 1,131,417 | 1997-98 | ITAT (Appeal) |
| Sales Tax Law | Sales Tax | 33,168 | 1980-81 | High Court |
| | | 42,216 | 1981-82 | -do- |
| | | 6,030 | 1982-83 | -do- |
| | | 43,676 | 1989-90 | Sales Tax Tribunal |
| | | 21,168 | 1990-91 | -do- |
| | | 2,551,867 | 1999-00 | Joint Com. (Appeal) |
| | | 1,446,868 | 2000-01 | -do- |
| | | 366,378 | 2003-04 | -do- |
| Local Area Development Tax | LADT | 788,143 | 2005-06 | -do- |
| | | 1,210,778 | 2003-04 | Joint Com. (Appeal) |
| | | 1,036,364 | 2004-05 | -do- |
| | | 116,327 | 2005-06 | -do- |
| | | 80,152 | 2006-07 | -do- |

- x) The Company does not have any accumulative losses at the end of the financial year and has not incurred cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- xi) On the basis of information and explanation provided by the management and test checked by us, the company has not made any default in the repayment of dues to the financial institutions and banks.
- xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, during the year under audit.
- xiii) In our opinion, the company is not a chit fund or nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- xiv) The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditor Report) Order, 2003 are not applicable to the company.
- xv) On the basis of information and explanation provided, the company has not given guarantee for loans taken by others from the banks during the year.
- xvi) The term loan was applied for the purposes for which the loan was obtained.
- xvii) On the basis of information and explanation given to us and on an overall examination of the balance sheet, we report that during the year there are no funds raised by the company on short-term basis, which have been used for long term investment.
- xviii) The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 during the year.
- xix) During the period covered by our audit report, the company has not issued any debentures.
- xx) The company has not raised any money by public issues during the year.
- xxi) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, during the year 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.

For **S.R. DINODIA & CO.**,
Chartered Accountants

Place : New Delhi
Dated : June 30, 2009

(SANDEEP DINODIA)
Partner
M. No. 083689

Delton Cables Limited

BALANCE SHEET AS AT MARCH 31, 2009

(Amount in Rs.)

| PARTICULARS | SCHEDULE | As At March 31, 2009 | As At March 31, 2008 |
|--|----------|-------------------------|-------------------------|
| SOURCES OF FUNDS | | | |
| Shareholders' Funds | | | |
| Share Capital | 1 | 28,800,000 | 28,800,000 |
| Reserves and Surplus | 2 | 200,880,994 | 187,262,524 |
| Loan Funds | | | |
| Secured | 3 | 362,255,861 | 256,567,169 |
| Unsecured | 4 | 25,437,989 | 82,805,719 |
| Deferred Tax Liability (Refer Note No.B-19 of Schedule 17) | | 7,956,601 | 6,466,035 |
| | | 625,331,445 | 561,901,447 |
| APPLICATION OF FUNDS | | | |
| Fixed Assets | | | |
| Gross Block | 5 | 328,235,533 | 303,108,079 |
| Less: Depreciation | | 191,541,695 | 177,049,149 |
| Net Block | | 136,693,838 | 126,058,930 |
| Capital work-in-progress | | 3,839,066 | 4,280,094 |
| | | 140,532,904 | 130,339,024 |
| Investments | 6 | 85,580 | 88,793 |
| Current Assets, Loans & Advances | | | |
| a) Inventories | 7 | 294,009,653 | 367,254,906 |
| b) Sundry Debtors | 8 | 429,159,295 | 372,142,889 |
| c) Cash & Bank Balances | 9 | 38,395,304 | 36,324,767 |
| d) Loans and Advances | 10 | 72,023,642 | 67,158,580 |
| | | 833,587,894 | 842,881,142 |
| Less: Current Liabilities and Provisions | | | |
| a) Current Liabilities | 11 | 336,327,859 | 392,750,238 |
| b) Provisions | 12 | 12,547,074 | 18,657,274 |
| | | 348,874,933 | 411,407,512 |
| Net Current Assets | | 484,712,961 | 431,473,630 |
| | | 625,331,445 | 561,901,447 |

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNT

17

Per our report of even date attached.

S.R. DINODIA & CO.
Chartered Accountants

(V.K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(A. Karati)
Director

(Sandeep Dinodia)
Partner
M.No. 083689

(B.B. Chadha)
Director

(M.P. Mehrotra)
Director

(Avinash Gupta)
CFO

Place : New Delhi
Dated : June 30, 2009

(Pooja Singhal)
Company Secretary

(Sanjay Mittal)
G.M.(Finance)

(R.L. Aggarwal)
Sr. Manager (Accounts)

Delton Cables Limited

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

(Amount in Rs.)

| PARTICULARS | SCHEDULE | Current Year | Previous Year |
|--|----------|-----------------------------|-----------------------------|
| INCOME | | | |
| Gross Sales | | 1,815,160,981 | 1,657,727,655 |
| Less: Excise Duty recovered on sales | | <u>173,152,155</u> | <u>204,684,559</u> |
| | | 1,642,008,826 | 1,453,043,096 |
| Other Income | 13 | 26,482,464 | 2,591,031 |
| Increase/ (Decrease) in stock | 14 | <u>(40,339,305)</u> | <u>119,787,064</u> |
| | | <u>1,628,151,985</u> | <u>1,575,421,191</u> |
| EXPENDITURE | | | |
| Manufacturing & Other Expenses | 15 | 1,487,093,812 | 1,443,102,266 |
| Purchase of Trading Goods | | 10,341,475 | |
| Financial Expenses | 16 | 89,246,376 | 70,766,643 |
| Depreciation & Amortisation | | 14,515,254 | 12,216,436 |
| Less: Transfer from Revaluation Reserve | | <u>226,063</u> | <u>226,063</u> |
| | | <u>1,600,970,854</u> | <u>1,525,859,282</u> |
| Profit before Taxation | | 27,181,131 | 49,561,909 |
| Less: Provision for Current Tax | | 6,900,000 | 18,900,000 |
| Less: Provision for Fringe Benefit Tax | | 2,200,000 | 1,970,000 |
| Less: Deferred Tax Asset Charge / (Release) (Refer Note no.B-20 of Schedule 17) | | 1,490,566 | (1,750,215) |
| Less: Provision for Wealth Tax | | 22,879 | 28,787 |
| Less: Adjustment of taxes for earlier years | | <u>(930,622)</u> | <u>(65,175)</u> |
| Profit for the year after taxation | | <u>17,498,308</u> | <u>30,478,512</u> |
| APPROPRIATIONS | | | |
| Proposed Dividend | | 2,880,000 | 2,880,000 |
| Tax on dividend | | 489,456 | 489,456 |
| Balance Carried to Balance Sheet | | <u>14,128,852</u> | <u>27,109,056</u> |
| | | <u>17,498,308</u> | <u>30,478,512</u> |
| Earning per share (Refer Note No. B-21 of Schedule 17) | | 6.08 | 10.58 |

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNT

17

Per our report of even date attached.

