



# **GOTHI PLASCON (INDIA) LIMITED**

Regd Office : New No.31, (Old No.26), Wallers Road, 1st Floor,  
Chennai - 600 002. Ph. No. : 32549611

**ANNUAL REPORT  
2010-2011**

## BOARD OF DIRECTORS

Mr. Parasmal Gothi	-	Chairman
Mr. Sanjay Gothi	-	Managing Director
Mr. Prakash Chand Bohra (Jain)	-	Director
Mr. Ajit Singh Nahata (Jain)	-	Director
Mr. Desikan (Krishnan)	-	Director

## SIXTEENTH ANNUAL GENERAL MEETING

**Date** : 30 May 2011  
**Day** : Monday  
**Time** : 10-00 A.M  
**Place** : C.M. Palace  
273 & 274 G.S.T Road,  
Chrompet  
Chennai – 600 044.

### Registrar & Transfer Agent

Cameo Corporate Service limited  
Subramaniam Building  
1, Club house Road,  
Chennai – 600 002.

### Registered office:

New No.31 (Old No.26) Wallers Road,  
First Floor,  
Chennai – 600 022.  
Ph: 32549611

### Bankers

Bank of Baroda,  
80, Ritherton Road,  
Purasaiwakkam,  
Chennai – 600 007  
Ph: 23454294.

### Factory:

17/5B, Vazhudavur Road,  
Kurumbapet,  
Puducherry – 605 009.  
Ph: 2271151

### Auditors:

Achha Associates  
Chartered Accountants  
Chennai – 600 079.



### **NOTICE TO THE SHAREHOLDERS**

Notice is hereby given that the 16th Annual General Meeting of the company will be held on **30 May 2011** at 10 a.m. at C.M.Palace, 273 & 274 GST Road, Chromepet, Chennai-44 for transacting the following business:

#### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the profit & loss account of the company for the financial year ended 31-3-2011 and the balance sheet as at 31-3-2011 together with the director's report and auditor's report thereon.
2. To appoint director in the place of director who retires by rotation.
3. To appoint auditors and fix their remuneration.

#### **Special Business:**

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

##### **4.As an Ordinary Resolution:**

"RESOLVED THAT subject to the provisions of Sections 198,269,309,316 and other applicable provisions, if any, of the Companies Act, 1956 and the laws prevailing for the time being and subject to the Schedule XIII to the Act, with such alterations and modifications, if any, that may be effected by the Central Government, pursuant to any change in policies or laws, guidelines, rules and regulations relating to the managerial remuneration, consent of the company be and is hereby accorded for the appointment of Mr.Sanjay Gothi as a Managing director of the Company for a period of five years from 01/08/2011 on following remuneration:

Salary Scale: Minimum of Rs.50000/- per month subject to the maximum as may be determined by the board subject to the schedule XIII of the companies Act, 1956 and any modification thereof.

Perquisites: Gratuity, Contribution to PF, Superannuation Fund, Encashment of leave & Annuity fund as per the rules of company.

Notwithstanding anything contained herein, where, in any financial year during the currency of tenure of the Managing Director, the Company has no profits or its profits are inadequate, the Company will pay him remuneration by way of salary and perquisites specified above.

##### **5.As an ordinary Resolution:**

"RESOLVED THAT subject to the provisions of Sections 198,269,309,316 and other applicable provisions, if any, of the Companies Act, 1956 and the laws prevailing for the time being and subject to the Schedule XIII to the Act, with such alterations and modifications, if any, that may be effected by the Central Government, pursuant to any change in policies or laws, guidelines, rules and regulations relating to the managerial remuneration, consent of the company be and is hereby accorded for the appointment of Mr.K Desikan as a whole time director of the Company for a period of five years from 01/08/2011 on following remuneration:

Salary Scale: Minimum of Rs.16000/- per month subject to the maximum as may be determined by the board subject to the schedule XIII of the companies Act, 1956 and any modification thereof.

Perquisites: Gratuity, Contribution to PF, Superannuation Fund, Encashment of leave & Annuity fund as per the rules of company.

Notwithstanding anything contained herein, where, in any financial year during the currency of tenure of the whole time Director, the Company has no profits or its profits are inadequate, the Company will pay him remuneration by way of salary and perquisites specified above.

Date : 15.4.2011

Chennai

#### **NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND, ON A POLL, TO VOTE INSTEAD OF HIMSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK FORM OF PROXY IS ENCLOSED AND IF INTENDED TO BE USED, IT SHOULD BE RETURNED DULY COMPLETED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING.
2. The Register of Members and Share Transfer register of the Company will remain closed on 30.05.2011
3. Shareholders / proxy holders are requested to bring their copy of the annual report with them at meeting and to produce at the entrance the attached admission slip duly completed and signed, for admission to the meeting hall.
4. Members desirous of getting any information about the accounts and operation of the company are requested to address their query to the company at the registered office of the company well in advance so that the same may reach at least seven days before the date of meeting to enable the management to keep the

By Order of the Board  
for Gothi Plascon (India ) Limited  
sd/- Sanjay Gothi  
Managing Director



- required information readily available at the meeting.
5. Member holding shares in physical form are requested to notify any change of address, bank mandates, if any, to the Registrar & Transfer Agent or to their respective depository participants if the shares are held in electronic form.
  6. Members are requested to affix their signature at the space provided on the attendance slip annexed to the proxy form and to hand over the slip at the entrance to the meeting.
  7. Details of Directors seeking appointment and re-appointment at the forthcoming Annual general meeting of the company.

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchange.

Name of Director	Expertise in Specific Functional Areas	Qualifications	Director-Ship in Other Public companies	Chairman/ Member of Committee
Mr.Parasmal Gothi	Administartion	Matriculation	NIL	NIL
Mr.Sanjay Gothi	Finance	Graduate	NIL	NIL
Mr.K Desikan	Production	Graduate	NIL	NIL

8. Explanatory Statement as required under section 173(2) of the Companies Act, 1956 is annexed.

#### EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT 1956:

##### ITEM NO 4.

Mr.Sanjay Gothi is associated with the company from its inception and is well versed with the operations of the company. He is having rich experience in business operations of the company and is well versed with the day to day affairs of the company. Your Directors recommend appointing him as managing director of the Company for the term of five years on the remuneration as specified in the resolution. The board of directors recommends the resolution to the members for their approval. The remuneration committee had recommended his appointment for five years from 01/08/2011.

None of the Directors except Mr.Sanjay Gothi and Mr.Parasmal Gothi may be deemed to be interested in this resolution.

##### ITEM NO 5.

Mr.K Desikan is associated with the company for last 14 years and is well versed with the operations of the company. He is having rich experience in business operations of the company and is well versed with the day to day affairs of the company. Your Directors recommend appointing him as a whole time Director of the Company for the term of five years on the remuneration as specified in the resolution. The board of directors recommends the resolution to the members for their approval. The remuneration committee had recommended his appointment for five years from 01/08/2011.

None of the Directors except Mr.K Desikan may be deemed to be interested in this resolution.

By Order of the Board  
for Gothi Plascon (India) Limited

Date : 15.04.2011  
Chennai

sd/- Sanjay Gothi  
Managing Director

#### **DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2011**

Dear Shareholders,

We have pleasure in presenting the 16th Annual Report and Audited Statements of Accounts of the Company for the year ended 31st March, 2011.

##### **PERFORMANCE**

The financial results for the year ended 31 March 2011 are as under:

	Rs. (In Lacs) 31.03.2010	Rs. (In Lacs) 31.03.2011
Income	251.20	445.99
Total Expenses	195.7	364.26
Loss / Profit before depreciation	55.43	81.73
Depreciation	7.92	8.07
Loss / Profit before Tax	47.51	73.66
Provision for taxation	0.02	0.00



Loss / Profit After Tax

47.49

73.66

**Business Outlook and Prospects:**

The company has total revenues for the financial year 2010-11 of Rs.445.99 lacs as compared to Rs.251.20 lacs in the previous year. The profit of the company stood at Rs. 73.66 lacs as compared profit of Rs.47.49 lacs in the previous year. The company has disposed ninety percent of the plant & machinery manufacturing of disposable plastic cups in previous years and still trying to sell the existing machinery. Because the future is very bleak of the products. Remaining machinery is in production, it is out dated and 15 years old, out put is also not viable.

**Fixed Deposit:**

The company has not accepted any fixed deposit during the year.

**DIVIDEND**

The Directors do not recommend any dividend for the financial year ended 31st March 2011.

**DIRECTORS**

Mr.Parasmal Gothi retires by rotation and being eligible, offer for re-appointment.

**AUDITORS**

The auditors of the Company M/s. ACHHA & ASSOCIATES. Chartered Accountants retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. Accordingly a resolution is being submitted to the members for their re-appointment and to fix their remuneration for the current year.

**STATUTORY DISCLOSURES:**

The company had no employee covered by the provisions of section 217(2A) of the Companies Act, 1956. The company has consumed Power of Rs. 14.95 lacs as compared to Rs. 7.88 lacs. The company had no foreign exchange inflow or outflow during the year.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Directors hereby declare

- i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period ;
- iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities subject to the inherent limitations that should be recognized in weighing the assurance ;
- iv) That the directors had prepared the annual accounts on a going concern basis.

**INDUSTRIAL RELATIONS:**

Industrial Relation continued to be cordial during the year.

**CORPORATE GOVERNANCE :**

Pursuant to clause 49 of the Listing Agreement, a report of compliance of corporate governance as on 31/03/2011 duly certified by the auditors of the company is annexed.

**ACKNOWLEDGEMENTS**

Your directors wish to place on record their sincere appreciation to the bankers, customers, vendors and Investors for their continued support. Your direction also pleased to record their appreciating for dedication and contribution made by employees at all levels and look forward to their support in future as well.

Date: 15.4.2011

Chennai

For and on behalf of the Board  
for Gothi Plascon (India) Ltd.

sd/-

Directors

**MANAGEMENT DISCUSSION AND ANALYSIS SCENARIO**

The Future Disposable cups and plates seems to be not that encouraging The board is continuing manufacturing of the same and also co templating on venturing in to other business.