S.R. DINODIA & CO.
Chartered Accountants

(V.K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(A. Karati)
Director

(Sandeep Dinodia)
Partner
M.No. 083689

(B.B. Chadha)
Director

(M.P. Mehrotra)
Director

(Avinash Gupta)
CFO

Place : New Delhi
Dated : June 30, 2009

(Pooja Singhal)
Company Secretary

(Sanjay Mittal)
G.M.(Finance)

(R.L. Aggarwal)
Sr. Manager (Accounts)

Delton Cables Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

(Amount in Rs.)

| PARTICULARS | Year Ended March 31, 2009 | Year Ended March 31, 2008 |
|---|------------------------------|------------------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit Before Tax and Prior Period Items | 27,181,131 | 49,561,909 |
| Adjustment For : | | |
| Depreciation | 14,289,191 | 11,990,373 |
| Dividend Income | (16,517) | (16,092) |
| (Profit)/Loss on sale of Assets | (21,487,543) | (31,736) |
| (Profit)/Loss on sale of Shares | (25,647) | - |
| Rent received | (37,200) | (37,200) |
| Net Interest paid | 69,332,381 | 53,034,686 |
| Prior period expenses | - | - |
| Earlier Year Tax Adjustment | - | - |
| | 62,054,665 | (65,175) |
| | 89,235,796 | 114,436,765 |
| OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES | | |
| Adjustments For: | | |
| Trade and Other Receivables | (61,881,467) | (51,588,961) |
| Inventories | 73,245,254 | (148,474,956) |
| Trade Payables | (55,320,055) | 135,451,037 |
| | (43,956,269) | (64,612,880) |
| CASH GENERATED FROM OPERATIONS | 45,279,527 | 49,823,885 |
| Dividend Paid | (2,880,000) | - |
| Direct Taxes Paid | (15,894,235) | (18,490,748) |
| | (18,774,235) | (18,490,748) |
| CASH FLOW BEFORE PRIOR PERIOD ITEMS/ EXCESS PROVISION WRITTEN BACK | 26,505,292 | 31,333,137 |
| Prior period Items/Excess Provision w/back | - | - |
| NET CASH FROM OPERATING ACTIVITIES (A) | 26,505,292 | 31,333,137 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of Fixed Assets (including CWIP) | (25,164,150) | (39,284,618) |
| Sale/Purchase of Investment | 28,860 | - |
| Sale of Fixed Assets | 21,658,238 | 75,000 |
| Interest Received | 3,155,570 | 2,436,168 |
| Rent Received | 37,200 | 37,200 |
| Dividend Received | 16,517 | 16,092 |
| | (267,766) | (36,720,158) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Interest Paid | (72,487,951) | (55,470,854) |
| Proceeds from Long Term Borrowings (Net) | 26,428,867 | 865,402 |
| Increase/(Decrease) in Bank Borrowings | 79,259,825 | 21,022,221 |
| Increase/(Decrease) in Other Borrowings | (57,367,730) | 47,400,274 |
| | (24,166,989) | 13,817,043 |
| NET CASH FROM FINANCING ACTIVITIES (C) | (24,166,989) | 13,817,043 |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C) | 2,070,537 | 8,430,022 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | 36,324,767 | 27,894,745 |
| CASH AND CASH EQUIVALENTS AT THE CLOSE OF THE YEAR | 38,395,304 | 36,324,767 |
| Cash & Cash Equivalents include: | | |
| - Cash in Hand | 589,899 | 941,705 |
| Balance with Scheduled banks: | | |
| - In Current Account | 4,317,311 | 1,180,996 |
| - In Fixed Deposit Account | 33,221,563 | 33,940,761 |
| Balance with post office | 266,531 | 261,305 |
| - In Saving Account | - | - |
| | 38,395,304 | 36,324,767 |

Note : Figures in brackets represent outflows

Per our report of even date attached.

S.R. DINODIA & CO.
Chartered Accountants

(V.K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(A. Karati)
Director

(Sandeep Dinodia)
Partner
M.No. 083689

(B.B. Chadha)
Director

(M.P. Mehrotra)
Director

(Avinash Gupta)
CFO

Place : New Delhi
Dated : June 30, 2009

(Pooja Singhal)
Company Secretary

(Sanjay Mittal)
G.M.(Finance)

(R.L. Aggarwal)
Sr. Manager (Accounts)

Schedules forming part of the Balance Sheet

(Amount in Rs.)

| PARTICULARS | As At March 31, 2009 | As At March 31, 2008 |
|--|-------------------------|-------------------------|
| SCHEDULE 1 – SHARE CAPITAL | | |
| AUTHORISED | | |
| 5,400,000 Equity Shares of Rs. 10 each | 54,000,000 | 54,000,000 |
| 40,000 10% Cummulative Convertible Preference Shares of Rs. 100 each | 4,000,000 | 4,000,000 |
| 20,000 9.8% Redeemable Cumulative Preference Shares of Rs. 100 each | 2,000,000 | 2,000,000 |
| | <u>60,000,000</u> | <u>60,000,000</u> |
| ISSUED, SUBSCRIBED AND PAID UP | | |
| 2,880,000-Equity Shares of Rs. 10 each fully paid-up | 28,800,000 | 28,800,000 |
| | <u>28,800,000</u> | <u>28,800,000</u> |

Note : The above includes 399,800 Equity Shares of Rs. 10 each allotted as fully paid Bonus shares by capitalization of General Reserve.

SCHEDULE 2 – RESERVES & SURPLUS

| | | | |
|--|--------------------|-------------|--------------------|
| Revaluation Reserve | | | |
| As per Last Balance Sheet | 18,638,804 | 18,864,867 | |
| Less assets sold during 2008-09 | 284,319 | - | |
| Less: Tfr. to Profit & Loss account | 226,063 | 226,063 | 18,638,804 |
| | <u>1,919,000</u> | | 1,919,000 |
| General Reserve | | | |
| Capital Reserve | | | |
| Share Premium Account | | | |
| Profit And Loss Account | | | |
| As per Last Balance Sheet | 162,117,120 | 139,270,981 | |
| Less : Charge on account of transitional provisions under Accounting Standard 15 | - | 4,262,917 | |
| Add : Profit Brought from Profit & Loss Account | 14,128,852 | 27,109,056 | 162,117,120 |
| | <u>200,880,994</u> | | <u>187,262,524</u> |

SCHEDULE 3 – SECURED LOANS

| | | | |
|---|--------------------|--|--------------------|
| FROM BANKS | | | |
| - Cash Credit (including working capital demand loan) | 321,874,545 | | 250,221,594 |
| - Bill Discounting | 7,606,874 | | - |
| - Term Loan | 18,700,000 | | - |
| - Vehicle Loans | 1,367,588 | | 6,345,575 |
| | <u>349,549,007</u> | | <u>256,567,169</u> |
| | (A) | | |
| FROM BANKS | | | |
| - Vehicle Loans | 12,706,854 | | - |
| | <u>12,706,854</u> | | <u>-</u> |
| | (B) | | |
| TOTAL (A) + (B) | <u>362,255,861</u> | | <u>256,567,169</u> |

Notes :

- 1) Cash Credit and long term loan are secured by pari passu charge under consortium arrangement by way of first charge on whole of movable properties, excluding such movable which has been permitted by the banks and including inventories & book debts of the company & equitable mortgage created on the properties at 17/4, Mathura Road, Faridabad & personal guarantees of the Directors.
- 2) Bill Discounting is secured against personal guarantee of directors. Repayable within one year Rs. 7,606,874 (Previous Year Rs. NIL)
- 3) Vehicle Loans are secured against hypothecation of respective vehicles. Repayable within one year Rs 4,902,138 (Previous Year Rs 2,646,281)

SCHEDULE 4 – UNSECURED LOANS

| | | |
|---------------------------|-------------------|-------------------|
| Sales Tax Deferment Loans | 2,439,032 | 9,939,032 |
| Loan From - Banks | 4,892,716 | 2,977,105 |
| - Others | 18,106,241 | 69,889,582 |
| | <u>25,437,989</u> | <u>82,805,719</u> |

Notes :

- 1) Sales Tax Deferment loans are secured against personal guarantees of the Directors and are interest free in nature. Repayable within one year Rs. 2,439,032 (Previous year Rs. 9,939,032)
- 2) Loan from Bank and others amounting to Rs. 22,998,957 (P.Y. Rs. 56,322,314) are secured against personal guarantees of the Directors. Amount repayable within one year Rs. 21,561,397 (Previous Year Rs. 72,866,687).