**DETAILED FINANCIAL AND OPERATIONAL ANALYSIS**

**Financial Analysis**

The overall situation of disposable plastic Industry remained same during the year. Total revenues for the financial year 2010-11 stood at Rs. 445.99 lacs from Rs. 251.20 lacs in the previous year. The Profit of the company stood at Rs.73.66 lacs as compared profits to Rs.47.49 lacs in the previous year.

**Operational analysis**

The company performed better than the corresponding previous year

**CORPORATE GOVERNANCE**

Long-term shareholders' value is inextricably linked to good corporate governance, which, in turn is linked to



transparency and accountability. The Company remains committed to good corporate governance and have been consistently improving transparency and accountability to all its stakeholders. The Company's policies and practices are also unequivocally targeted towards this aim

## BOARD OF DIRECTORS

### I. Composition and Category of Directors

The board comprises 5 members – 2 executive director and 3 non-executive directors, of which 2 are independent. The chairman of the board is a non-executive director. The company is in the process of appointing another independent director as per the new amendment in the listing agreement.

II Five board meetings were held during the year on 10/04/2010, 22/04/2010, 15/07/2010, 15/10/2010 and 20/01/2011 and attended by the directors.

### III Attendance in the board meeting:

All the board meetings had been attended by the directors.

### IV. DIRECTORS SEEKING REAPPOINTMENT

The required information regarding the details of director who is seeking appointment or reappointment is set out in the notes to the notice.

### V. DISCLOSURE OF DIRECTOR'S INTERESTS IN TRANSACTION WITH THE COMPANY

None of the non-executive directors had any pecuniary relationship or transaction with the company pursuant to the provisions of Clause 49 VII (D) of the Listing Agreement.

No director has been paid any remuneration as well as sitting fees the Director of the Company except Mr. Desikan who is being paid remuneration

## COMMITTEES OF BOARD OF DIRECTORS

### AUDIT COMMITTEE

#### Brief description of Terms of Reference:

To oversee the Company's financial reporting process, to review Directors' Responsibility Statement, changes, if any, in accounting policies and reasons for the same, qualifications in the draft audit report, and also to review the information relating to Management Discussion and Analysis of financial conditions and results of operations, statement of significant related party transactions, management letter(s) of internal, control weaknesses, if any, issued; by statutory auditors.

Constitution	: Constituted by the Board of Directors	
Composition, Names of Members and	: Consists of Non Executive and Independent Directors	
Record of attendance during the year		
Name of Director	No. of Meetings held / Attended	No of Meetings attended

Shri Parasmal Gothi	4	4
Shri Ajit Singh Ji Nahata	4	4
Shri Prakash Bohra	4	4

### SHAREHOLDERS/INVESTORS' GRIEVANCE COMMITTEE

#### Brief description of Terms of Reference:

To specially look into redressed of complaints like transfer of shares, non-receipts of dividends, non-receipt of annual report etc. received from shareholders/investors and improve the efficiency in investors' service, wherever possible.

Composition, Names of Members and	: Consists of Directors as under
Record of attendance during the year	
Name of Director	No. of Meetings held / Attended

Shri Sanjay Gothi	16/16
Shri Parasmal Gothi	16/16

### REMUNERATION COMMITTEE

#### Brief description of terms of Reference:

To determine on behalf of the Board and shareholders with agreed terms of reference, the company's policy on specific remuneration packages for Executive Directors including pension rights and any compensation payments and such other matters concerning remuneration as may be referred to by the Board from time to time. No meeting held during the year.

#### Pending share Transfers:

There are no pending share transfers. As required by the regulations of SEBI, the issued and listed capital of the Company is reconciled



with the aggregate of the number of shares held by Investors in physical mode and in the demat mode. A certificate is being obtained on a half yearly basis to this effect from a Practicing Company Secretary and submitted to the Stock Exchanges where the Company's Shares are listed. As on 31st March 2011, there were no differences between the issued and listed capital and the aggregate of shares held by investors in both physical form and in electronic form with the depositories.

## VI. GENERAL BODY MEETINGS.

### I. Meeting Details

Financial Year	Location	Date and Time
2007-2008	C.M.Place 273 & 274 GST Road, Chromepet, Chennai-44	18/06/2008
2008-2009	—do—	01/06/2009
2009-2010	—do—	17/05/2010

### II. Postal Ballot

During the financial year under review, no postal ballots were used for voting at meetings. At the ensuing AGM there is no item on the agenda that is required to be passed by postal ballot.

## VII. DISCLOSURES

### I. Related Party Transactions

There has been no materially significant related party transactions with the company's subsidiaries, promoters, directors, management or their relatives which may have a potential conflict with the interests of the company. Members may refer to the notes to the accounts for details of other related party transactions

### II. Compliance with Regulations

The company has complied fully with the requirements of the regulatory authorities on capital markets. There have been no instances of non-compliance by the company on any matters related to the capital markets, nor as any penalty or stricture been imposed on the Company by Stock Exchange, SEBI or any other Statutory authority.

### III. Accounting Standards

The company has rigorously followed the accounting standards, laid down by the Institute of Chartered Accountants of India.

### IV. Risk Management

The audit committee regularly reviews the risk management strategy of the company to ensure the effectiveness of risk management policies and procedures.

### V. Remuneration to the Directors:

No directors had been paid remuneration except Mr.K Desikan who has been paid a sum of Rs. 2, 28,000/-

### VI. Disclosures of relationships between directors Inter-se:

Shri Parasmal Gothi is the father of Shri Sanjay Gothi. None of the other Directors have any relation inter-se.

## GENERAL SHAREHOLDER INFORMATION

The company's financial results are published in the MAKKAL KURAL and TRINITY MIRROR

## 9. GENERAL SHAREHOLDER INFORMATION

### I. 16<sup>th</sup> Annual General Meeting

The 16<sup>th</sup> annual general meeting will be held on 30th May 2011 at the C.M.Place 273 & 274 GST Road, Chromepet, Chennai-74 at 10.00 a.m.

### II. Tentative Financial Reporting Calendar

Financial Reporting 2011	From	To	Date
1 <sup>st</sup> Quarter	April	June	30 <sup>th</sup> July
2 <sup>nd</sup> Quarter	July	September	30 <sup>th</sup> October
3 <sup>rd</sup> Quarter	October	December	30 <sup>th</sup> December 30 <sup>th</sup> April
4 <sup>th</sup> Quarter	January	March	Unaudited / Audited on or before 31/05/2011
Annual General Meeting	April 2009	March 2010	On or before 30/08/2011

### III. Book Closure

The date of closure is on 30/05/2011

### IV. Stock Exchange Listing

Stock Exchange	Stock Code	Listing Fees Paid Up to	ISIN
Bombay Stock Exchange	531111	31/03/2011	INE 538G01018



VI. Share Price  
The company's high and low prices recorded on the Bombay Stock Exchange and the National Stock Exchange during the year 2011 are:

Share Price (Month)	High	Low	Month	High	Low
April	4.90	4.90	Oct	4.94	4.94
May	4.15	4.15	Nov	4.90	4.90
June	4.15	4.00	Dec	5.20	5.20
July	4.40	4.40	Jan	7.37	6.86
Aug	5.09	5.05	Feb	5.52	5.52
Sep	4.85	4.85	Mar	5.35	5.35

#### VII. Registrar & Transfer Agent

CAMEO SHARE REGISTRY

1, Club House Road,

Chennai- 600 002

Phone: 28460390 / 28460394

#### VIII. Share Transfer System.

The power to approve the transfer of securities has been delegated by the board to the share transfer agents. Share transfer requests are processed within an average of 15 days from the date of receipt. Shareholders are encouraged to opt for dematerialisation of the physical shares in which case electronic credit is made. The Company has established connectivity with the depository, namely, National Securities Depository Limited, Mumbai. The transfers are approved by the Share Transfer Committee. Share Transfers are registered and despatched within a period of 30 days from the date of receipt if the documents are correct and valid in all respects. As on 31-03-2011 there were no valid requests pending for transfer of shares.

#### IX Distribution of shareholding

As on 31 March, 2011

Category	Number of Shares held	
% of holding	6500000	63.73
1. Promoters	NIL	NIL
- Indian	NIL	NIL
- Foreign	NIL	NIL
2. Persons acting in concert		
3. Institutional Investors	NIL	NIL
a. Mutual Funds & UTI		
b. Banks, Financial Institutions, Insurance Companies	NIL	NIL
(Central/State Gove. Inst./Non-Govt. Inst)	NIL	NIL
c. FIIs		
4. Others	201000	1.97
- Private Bodies Corporate	3467600	34.00
- Indian Public		
- NRIs / OCBs	31400	0.30
- Other than specified above Clearing Members / HUF		
Sub Total	102000000	100.00
Grand Total	102000000	100.00

Paid-up Shares

Distribution Schedule as on 31-03-2011

Sl. No.	Category of Shares	Holders		Shares	
		Nos.	%	Nos.	%
1.	10 - 5000	5401	79.47	11727500	11.49
2.	5001 - 10000	041	12.37	7611500	7.46
3.	10001 - 20000	315	4.63	4851000	4.75
4.	20001 - 30000	94	1.38	2388000	2.34



5.	30001 - 40000	40	0.58	1411000	1.38
6.	40001 - 50000	44	0.64	2040000	2.00
7.	50001 - 100000	39	0.57	2951000	2.89
8.	100001 - And above	22	0.32	69020000	67.66
	<b>TOTAL</b>	<b>6796</b>	<b>100</b>	<b>10200000</b>	<b>100</b>

#### Ix Dematerialisation of shares

The equity shares of the company are required to be compulsorily traded and settled only in the dematerialised form.

#### X. Dematerialisation of Shares and Liquidity

Shares of the company can be held and traded in electronic form.

Approximately, 1231681 being 12.07% shares have already been dematerialized.

Chennai

Date : 15.04.2011

For and on behalf of the Board  
For Gothi Plascon(India) Limited

Sd/-

Sanjay Gothi  
Managing Director

#### DECLARATION

As per Clause 49 of the Listing Agreement with the Stock Exchange, this is to confirm that all Board Members and Senior Management personal have affirmed compliance with the code of conduct of the Company for the financial year 2010-11.