Schedules forming part of the Balance Sheet

SCHEDULE 5 – FIXED ASSETS

(Amount in Rs.)

| DESCRIPTION | GROSS BLOCK | | | As At 31/03/2009 | DEPRECIATION | | | NET BLOCK | | |
|--------------------------|---------------------|-------------------|---------------------|---------------------|---------------------------------------|---|---------------------------------------|---------------------------------------|---------------------|---------------------|
| | As At 01/04/2008 | Addition | Sale/ Adjustment | | Accumulated Dep. As on 01/04/08 | Depreciation/ Amortization for the year | Adjustment made during the year | Accumulated Dep. As on 31/03/09 | As At 31/03/2009 | As At 31/03/2008 |
| TANGIBLE ASSETS | | | | | | | | | | |
| Land Freehold | 16,550,874 | - | 344,186 | 16,206,688 | 951,374 | - | - | 951,374 | 15,255,314 | 15,599,500 |
| Building | 24,155,484 | 4,588,161 | - | 28,743,645 | 14,732,236 | 613,099 | - | 15,345,335 | 13,398,310 | 9,423,248 |
| Plant and Machinery | 211,430,504 | 10,065,067 | - | 221,495,571 | 136,305,451 | 9,187,822 | - | 145,493,273 | 76,002,298 | 74,432,329 |
| Computers | 13,115,349 | 1,240,389 | 1,14,088 | 14,241,650 | 9,108,345 | 867,795 | 21,614 | 9,954,526 | 4,287,124 | 4,007,004 |
| Furniture & Fixtures | 6,014,981 | 356,828 | - | 6,371,809 | 3,071,970 | 357,926 | - | 3,429,896 | 2,941,913 | 3,635,735 |
| Office Equipments | 6,223,774 | 374,833 | 19,450 | 6,579,157 | 3,349,521 | 287,791 | 1,094 | 3,636,218 | 2,942,939 | 2,874,253 |
| Vehicles | 18,423,440 | 8,414,803 | - | 26,838,243 | 6,552,979 | 2,353,214 | - | 8,906,193 | 17,932,050 | 11,870,461 |
| INTANGIBLE ASSETS | | | | | | | | | | |
| Goodwill & Trade mark | 7,000,200 | - | - | 7,000,200 | 2,800,080 | 700,020 | - | 3,500,100 | 3,500,100 | 4,200,120 |
| Software | 193,473 | 565,097 | - | 758,570 | 177,193 | 147,587 | - | 324,780 | 433,790 | 16,280 |
| TOTAL | 303,108,079 | 25,605,178 | 477,724 | 328,235,533 | 177,049,149 | 14,515,254 | 22,708 | 191,541,695 | 136,693,838 | 126,058,930 |
| Capital Work in Progress | 4,280,094 | 4,352,133 | 4,793,161 | 3,839,066 | - | - | - | - | 3,839,066 | 4,280,094 |
| GRAND TOTAL | 307,388,173 | 29,957,311 | 5,270,885 | 332,074,599 | 177,049,149 | 14,515,254 | 22,708 | 191,541,695 | 140,532,904 | 130,339,024 |
| Previous Year | 268,968,844 | 43,184,376 | 4,765,047 | 307,388,173 | 165,654,739 | 12,216,435 | 822,025 | 177,049,149 | 130,339,024 | 103,314,105 |

Note : Capital Work in progress includes capital advances of Rs. 3,839,066 (Previous Year Rs. 920,000)

| PARTICULARS | As At March 31, 2009 | As At March 31, 2008 |
|-------------|-------------------------|-------------------------|
|-------------|-------------------------|-------------------------|

SCHEDULE 6 – INVESTMENT (Long Term)

INVESTMENT IN NON TRADE-UNQUOTED-EQUITY SHARES

| | | |
|--|--------|--------|
| 2,500 Shares of Rs. 10 each fully paid-up of Maruti Ltd. (valued at written down value) (Previous year 2500 Shares) | 250 | 250 |
| 20000 Shares of Rs. 10 each fully paid-up of Orient Fabrtex Ltd. (Previous Year 20000 Shares) | 20,000 | 20,000 |
| 111 Shares of Rs. 10 each fully paid-up of Philips India Ltd. (Previous Year 111 Shares) | - | 3,213 |

INVESTMENT IN NON TRADE-QUOTED-EQUITY SHARES

| | | |
|---|-------|-------|
| 81 Shares of Rs. 10 each fully paid-up of Ultra-tech Cemco Ltd. (Previous Year 81 Shares) | 6,374 | 6,374 |
| 10 Shares of Rs. 10 each fully paid-up of Nicco Uco Alliance Credit Ltd. (Previous Year 10 Shares) | 120 | 120 |

INVESTMENT IN TRADE-QUOTED-EQUITY SHARES

| | | |
|---|--------|--------|
| 720 Shares of Rs. 10 each fully paid-up of Finolex Cables Ltd. (Previous Year 720 Shares) | 1,326 | 1,326 |
| 522 Shares of Rs. 2 each fully paid-up of Larsen & Toubro Ltd. (Previous Year 522 Shares of Rs. 2 each) | 13,094 | 13,094 |
| 600 Shares of Rs. 10 each fully paid-up of Greaves Ltd. (Previous Year 600 Shares) | 23,903 | 23,903 |
| 112 Shares of Rs. 10 each fully paid-up of KEC International Ltd. (Previous Year 252 Shares of RPG Transmission) (Refer note iv) | 7,866 | 7,866 |

INVESTMENT IN TRADE-UNQUOTED-EQUITY SHARES

| | | |
|---|-------|-------|
| 233 Shares of Rs. 10 each fully paid-up of Incab Industries Ltd. (Previous Year 233 Shares) | 6,060 | 6,060 |
| 50 Shares of Rs. 10 each fully paid-up of Industrial Cables (India) Ltd. (Previous Year 50 Shares) | 587 | 587 |

INVESTMENT IN OTHER THAN TRADE-IN GOVT. SECURITIES

| | | |
|--|---------------|---------------|
| 12 years National Defence Certificate (Since matured, pledged as security with Central Excise Department) | 6,000 | 6,000 |
| | 85,580 | 88,793 |

Notes :

- (i) Aggregate cost of quoted investment Rs.52,683 (Previous year Rs. 52,683)
- (ii) Aggregate market value of quoted investment Rs.867,897 (Previous year Rs.1,892,924)
- (iii) Aggregate cost of unquoted Investment Rs. 26,897 (Previous year Rs 30,110)
- (iv) RPG Transmission Ltd is merged with KEC International Ltd. The Swap Ratio being 4:9, the company was allotted 112 Shares of KEC International Ltd.