Chennai

Dated : 15.4.2011

SANJAY GOTHI  
Managing Director

#### **CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

The Members of

GOTHI PLASCON (INDIA) LIMITED

Chennai

1. We have examined the compliance of the conditions of Corporate Governance by the company for the year ended 31st March, 2011 as stipulated in Clause 49 of the Listing Agreement of the said company with the Stock Exchange in India.
2. 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 Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.
3. In our opinion and to the best of our information and explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.
4. We state that in respect of investor grievances received during the year ended 31st March 2011, no investor grievances are pending against the company for a period exceeding one month as per records maintained by the company which are presented to the shareholders / Investors Grievance Committee.
5. We further state that such Compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

for N K BHANSALI & CO.,  
N K BHANSALI  
(Proprietor)  
COMPANY

Chennai

DATE : 15.04.2011

SECRETARIES

#### AUDITORS REPORTS

We have audited the attached Balance Sheet of Gothi Plascon (India) Limited as at 31- March 2011 and also the Profit and Loss account for the year ended on that date annexed thereto. 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 Manufacturing and Other Companies (Auditor's Report) Order, 1988 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 paragraphs 4 and 5 of the said Order to the extent applicable to the Company  
Further to our comments in the Annexure referred to above, we report that:

- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) In our opinion, the company has kept proper books of account as required by law so far as appears from our examination of the books of the Company
- iii) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account of the Company.
- iv) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3c) of section 211 of the Companies Act, 1956 to the extent applicable.
- v) On the basis of written representations received from the directors, as on 31 March, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31 March 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with notes thereon 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:
  - a. In the case of the Balance Sheet, of the state of affairs of the Company as at 31 March, 2011;
  - b. In the case of the Profit and Loss Account, of the profit for the year ended on that date.

For ACHHA ASSOCIATES  
CHARTERED ACCOUNTANTS  
(T.R. ACHHA)  
PARTNER

Place: Chennai

Date: 15.4.2011

Referred to in paragraph 3 of our report of even date.

- 1) (a) On the basis of examination of the records of the company, we report that the company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
(b) On the basis of examination of the records of the company, we report that all the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of the assets. No material discrepancies were noticed on such verification.  
(c) During the preceding years, the company has disposed of a major part of the plant and machinery. According to the information and explanations given to us, we are of the opinion that the sale of the said part of plant and machinery has not affected the going concern status of the company
- 2) a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion and according to the information and explanations given to us the frequency of verification is reasonable.  
b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of business.  
c) On the basis of examination of the records of the inventory and according to information and explanations given to us, the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- 3) a) The company had taken loan from two persons (relatives of the directors) covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs 149.20 lakhs and the year-end balance of loans taken from such parties was Rs. 95 lakhs. The companies have not granted any loan to parties covered in register maintained u/s 301 of the Companies Act, 1956.  
b) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company.  
c) The company is regular in repaying the principal amounts as stipulated and has been regular in the payment of interest.  
d) There is no overdue amount of loans taken from firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- 5) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.  
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees



five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

1. In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from Public. The Company Law Board has passed no order.
2. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
3. The Industry in which Company's business is involved is not prescribed u/s 209(1) (d) for maintenance of cost records.
4. (a) As per the information and explanations given to us and records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, excise duty, cess and other material statutory dues applicable to it. No wealth tax and custom duty is payable by company.  
(b) According to the information and explanations given to us and records of the company, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31.03.2010 for a period of more than six months from the date they became payable.  
(c) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.
- 1) In our opinion, the accumulated losses of the company is Rs 750.02 lakhs as on 31.03.2011, which is more than 50% of its net worth. The company has not incurred any cash losses during the financial year 2010-2011 and of Rs —NIL during financial year 2009-2010.
- 2) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- 3) As per records of the company, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 4) 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 Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- 5) 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 Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 6) As per the records of the company, the company has not given guarantees for loans taken by other from banks or financial institutions.
- 7) As per records of the company, the company has not raised any term loan.
- 8) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
- 9) According to the information and explanations given to us and as per records of the company, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- 10) According to the information and explanations given to us, during the period covered by our audit report, the company had not issued any debentures during the year.
- 11) During the course of our examination of books of accounts carried out in accordance with generally accepted practices in India, we have neither come across any incidence of fraud on or by the company nor have we been informed of any such case by the management.

For ACHHA ASSOCIATES  
CHARTERED ACCOUNTANTS

Place of signature: Chennai  
Date: 15.4.2011

(T.R. ACHHA)  
PARTNER  
Membership No.25959

**BALANCE SHEET FOR THE YEAR ENDED 31 ST MARCH 2011**

		<b><u>YEAR ENDED</u></b> <b>31.03.2011</b> (Rs.)	<b><u>YEAR ENDED</u></b> <b>31.03.2010</b> (Rs.)
<b><u>SOURCE OF FUNDS</u></b>	<b><u>SCHEDULE</u></b>		
<b><u>Share Holder's Fund</u></b>			
Share Capital	A	102,000,000.00	102,000,000.00
Unsecured Loans	B	9,500,000.00 111,500,000.00	10,500,000.00 112,500,000.00
<b><u>APPLICATION OF FUNDS</u></b>			
Fixed Assets	C	41,820,115.49	40,954,894.53
<b><u>Current Assets Loans &amp; Advances</u></b>			
Cash and Bank Balance	E	249,190.10	257,183.40
Inventories	F	-	-
Sundry Debtors	G	6,295,685.00	939,296.00
Loans, Advances & Deposits	H	1,134,602.73 7,679,477.83	568,256.73 1,764,736.13



**LESS :Current Liabilities & Provisions**

Sundry Trade Creditors	I	501,882.00	-
Sundry Creditors( Expenses)	J	12,500,000.00	12,588,240.00
		13,001,882.00	12,588,240.00
Net current Assets		(5,322,404.17)	(10,823,503.87)
Balance in Profit & Loss a/c.		7,50,02,288.68	8,23,68,609.34
Notes on Account	K	111,500,000.00	112,500,000.00

As per our report of even date annexed  
for ACHHA ASSOCIATES

Chartered Accountants

Partner

Parasmal Gothi  
Chairman

For and on behalf of the Board

Sanjay Gothi  
Managing Director

Place: Chennai,

Date : 15/04/2011

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31 ST MARCH 2011**

		YEAR ENDED 31.03.2011 Rs.	YEAR ENDED 31.03.2010 Rs.
<b>I. INCOME</b>	<b>SCHEDULE</b>		
(a) Sales	K	37,127,719.00	14,897,403.00
(b) Job Work Charges		81,000.00	
(b) Other Income	L	7,391,250.00	10,222,667.00
( Rent Received)		44,599,969.00	25,120,070.00
<b>II. EXPENDITURE</b>			
(a) Raw Material Consumed	M	26,896,821.09	9,308,659.00
(b) Manufacturing & Trading Expenses	N	5,757,876.10	3,875,560.55
(c) Office & Administrative Expenses	O	3,771,825.26	6,393,085.01
(d) Depreciation	C	807,125.89	791,812.16
Profit before Taxation		37,233,648.34	20,369,116.72
Frindge Benefit Tax(A.Y:2007-08)		7,366,320.66	4,750,953.28
Profit/Loss of last year		-	1,639.00
Total Loss transfer to Balance Sheet		(82,368,609.34)	(87,117,923.62)
Significant accounting policies and notes on accounts		(75,002,288.68)	(82,368,609.34)
As per our report of even date annexed			

for ACHHA ASSOCIATES

Chartered Accountants

Partner

Place : Chennai,

Date : 15/4/2011

**SCHEDULE - A SHARE CAPITAL**

For and on behalf of the Board

Parasmal Gothi  
Chairman

Sanjay Gothi  
Managing Director

	AMOUNT As on 31.03.2011	AMOUNT As on 31.03.2010
1,10,00,000 Equity Shares of Rs.10 Each	110,000,000.00	110,000,000.00
Issued Subscribed & Paidup		
1,02,00,000 Equity Shares of Rs.10 Each	102,000,000.00	102,000,000.00
	102,000,000.00	102,000,000.00



**SCHEDULE - B UNSECURED LOANS**

	AMOUNT AS ON 31.03.2011	AMOUNT AS ON 31.03.2010
SANJAY GOTHI HUF	9,500,000.00	10,500,000.00
	9,500,000.00	10,500,000.00

**SCHEDULE - C DETAILS OF FIXED ASSETS & DEPRECIATION**

DESCRIPTION	PLANT & MACHINERY	LAND	BUILDING	TOTAL
Balance as on 01.04.2010	16,875,232.94	2,078,324.00	32,031,135.35	50,984,692.29
Additions	329,771.00	-	1,342,575.85	1,672,346.85
Deletions	-	-	-	-
Total	17,205,003.94	2,078,324.00	33,373,711.20	52,657,039.14
Depreciation upto 31.03.2010	9,257,860.51	-	771,937.25	10,029,797.76
For the year	807,125.89	-	-	807,125.89
Reversal	-	-	-	-
Total	10,064,984.40	-	-	-
Net Block as on 31.03.2010	7,617,372.43	2,078,324.00	32,601,773.95	40,954,894.53
Net Block as on 31.03.2011	7,140,017.54	2,078,324.00	32,601,773.95	41,820,116.49

**SCHEDULE - E - CASH & BANK BALANCE (Balance in Current A/c. in Nationalised Bank)**

	AMOUNT AS ON 31.03.2011	AMOUNT AS ON 31.03.2010
Bank of Baroda - Pondy	10,998.75	153,504.25
Bank of Baroda - Chennai	23,715.70	64,696.70
Cash in Hand	214,475.65	38,982.45
Total	249,190.10	257,183.40

**SCHEDULE - F INVENTORIES**

	AMOUNT AS ON 31.03.2010	AMOUNT AS ON 31.03.2011
Closing Stock	-	-

**SCHEDULE - 'G' SUNDRY DEBTORS**

LAST YEAR: Rs. 9,39,296/-

**SCHEDULE - 'H' ADVANCE & DEPOSITS**

LAST YEAR: Rs. 5,68,256.73/-

**SCHEDULE - 'I' SUNDRY TRADE CREDITORS**

LAST YEAR: Rs. NIL/-

**SCHEDULE - 'J' SUNDRY CREDITORS EXPENSES**

LAST YEAR: Rs. 1,25,88,240/-

**SCHEDULE - 'K' SALES**

	AS ON 31.3.2011
SALES A/C	37,000,708.00
SCRAP SALES A/C	127,011.00
	37,127,719.00

**SCHEDULE - 'L' OTHER INCOME**

	AS ON 31.3.2011
RENT RECEIVED	7,391,250.00
JOB WORK CHARGES	81,000.00
	7,472,250.00

**SCHEDULE - 'M' "RAW MATERIALS CONSUMED**

	AS ON 31.3.2010
OPENING STOCK	14,789,907.00
	107,496.00
	14,897,403.00
	AS ON 31.3.2010
	10,222,667.00
	-10,222,667.00
	801,360.00