Delton Cables Limited

Schedules forming part of the Balance Sheet

(Amount in Rs.)

| PARTICULARS | As At March 31, 2009 | As At March 31, 2008 |
|---|-------------------------|-------------------------|
| SCHEDULE 7 – INVENTORIES | | |
| (As taken, Valued & Certified by the Management) | | |
| Raw Material | 42,920,961 | 72,600,275 |
| Work In Progress | 164,401,559 | 158,038,073 |
| Finished Goods | 56,237,496 | 114,141,249 |
| Scrap | 24,671,623 | 13,470,661 |
| Stores & Spare parts | 5,676,208 | 6,703,217 |
| Loose Tools | 101,806 | 77,394 |
| Goods In Transit (Raw Material) | - | 2,224,037 |
| | <u>294,009,653</u> | <u>367,254,906</u> |
| SCHEDULE 8 – SUNDRY DEBTORS | | |
| Debts outstanding for more than six months | | |
| - Secured - considered good | 250,471 | 135,433 |
| - Unsecured - considered good | 94,681,973 | 68,684,601 |
| - considered doubtful | 1,720,573 | 933,752 |
| | <u>96,653,017</u> | <u>69,753,786</u> |
| Less : Provision for doubtful debts | 1,720,573 | 933,752 |
| | <u>94,932,444</u> | <u>68,820,034</u> |
| Other Debts | | |
| - Secured | 328,038 | 74,567 |
| - Unsecured | 333,898,813 | 303,248,288 |
| | <u>429,159,295</u> | <u>372,142,889</u> |
| (Refer Note No. B-2 of Schedule 17) | | |
| SCHEDULE 9 – CASH AND BANK BALANCES | | |
| Cash in hand | 589,899 | 941,705 |
| Balances with Scheduled Banks | | |
| - in Current Account | 4,317,311 | 1,180,996 |
| - in Fixed Deposit Account | 33,221,563 | 33,940,761 |
| Balances with post office | | |
| - In saving account | 266,531 | 261,305 |
| | <u>38,395,304</u> | <u>36,324,767</u> |

Notes :

- 1) Balances in Fixed Deposits are pledged as security for margin money with various banks.
- 2) Balances with Post Offices are pledged as security with excise department.
- 3) Refer note no.B-4 of Schedule 17

Delton Cables Limited

Schedules forming part of the Balance Sheet/Profit & Loss Account

(Amount in Rs.)

| PARTICULARS | As At March 31, 2009 | As At March 31, 2008 |
|---|-------------------------|-------------------------|
| SCHEDULE 10 – LOANS AND ADVANCES | | |
| (Unsecured, considered good) | | |
| Staff Loans | 1,048,363 | 1,207,842 |
| Advances recoverable in cash or in kind or for value to be received | 40,199,348 | 39,276,331 |
| Security Deposits | 7,716,339 | 7,521,799 |
| Balance with Excise Authorities | 21,805,834 | 17,893,940 |
| Interest Accrued but not due | 1,253,758 | 1,258,668 |
| | 72,023,642 | 67,158,580 |
| SCHEDULE 11 – CURRENT LIABILITIES | | |
| Sundry Creditors - Others* | 282,759,826 | 341,002,051 |
| (Refer Note No. B-3 of Schedule 17) | | |
| Security From Dealers | 1,010,000 | 510,000 |
| Other Liabilities | 49,403,156 | 47,622,606 |
| Unclaimed Dividend** | 120,739 | 113,258 |
| Interest Accrued but not Due | 3,034,138 | 3,502,323 |
| | 336,327,859 | 392,750,238 |

* Pursuant to amendments to Schedule VI of Companies Act, 1956 vide Notification No. GSR 719 (E) dtd. Nov. 16, 2007, the amounts due to Micro and Small Enterprises only have been disclosed as against the earlier disclosure requirements of amounts due to Small Scale Industrial Undertakings.

** It does not include any amount due to be transferred to Investor Education & Protection Fund.

SCHEDULE 12 – PROVISIONS

| | | |
|---|-------------------|-------------------|
| Provision for Leave Encashment | 3,839,248 | 2,736,926 |
| Provision for Wealth Tax | 22,879 | 28,787 |
| Provision for Income Tax | 4,938,704 | 12,083,118 |
| Net of Advance taxes of Rs. 24,361,296 (Previous Year Rs. 39,716,882) | | |
| Provision for Fringe Benefit Tax | 376,787 | 438,987 |
| Net of Advance taxes of Rs. 3,767,500 (Previous Year Rs. 4,453,792) | | |
| Provision for Proposed dividend | 2,880,000 | 2,880,000 |
| Provision for dividend tax | 489,456 | 489,456 |
| | 12,547,074 | 18,657,274 |

| PARTICULARS | Current Year | Previous Year |
|-------------|-----------------|------------------|
|-------------|-----------------|------------------|

SCHEDULE 13 – OTHER INCOME

| | | |
|--|-------------------|------------------|
| Dividend Income from Long Term Investments | | |
| – on Trade Quoted Shares | 15,890 | 15,870 |
| – on Non-Trade Unquoted Shares | 222 | 222 |
| – on Non- Trade Quoted Shares | 405 | 16,092 |
| Service and Consultancy Income | - | 257,181 |
| Tax deducted at source Rs. Nil (PY : Rs. 75,200/-) | | |
| Profit on Sale of Assets | 21,487,543 | 31,736 |
| Profit on Sale of Investment | 25,647 | - |
| Export Incentive Account | 4,364,442 | 1,983,671 |
| Excess Provision Written back | 36,869 | 10,911 |
| Miscellaneous Income | 551,446 | 244,051 |
| Bad Debts Recovered | - | 47,389 |
| | 26,482,464 | 2,591,031 |

Delton Cables Limited

Schedules forming part of the Profit & Loss Account

(Amount in Rs.)

| PARTICULARS | Current Year | Previous Year |
|--|----------------------|------------------|
| SCHEDULE 14 – INCREASE/(DECREASE) IN STOCK | | |
| Stock at commencement | | |
| - Work-in-progress | 158,038,073 | 97,578,986 |
| - Finished goods | 114,141,249 | 62,364,675 |
| - Scrap material | 13,470,661 | 5,919,258 |
| | 285,649,983 | 165,862,919 |
| Stock at close | | |
| - Work-in-progress | 164,401,559 | 158,038,073 |
| - Finished goods | 56,237,496 | 114,141,249 |
| - Scrap material | 24,671,623 | 13,470,661 |
| | 245,310,678 | 285,649,983 |
| | (40,339,305) | 119,787,064 |
| SCHEDULE 15 – MANUFACTURING AND OTHER EXPENSES | | |
| Raw Material Consumed | 1,242,847,686 | 1,216,055,499 |
| Packing Materials Consumed | 39,392,839 | 28,233,539 |
| Stores and Spares consumed | 8,533,535 | 4,895,728 |
| Loose Tools consumed | 84,729 | 577,191 |
| Increase/(Decrease) in Excise Duty | (11,249,276) | 6,167,461 |
| Power and Fuel | 33,845,070 | 32,241,965 |
| Rates and Taxes | 3,893,831 | 2,066,609 |
| Rent & Lease Rent | 3,764,324 | 2,239,804 |
| Insurance | 921,420 | 1,084,625 |
| Freight Outward & Octroi Charges | 11,083,897 | 7,363,617 |
| Salaries, Wages and Bonus | 80,952,996 | 65,981,269 |
| Staff Welfare expenses | 4,882,788 | 6,099,135 |
| Contribution to Provident, Superannuation and other funds | 5,692,224 | 8,741,923 |
| Bad Debts | 2,922,823 | - |
| Provision for Doubtful Debts | 786,821 | - |
| Commission & Buyer's Claim | 2,352,028 | 2,669,056 |
| Repairs and Maintenance | | |
| - Building | 1,648,000 | 1,346,092 |
| - Plant and Machinery | 6,336,912 | 7,415,978 |
| - Others | 3,024,350 | 2,967,223 |
| Travelling & Conveyance | 19,139,643 | 18,711,107 |
| Directors' Sitting Fees | 140,000 | 114,000 |
| Communications charges | 4,656,218 | 4,378,169 |
| Printing & Stationery | 2,398,420 | 1,753,768 |
| Legal & Professional | 5,719,706 | 5,480,367 |
| Exchange Fluctuation | 103,006 | (180,926) |
| Miscellaneous expenses | 13,219,822 | 16,699,067 |
| | 1,487,093,812 | 1,443,102,266 |
| SCHEDULE 16 – FINANCIAL EXPENSES | | |
| Interest on Fixed loan | 2,274,032 | 349,658 |
| Interest on Others | 70,213,919 | 55,121,196 |
| | 72,487,951 | 55,470,854 |
| Less: Interest Received * | (3,155,570) | (2,436,168) |
| | 69,332,381 | 53,034,686 |
| Finance Charges | 15,989,152 | 13,620,240 |
| Cash Discount | 3,924,843 | 4,111,717 |
| | 89,246,376 | 70,766,643 |