ADD: PURCHASES

26,896,821.09

8,507,299.00

LESS: CLOSING STOCK

26,896,821.09

9,308,659.00

26,896,821.09

9,308,659.00

**SCHEDULE - 'N' MANUFACTURING & TRADING EXPENSES**

	AMOUNT AS ON 31.03.2011	AMOUNT AS ON 31.03.2010
BEARING	43,153.00	42,245.00
BLANKET	66,106.00	241,800.00
BOLT,NUT & WSHER	1,497.00	4,106.95
CARRIAGE INWARDS	9,541.00	2,053.00
CARTON BOXES	875,439.00	320,772.00
CHILLING PLANT MAINTENANCE	16,577.00	5,360.00
COMPRESSOR MAINTENANCE	92,788.00	90,149.00
DIESEL	7,348.00	-
DIE & MOULD MAINTENANCE	122,975.00	13,332.00
D.M.WATER	1,200.00	1,100.00
DRILL BIT	22.00	1,019.70
ELECTRICAL ITEMS & FITTINGS	46,171.00	146,286.00
ELECTRICAL CHARGES	250.00	11,900.00
ELECTRICITY CHARGES - POWER LOAD	1,495,858.00	787,817.00
FACTORY EXPENSES	-	15,414.00
GEAR OIL	-	5,500.00
GEAR	-	15,300.00
GENERATOR MAINTENANCE	-	57,663.00
GRINDER MAINTENANCE	-	48,882.00
GRINDING CHARGES	51,921.00	-
HEATERS	61,041.00	106,682.00
HYDRUALIC TROLLY MAINTENANCE	85,488.00	1,530.00
KEROSENE	-	1,530.00
MOTOR REWINDING CHARGES	2,800.00	2,800.00
MACHINE MAINTENANCE	22,275.00	15,500.00
MACHINE SHIFTING	-	18,513.00
MIXING MACHINE MAINTENANCE	-	2,500.00
OIL SEAL & M.SEAL	-	6,528.00
POLYTHENE BAGS	3,535.00	2,904.00
POLYMER PLATE	698,421.00	238,548.00
PRINTING INK	31,773.00	9,192.00
PRINTING MACHINE MAINTENANCE	167,192.00	154,235.00
REPROCESSING CHARGES	80,105.00	65,572.00
RUBBER ROLLER	42,742.00	14,404.00
SELF ADHESIVE TAPES	75,000.00	78,980.00
SHEET EXTRUDER MAINTENANCE	127,279.00	55,568.00
THERMOFORMING MACHINE MAINTENANCE	195,413.00	24,413.00
VACCUM LOADER MAINTENANCE	66,917.10	179,274.90
WAGES & BONUS	-	44,873.00
WELDING ROD	1,266,689.00	1,038,614.00
TOTAL	360.00	4,230.00
	5,757,876.10	3,875,560.55

**SCHEDULE - 'O' "OFFICE & ADMISNISTRATIVE EXPENSES" AMOUNT**

	AMOUNT AS ON 31.03.2011	AMOUNT AS ON 31.03.2010
ADVERTISEMENT & PUBLICITY	46,250.00	38,080.00
AGM EXPENSES	63,140.00	61,880.00
AUDIT FEE	88,240.00	88,240.00
BANK CHARGES & COMMISSION	8,849.50	12,410.00
CARRIAGE OUTWARDS	47,586.00	48,475.00
CELLULAR CHARGES	27,939.00	14,535.00
CONSULTANCY CHARGES	82,020.00	45,168.00