* Aggregate tax deducted at source on interest earned Rs. 695,837 (Previous year Rs. 476,340)

Schedules forming part of the Balance Sheet and Profit & Loss Account

SCHEDULE 17 – SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNT

A. SIGNIFICANT ACCOUNTING POLICIES:

1. Basis of Preparation of Financial Statements:

The Financial Statements have been prepared on accrual basis under historical cost convention except for certain fixed assets which have been revalued. These statements are prepared in accordance with the generally accepted accounting principles and as per the provisions of the Companies Act, 1956.

2. Uses of Estimates

The financial statements are prepared using estimates and assumptions that effect the reported balances of the assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of balance sheet and the profit and loss account during the year. Contingencies are recorded when it is probable that a liability has been incurred and amount can be reasonably estimated. Actual results could differ from these estimates. The actual results are recognized in the year in which the results are known/materialised.

3. Fixed Assets:

Fixed Assets are stated at cost except Land, Building, Computers and Plant & Machinery which were revalued on 30th June 1985 and hence stated at revalued cost. Cost is net of CENVAT and inclusive of freight, duties, taxes and other directly attributable costs incurred to bring the assets to their working condition for intended use.

4. Intangible Assets

Intangible Assets are stated at cost of acquisition less accumulated amortisation. Software having future economic benefits are considered as intangible assets and amortised over a period of 4 years.

Goodwill and Trade mark are amortised over a period of 10 year.

5. Depreciation

- a) Depreciation on assets is provided at the rates and in the manner as specified in Schedule XIV of the Companies Act, 1956 by using the straight line method.
- b) Depreciation on assets costing Rs. 5000/- or less have been charged fully in the year of purchase.
- c) Additions, consequent to the revaluation are depreciated with reference to the remaining useful life of each assets. Such depreciation is recouped against transfer of equivalent amount from revaluation reserve to Profit & Loss Account.
- d) Assets purchased for Research & Development are fully depreciated in the year of purchase.

6. Inventories

- a) Raw Materials, Stores & Spare Parts, [except store & spares items costing less than Rs. 100/- per unit which are charged to Profit and Loss Account in the year of purchase], Loose tools and Goods in transit are valued at lower of cost or net realisable value. However strategic items of store & spares costing less than Rs. 100/- per unit has been valued and included in the value of stocks at lower of cost or net realisable value.
Cost includes cost of purchase, duties, taxes and all other costs incurred in bringing the inventories to their present location. Cost is determined on First in First Out (FIFO) basis.
- b) Scrap is valued at net realisable value.
- c) Finished Goods are valued at lower of cost or net realisable value. Cost (*) includes related overheads and excise duty payable on such goods.
- d) Other inventories are valued at lower of net realisable value or cost(*).
(*). Cost includes an appropriate portion of allocable overheads where applicable & cost of material is arrived at on FIFO basis.

7. Revenue Recognition

- a) Sales includes excise duty but excludes sales tax, adjusted for discounts and sales returns.
- b) Domestic sales are recognised at the time of despatch of goods to the customers and export sale is recognized on the basis of date of Airway Bill/Bill of Lading.
- c) Dividend Income on Investment is recognized when right to receive the payment is established.
- d) Export incentives are recognised on accrual basis.

8. Employees Benefits

Expenses and Liabilities in respect of employee benefits are recorded in accordance with Revised Accounting Standard 15 - Employees Benefits (Revised 2005) issued by the ICAI.

- (i) Payments to Defined Contribution Retirement Benefit Schemes are charged as an expense as they fall due.
For Defined Benefit Schemes: 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 and losses are recognized in full in the profit and loss account for the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested.
The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, plus the present value of available refunds and reductions in future contributions to the scheme.
- (ii) **Short Term Employee Benefits**
The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

9. Foreign Currency Transactions

- a) Transactions denominated in Foreign Currencies are recorded at the exchange rate prevailing at the time of the transaction.
- b) Items denominated in foreign currency at the year end and not covered by forward exchange contracts are translated at year end rates and those covered by forward exchange contracts are translated at the rate ruling on the date of transaction as increased or decreased by the proportionate difference between the forward rate and exchange rate on the date of transaction, such difference having been recognised over the life of the contract.
- c) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the profit and loss account.

10. Investments

- a) Long term investments are stated at cost except those investments which in the management's opinion have suffered a permanent diminution and thus valued at nominal rate.
- b) Current investments are valued at cost or fair market value whichever is less.

11. Research and Development Cost (other than capital cost)

Research and Developments expenditures are charged to revenue in the year in which they are incurred.

12. Taxes on Income

(a) Current Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of Income Tax Act, 1961.

(b) Deferred Tax

The company recognises deferred tax assets or deferred tax liability based on the tax effect for timing differences i.e. the differences that originates in one accounting period and capable of reversal in subsequent period(s). The deferred tax assets are recognised only to the extent there is a reasonable certainty of realisation in future. The tax effect is calculated based on the prevailing enacted or substantially enacted regulations. The deferred tax assets/liabilities are reviewed as at each balance sheet based on developments during the year.

13. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

14. Excise Duty

Excise Duty is accounted on the basis of, both, payments made in respect of goods cleared as also provision made for goods lying in bonded warehouses.

15. Purchase

Purchases are recognised in the books of account at the time of receipt of material at the factory gate.

16. Borrowing Costs

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

17. Provision, Contingent Liabilities and Contingent Assets

Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

18. Leases

- (a) **Operating Lease** - Lease rentals in respect of assets taken are charged to profit & Loss Account as per the terms of the lease agreement.
- (b) **Finance Lease** - The lower of the fair value of the assets and present value of the minimum lease rentals is capitalised as fixed assets with corresponding amount shown as lease liability. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to profit and loss account.

19. Segment Reporting

i) Identification of segments:

The Company's operating business are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets.

ii) Unallocated items:

Common unallocable costs and corporate income and expenses are considered as a part of un-allocable income and expense, which are not identifiable to any business segment.

20. Cash Flow

Cash Flow Statement has been prepared as per the indirect method prescribed in the Accounting standard '3' issued by "The Institute of Chartered Accountants of India".

B. NOTES TO ACCOUNT

1. Land, Building, Computers and Plant & Machinery purchased prior to 30th June 1985 were revalued by an approved valuer as on that date. The resultant surplus over the written down value amounting to Rs.58,346,459 was charged to the gross block of the respective assets. Depreciation charge for the year includes Rs. 226,063 (Previous Year Rs.226,063), which is necessitated on account of revaluation of these fixed assets. An amount equivalent to the aforesaid additional depreciation charge is transferred to the credit of the Profit & Loss Account from revaluation of Fixed Assets.

2. Sundry Debtors

– are shown as net of claims of Rs. 9,981,759 (Previous year 8,076,399).
 – over six months unsecured and considered good in Schedule '8' includes old outstanding aggregating to Rs. 10,173,224 (Previous year 12,098,725) due from customers for which no provision is considered necessary as the management is of the view that these are recoverable.

3. The Company has not received information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid/payable under this Act have not been given.

4. Cash & Bank Balances in schedule '9' includes Rs. 281,975 (P.Y. Rs. 281,975) standing due from Banaras State Bank Ltd.. Consequent upon the scheme of amalgamation vide notification F.No. 15/02/2000-BOA (I) dated 19.06.2002 and F.No. 15.02.2000-BOA (II) dated 19.06.2002, the 85.85% of total assets and liabilities of erstwhile Banaras State Bank Ltd. have been taken over by the Bank of Baroda. As per the notice of Bank of Baroda, the unpaid balances due to company by Banaras State Bank Ltd. of Rs. 95,430 will be paid on settlement of claims by the Deposit Insurance and Credit Guarantee Corporation of India (DICGCI) and balance amounting to Rs. 186,545 would be paid as and when assets classified as 'not readily realizable' are realized. The interest on the above dues had not been provided, for on account of uncertainty on the recoverability of the above dues.

5. Managerial Remuneration*

| | Current Year (Rs.) | Previous Year (Rs.) |
|--|-----------------------|------------------------|
| Salaries | 3,712,500 | 2,160,000 |
| Contribution to Provident and other fund | 635,850 | 550,800 |
| Sitting Fees | 140,000 | 114,000 |
| Other Benefits | 63,712 | 306,994 |
| | 4,552,062 | 3,131,794 |

*Notes: 1. The above remuneration is within the limit prescribed under the schedule XIII of the Companies Act, 1956.
 2. Do not include contribution to gratuity fund, since the same are paid/determined for the company as a whole.

6. Contingent Liabilities not provided for

| | | |
|---|----------------------|--------------------|
| (a) (i) Guarantee issued by Banks | 279,003,805 | 213,439,849 |
| (ii) Letter of Credit | 109,719,739 | 176,965,287 |
| (iii) Sales Tax sureties given for third parties | 80,000 | 80,000 |
| (iv) Counter Guarantee given to Directors | 746,481,456 | 449,805,864 |
| | 1,135,285,000 | 840,291,000 |
| (b) Claims against the company not acknowledged as debt | | |
| (i) Sales Tax | 6,921,822 | 9,993,927 |
| (ii) Civil Suits | 23,600,324 | 20,908,723 |
| (iii) Income Tax | 1,131,417 | - |
| | 31,653,563 | 30,902,650 |

7. Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for Rs. 1,050,650 (P.Y. 803,059).

8. Payment to Auditors

| | | |
|----------------|----------------|----------------|
| Audit Fees | 230,000 | 200,000 |
| Tax Audit Fees | 50,000 | 30,000 |
| Taxation | 170,000 | 170,000 |
| Service Tax | 51,324 | 59,575 |
| Other matters | 124,000 | 82,000 |
| | 625,324 | 541,575 |

Note: The above amount have been debited under the head "Legal and Professional charges" and "service tax recoverable".

9. Employees Benefits

(a) Defined Contribution Plans

Contribution to Defined Contribution Plan, recognized as expenses for the year are as under:

| | 2008-09 | (Amount in Rs.) 2007-08 |
|--|-----------|----------------------------|
| Employee's Contribution to Provident Fund/Pension Fund | 3,652,369 | 2,972,806 |

The contribution payable to these schemes by the Company are at the rates specified in the rules of the schemes.

(b) Defined Benefit plans

The employee's gratuity fund scheme managed by Life Insurance Corporation is a defined benefit funded plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employees benefit entitlement and measures each unit separately to built up the final obligation. The obligation for leave encashment is a defined unfunded benefit plan, which is recognized in the same manner as gratuity.

Delton Cables Limited

I. Changes in present value of Defined Benefit obligations : (Amount in Rs.)

| Particulars | 2008-09 | | 2007-08 | |
|--|-------------------|-----------------------------|-------------------|-----------------------------|
| | Gratuity (Funded) | Leave Encashment (Unfunded) | Gratuity (Funded) | Leave Encashment (Unfunded) |
| Defined Benefit obligation as at the beginning of the year | 15,346,718 | 2,736,926 | 12,419,442 | 2,532,635 |
| Current Service Cost | 899,729 | 841,722 | 899,729 | 841,891 |
| Interest Cost | 1,227,737 | 218,954 | 993,555 | 202,611 |
| Actuarial (gain) / loss on obligations | (1,747,921) | 642,326 | (2,203,425) | (484,131) |
| Benefits paid | (1,018,583) | (600,680) | 1,169,434 | 356,080 |
| Defined Benefit obligation at the year end | 14,707,680 | 3,839,248 | 15,346,718 | 2,736,926 |

II. Change in the Fair Value of Plan Assets

| Particulars | 2008-09 | 2007-08 |
|--|-------------------|-------------------|
| | Gratuity (Funded) | Gratuity (Funded) |
| Fair value of plan assets at the beginning of the year | 1,170,855 | 1,442,659 |
| Expected return on plan assets | 174,751 | 55,111 |
| Actuarial gain/ (loss) | NIL | NIL |
| Employer Contribution | 2,300,000 | 842,519 |
| Benefits paid | (1,018,583) | 1,169,434 |
| Fair value of plan assets at the year end | 2,627,023 | 1,170,855 |

III. Change in the Fair Value of assets and obligation

| Particulars | 2008-09 | | 2007-08 | |
|------------------------------------|-------------------|-----------------------------|-------------------|-----------------------------|
| | Gratuity (Funded) | Leave Encashment (Unfunded) | Gratuity (Funded) | Leave Encashment (Unfunded) |
| Fair value of plan assets | 2,627,023 | NIL | 1,170,855 | NIL |
| Present value of obligation | 14,707,680 | 3,839,248 | 15,346,718 | (2,736,926) |
| Amount recognized in balance sheet | (12,080,657) | (3,839,248) | 14,175,863 | (2,736,926) |

* The amount is shown in balance sheet under the head advances recoverable in cash or kind or for value to be received.

IV. Expenses/ (Income) recognized in the Profit & Loss

| Particulars | 2008-09 | | 2007-08 | |
|--------------------------------|-------------------|-----------------------------|-------------------|-----------------------------|
| | Gratuity (Funded) | Leave Encashment (Unfunded) | Gratuity (Funded) | Leave Encashment (Unfunded) |
| Current Service Cost | 899,729 | 841,722 | 899,729 | 485,811 |
| Interest Cost | 1,227,737 | 218,954 | 993,555 | 202,611 |
| Expected Return on plan assets | (174,751) | NIL | 55,111 | NIL |
| Actuarial (gain)/ loss | (1,747,921) | 642,326 | 2,203,426 | (484,131) |
| Net Cost | 204,794 | 1,703,002 | 4,041,599 | 204,291 |

V. Investment details of plan assets

| Particulars | Gratuity (Funded) |
|------------------|-------------------|
| Insured with LIC | 100% |

VI. Actuarial Assumptions

| Particulars | 2008-09 | | 2007-08 | |
|--|--------------------|-----------------------------|--------------------|-----------------------------|
| | Gratuity (Funded) | Leave Encashment (Unfunded) | Gratuity (Funded) | Leave Encashment (Unfunded) |
| | 1994-96 (Ultimate) | 1994-96 (Duly Modified) | 1994-96 (Ultimate) | 1994-96 (Duly Modified) |
| Discount rate (per annum) | 8% | 7% | 8% | 8% |
| Expected rate of return on plan assets (per annum) | 8% | N.A. | 8% | N.A. |
| Rate of escalation in salary (per annum) | 5% | 5% | 5% | 5.50% |

Notes : The estimate of rate of escalation in salary considered in actuarial valuation, taken into account inflation, seniority, promotion and other relevant factors on long term basis including supply and demand in the employment market.

10. Lease

(i) Operating Lease

- (a) The Company has taken Office Premise on Operating Lease. The tenure of lease is 3 years with the initial lock in period of 1 year. The lock in period commences from December 2008 and extends upto November 2009. The amount payable in pursuance to such lock in period is Rs 68,000 (P.Y Rs Nil).
The amount of lease rentals paid of Rs 34,000 (P.Y Rs. Nil) has been charged under the head "Rent and Lease Rent" in Schedule 15.

Delton Cables Limited

- (b) The Company has entered into separate Cancellable Operating lease for Premises and Vehicles. The tenure of these agreements range between three to five years.
The amount of lease rentals paid of Rs 4,156,324 (P.Y Rs.2,615,804) has been charged under the head "Rent and Lease Rent" and "Travelling and Conveyance" in Schedule 15.
- (c) The Company has Sub Leased premises on Cancellable Operating Lease. The aggregate amount of lease rentals received amounting to Rs. 37,200 (P.Y 37,200) have been credited under the head "Miscellaneous Income" in Schedule 13.

(ii) Finance Lease

- (a) In respect of Fixed Assets acquired on finance lease, the minimum lease rentals outstanding as on 31st March, 2009 are as follows:

| Particulars | Total Minimum Lease Payment outstanding As at 31st March | | Future interest on Outstanding Lease Payment | | Present value of Minimum Lease Payment As at 31st March | |
|--|--|------------------|--|----------------|---|------------------|
| | 2009 | 2008 | 2008-2009 | 2007-2008 | 2009 | 2008 |
| Within one year | 1,014,435 | 1,061,555 | 229,473 | 330,499 | 784,962 | 731,056 |
| Later than one year and not later than five year | 1,627,108 | 2,644,628 | 284,924 | 514,397 | 1,342,184 | 2,130,231 |
| Later than five years | - | - | - | - | - | - |
| Total | 2,641,543 | 3,706,183 | 514,397 | 844,896 | 2,127,146 | 2,861,287 |

- (b) General Description of Lease Terms:
 - Lease rentals are charged on the basis of agreed rate of interest.
 - Assets are taken on lease for a period of 5 Years.

| | Current Year (Rs.) | (Amount in Rs.) Previous Year (Rs.) | | |
|--|-----------------------|---|--------------------|----------------|
| 11. Earnings in foreign exchange | | | | |
| Export Turnover (FOB value) | 18,070,894 | 52,159,144 | | |
| 12. Expenditures in Foreign Exchange (on payment basis) | | | | |
| Travelling | 908,217 | 1,787,759 | | |
| Sales Promotion | 104,231 | - | | |
| Subscription | 121,344 | 105,951 | | |
| Exhibition Expenses | 661,424 | - | | |
| Others | 102,102 | 129,694 | | |
| | 1,897,318 | 2,023,404 | | |
| 13. CIF value of imports | | | | |
| Raw Materials | 27,478,428 | 73,888,560 | | |
| Capital Goods | 1,505,000 | 6,790,307 | | |
| | 28,983,428 | 80,678,867 | | |
| 14. Prior period Income/Expenditures includes | | | | |
| Income | | | | |
| Dividend | - | 5,964 | | |
| Export Subsidy | 169,590 | - | | |
| | 169,590 | 5,964 | | |
| Expenditures | | | | |
| Liquidated Damages | - | 146,351 | | |
| Testing Fees | 56,050 | - | | |
| Discount | - | 19,237 | | |
| Staff Welfare | - | 52,575 | | |
| Store & Spares | 9,880 | - | | |
| Electricity & Water | 19,553 | - | | |
| | 85,483 | 218,163 | | |
| Net Income / (Expenditure) | 84,107 | (212,199) | | |
| 15. Details of Raw Materials Consumed | Current Year | Previous Year | | |
| | Quantity (Kgs.) | Value (Rs.) | Quantity (Kgs.) | Value (Rs.) |
| Copper | 2,042,803 | 654,593,490 | 2,108,744 | 710,997,246 |
| D.O.P | 202,724 | 17,197,680 | 212,181 | 17,306,057 |
| PVC Resin | 995,710 | 51,360,756 | 888,374 | 43,011,906 |
| PVC Compound | 1,918,376 | 129,192,482 | 1,516,862 | 99,860,231 |
| Tapes & Strips | 1,288,672 | 94,063,183 | 965,455 | 62,347,700 |
| Others | - | 296,440,095 | - | 282,532,359 |
| | 6,448,285 | 1,242,847,686 | 5,691,616 | 1,216,055,499 |

* The above figures include quantities on account of captive use, samples, scraps and rejections.

Delton Cables Limited

II. Key Management Personnel
Mr. V.K. Gupta
Mr. Vivek Gupta
Mr. S. S Malhotra

B. Disclosure of Related Party Transactions

| Particulars | Associates | Key Management Personnel | Total |
|--|-------------|--------------------------|-------------|
| I. Sale of goods | 156,319 | - | 156,319 |
| | (-) | (-) | (-) |
| II. Leasing or hire purchase arrangements | 426,000 | - | 426,000 |
| | (426,000) | (-) | (426,000) |
| III. Rent Received | 37,200 | - | 37,200 |
| | (37,200) | (-) | (37,200) |
| IV. Managerial Remuneration | - | 4,412,062 | 4,412,062 |
| | (-) | (3,017,794) | (3,017,794) |
| V. Rent paid | 264,000 | 600,000 | 864,000 |
| | (264,000) | (282,000) | (546,000) |
| VI. Purchase of Fixed Assets | 300,000 | - | 300,000 |
| | (-) | (-) | (-) |
| VII. Purchase | 3,101,708 | - | 3,101,708 |
| | (-) | (-) | (-) |
| VIII. Other Expenses | 151,396 | - | 151,396 |
| | (-) | (-) | (-) |
| C. Balance outstanding as at 31st March, 2009 | | | |
| I. Securities given | 2,800,000 | - | 2,800,000 |
| | (2,800,000) | (-) | (2,800,000) |
| II. Creditors | - | - | - |
| | (-) | (-) | (-) |

Note : Figures in brackets represents corresponding amounts of previous years.

20. Deferred Taxation

Major Items of Deferred Tax liabilities / Defered Tax Assets

| | Opening as on 01.04.2008 | For the Year | Closing As on 31.03.2009 |
|---|-----------------------------|------------------|-----------------------------|
| A. Deferred Tax Liabilities | | | |
| Accumulated Depreciation | 12,347,190 | 1,588,767 | 13,935,957 |
| Total A | 12,347,190 | 1,588,767 | 13,935,957 |
| B. Deferred Tax Assets | | | |
| Adjustments u/s 43B of the Income Tax Act, 1961 | 5,881,156 | 131,831 | 6,012,987 |
| Disallowance u/s 40(a)(ia) | - | 11,897 | 11,897 |
| Total B | 5,881,156 | 143,728 | 6,024,884 |
| Net Tax Effect of Timing differences (A - B) | 6,466,034 | 1,445,039 | 7,911,073 |

21. Earning per Share

| | Current Year | Previous Year |
|--|--------------|---------------|
| Profit/Loss attributable to the equity shareholders (A) | 17,498,308 | 30,478,513 |
| Number/Weighted Average number of equity shares outstanding at the end of the year (B) | 2,880,000 | 2,880,000 |
| Nominal value of equity shares | 10 | 10 |
| Basic/Diluted Earnings per share (A)/(B) | 6.08 | 10.58 |

22. In view of the management, the current assets, loans and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet as at 31st March, 2009.

23. Sundry debtors, creditors and loans and advances are subject to confirmation.

24. Figures are rounded to the nearest rupee.

25. Previous year's figures have been regrouped /rearranged/reworked wherever considered necessary.

Signature for Schedule '1' to '17'

S.R. DINODIA & CO.
Chartered Accountants

(V.K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(A. Karati)
Director

(Sandeep Dinodia)
Partner
M.No. 083689

(B.B. Chadha)
Director

(M.P. Mehrotra)
Director

(Avinash Gupta)
CFO

Place : New Delhi
Dated : June 30, 2009

(Pooja Singhal)
Company Secretary

(Sanjay Mittal)
G.M.(Finance)

(R.L. Aggarwal)
Sr. Manager (Accounts)

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
(INFORMATION PURSUANT TO PART IV TO SCHEDULE VI TO THE COMPANIES ACT, 1956)**

I. REGISTRATION DETAILS

| | | | |
|--------------------|------------|------------|----|
| Registration No. | 004255 | State Code | 55 |
| Balance Sheet date | 31.03.2009 | | |

II. CAPITAL RAISED DURING THE YEAR

| | | | |
|--------------|-----|-------------------|-----|
| Public Issue | NIL | Right Issue | NIL |
| Bonus Issue | NIL | Private Placement | NIL |

**III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS
(AMOUNT IN RS. THOUSAND)**

| | | | |
|-------------------|--------|--------------|--------|
| Total Liabilities | 974206 | Total Assets | 974206 |
|-------------------|--------|--------------|--------|

SOURCES OF FUNDS :

| | | | |
|-----------------|--------|------------------------|--------|
| Paid-up Capital | 28800 | Reserves and Surplus | 200881 |
| Secured Loans | 362256 | Unsecured Loans | 25438 |
| | | Deferred Tax Liability | 7956 |

APPLICATION OF FUNDS :

| | | | |
|--------------------|--------|---------------------|-----|
| Net Fixed Assets * | 140533 | Investments | 85 |
| Net Current Assets | 484713 | Misc. Expenditure | NIL |
| Accumulated Losses | NIL | Deferred Tax Assets | NIL |

**IV. PERFORMANCE OF THE COMPANY
(AMOUNT IN RS. THOUSAND)**

| | | | |
|-------------------------|---------|---------------------|---------|
| Turnover | 1642009 | Total Expenditure | 1600971 |
| Profit before Tax | 27181 | Profit after Tax ** | 17498 |
| Earning Per Share (Rs.) | 6.08 | Dividend rate (%) | 10 |

**V. GENERIC NAMES OF PRINCIPAL PRODUCTS/
SERVICES OF THE COMPANY**

| | |
|--------------------------|------------------------|
| Item Code No. (ITC Code) | 8544.00 |
| Production Description | Wires & Cables |
| Item Code No. (ITC Code) | 8536.20 |
| Production Description | Electrical Switchgears |

* Includes Capital Work in Progress

** Profit after tax and prior period adjustments.

(V.K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(A. Karati)
Director

(B.B. Chadha)
Director

(M.P. Mehrotra)
Director

(Avinash Gupta)
CFO

(Pooja Singhal)
Company Secretary

(Sanjay Mittal)
G.M.(Finance)

(R.L. Aggarwal)
Sr. Manager (Accounts)

Delton Cables Limited

Registered Office :

Delton House, 4801, Bharat Ram Road, 24, Darya Ganj, New Delhi - 110 002

ATTENDANCE SLIP

(TO BE HANDED OVER AT THE TIME OF ENTERANCE IN THE MEETING)

Name of the Shareholder/Proxy
(in Block Letters)

Shareholder's Folio
Number/DPID & Client ID

NO. OF SHARES HELD.....

Name(s) in full

Father's/Husband's Name

Address as Regd, with the Company

1 _____

2 _____

3 _____

I hereby record my presence at the 44th ANNUAL GENERAL MEETING on Wednesday, the 30th September, 2009 at 11.00 A.M. at Delton Hall, I.E.T.E 2, Institutional Area, Lodi Road, New Delhi - 110 003.

Shareholder's/Proxy's Signature

1 _____

2 _____

3 _____

Date:

| | | |
|----------------------|----------------------|----------------------|
| DD | MM | YY |
| <input type="text"/> | <input type="text"/> | <input type="text"/> |

- Note :**
- Shareholders having any queries are requested to send them 10 days in advance to the company to enable to collect the relevant information.
 - No Gift/gift coupons will be given in the meeting, only cold drink will be served.**
 - No duplicate attendance slip will be issued at the attendance counter. If required, same may be obtained from the Registered Office before the date of the meeting.
 - No bags, briefcases, drinks and eatables will be allowed to be carried inside the auditorium due to security reason.

Delton Cables Limited

Registered Office :

Delton House, 4801, Bharat Ram Road, 24, Darya Ganj, New Delhi - 110 002

PROXY FORM

I/We;

Name(s) in full

Father's/Husband's Name

Address as Regd, with the Company

1 _____

2 _____

3 _____

being member(s) of Delton Cables Limited hereby appoint of in the district of or failing him/her of in the district of as my/our proxy to vote for me/us and on my/our behalf at the 44th ANNUAL GENERAL MEETING on Wednesday, the 30th September, 2009 at 11.00 A.M. at Delton Hall, I.E.T.E 2, Institutional Area, Lodi Road, New Delhi - 110 003.

Signature of the Shareholder(s)

1 _____ 2 _____ 3 _____

Date:

| | | |
|----------------------|----------------------|----------------------|
| DD | MM | YY |
| <input type="text"/> | <input type="text"/> | <input type="text"/> |



Signature of Proxy(s)

1. _____

2. _____

- Note :**
- The Proxy Form duly stamped and signed must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.
- No Gift/gift coupons will be given in the meeting, only cold drink will be served.**

BRANCH OFFICES

MUMBAI

83-B, Dr. Annie Besant Road,
Near Worli Naka
Mumbai-400 018
Tele Fax : 022-24936501
Email : dclmum@deltoncables.com

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Kolkatta-700 017
Phone : 033-22824388, 22824153
Fax : 033-22820823 (PP)
Email : dclkol@deltoncables.com

CHENNAI

Room No.-4, 1st Floor,
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No. 10, Montieh Road, Egmore,
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Fax : 044-28592608
Email : dclche@deltoncables.com

BANGALORE

19/7, 3rd Floor, Maruti Mansion,
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Bangalore-560052
Phone : 080-22253933, 22263934
Tele Fax : 080-22253933
Email : dclblr@deltoncables.com

WORKS

FARIDABAD

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