COMMISSION	48,399.00	-
CONVEYENCE	3,020.00	2,760.00
CST SALES TAX	7.50	-
DEEPAWALI , PONGAL & GIFT	19,628.00	83,311.00
ELECTRICITY LIGHT LOAD	49,548.00	73,028.00
EXCISE DUTY (ROUND OFF)	1.41	-
E.S.I.CONTRIBUTION	49,970.00	40,344.00
FACTORY BUILDING MAINTENANCE	245,884.60	121,581.50
INSURANCE	38,976.00	32,024.00
INTEREST PAID	1,266,000.00	1,752,282.00
INCOME TAX	-	28,106.00
LAND TAX	492.00	692.00
LICENCE FEES RATES & TAXES	13,065.00	39,545.00
LISTING FEES	68,090.00	69,140.00
LOCAL CARTAGE EXPENSES	115,802.00	50,942.00
MEMBERSHIP & SUBSCRIPTION	6,495.00	9,907.00
OFFICE EXPENSES	355.00	5,565.00
POSTAGE & TELEGRAM	23,009.00	13,660.00
PRINTING & STATIONERY	10,751.00	11,959.00
PROFESSIONAL TAX	5,800.00	5,965.00
PROVIDENT FUND	220,631.00	133,171.75
PROPERTY TAX	-	28,230.00
REJECTION & SHORTAGE	-	5,036.00
RENT	170,000.00	162,360.00
ROC FILLING FEES	1,000.00	4,000.00
SALES PROMOTION	113,586.00	111,050.00
SERVICE TAX DIFFERENCE	15,362.00	-
SECURITY CHARGES	102,289.00	96,723.00
SHARE TRANSFER EXPENSES	52,944.00	57,356.00
STAFF SALARY & BONUS	333,600.00	278,600.00
STAFF MEDICAL EXPENSES	14,910.00	38,274.50
STAFF WELFARE EXPENSES	34,766.00	14,374.00
TEA & SNACKS EXPENSES	94,869.25	88,568.00
TELEPHONE & TRUNKCALL CHARGES	27,360.00	39,088.00
TELEPHONE MAINTENANCE	-	500.00
TIFFEN & MEALS EXPENSES	244,646.00	180,828.00
TDS DEBTORS ( WRITTEN OFF)	247.00	-
TRAVELLING EXPENSES	16,029.00	29,052.00
XEROX EXPENSES	268.00	337.00
LOSS ON SALE OF ASSETS	-	2,475,937.26
	3,771,825.26	6,393,085.01

**Significant Accounting Policies & Notes on Accounts :**

**1. BASIS OF ACCOUNTING**

- The company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis. The accounts are prepared on historical cost and as a going concern.
- Accounting policies not referred to otherwise are consistent with generally accepted accounting policies.

**2. FIXED ASSETS & DEPRECIATION**

- Fixed Assets are stated at their historical cost of acquisition including taxes, duties freight and other incidental expenses related to acquisition and installation of the concerned assets.
- Depreciation of fixed assets of has been charged on single shift basis on a straight line basis at the rates specified in schedule XIV of the Companies Act 1956.

**3. INVESTMENTS** Investments are stated at Cost.

**4. VALUATION OF INVENTORIES**

The stock of Raw Material and packing material are value at average Cost. Work in progress is valued at cost (which include cost of Raw Material and Conversion Cost)

**5. SALES**

Sales are recorded and supply of goods takes place in accordance with the terms of sales. Sales do not



- include Excise Duties.
6. Payment against supplies from SSI and ancillary undertaking are generally made in accordance with agreed credit terms and there were no over dues in this regard.
  7. **ACCOUNTING STANDARD**  
The Profit and Loss A/C. and Balance Sheet Complied with the accounting standards referred in section 211 (3C) of companies Act 1986.
  8. **CHANGE IN ACCOUNTING POLICY**  
There is no change in policy of accounts
  9. Expenditure in Foreign Currency – Nil  
Earning in Foreign Currency - Nil
  10. **INFORMATION ON INSTALLED CAPACITY & ACTUAL PRODUCTION**

	2009 – 2010	2010 2011
a. Installed Capacity	10,00,00,000	7,00,00,000
b. Actual Production	3,21,91,141 Cups	3,66,61,570 Cups
c. Raw Material Consumed	1,36,042.000 Kgs	3,52,950.000 Kgs
d. Raw Material Sold	NIL Kgs	NIL Kgs
e. Closing Stock of Raw Material	NIL Kgs	NIL Kgs
f. Closing Stock of Work in Progress	NIL Kgs	NIL Kgs

11. Previous Year figures have been rearranged and regrouped wherever necessary.
12. Loss on Sale of Fixed Assets Accounted NIL
13. Sundry Debtors – unsecured – considered goods  
Outstanding for a period exceeding six months Rs. NIL  
Others Rs. 62,95,685.00  
The Company does not hold any security Rs. 62,95,685.00  
(except the personal guarantee of debtors.)
14. Directors have not withdrawn managerial remuneration due to loss in company although they are entitled to, even in the case of loss except Sri. K. Desikan who has withdrawn Rs. 2,28,600/-

15. **AUDITOR'S REMUNERATION**

For Audit	Rs. 45,000.00
For taxation matter	Rs. 25,000.00
For expenses	Rs. 10,000.00
Service Tax	Rs. 8,240.00
Total	Rs. 88,240.00

16. **FOREIGN EXCHANGE TRANSACTIONS: - Nil**

17. **PROVIDENT FUND:**

Company's contribution to provident fund is accounted on accrual basis and is charges to revenue account.

18. In the opinion of the Board of Directors, Sundry debtors, Current assets, Loans and Advances have a value on realization, in the ordinary course of business, at least equal to the amount at which they are stated.
19. The company is yet to receive confirmations from parties in respect of balances outstanding in sundry debtors and creditors.

20. **SEGMENT REPORTING:**

The Company's business consists of one primary reportable business segment of manufacturing and sale of Plastic items with manufacturing facility at single place and consists of major revenue on account of domestic sales, hence no separate disclosures pertaining to attributable revenues, profits, assets, liabilities and capital employed are given as required under Accounting Standard - 17.

21. **EARNINGS PER SHARE (EPS)**

The earnings considered in ascertaining the Company's Earnings per share comprise of net profit after tax. The number of shares used in computing Basic earnings per share is the weighted average number of shares outstanding during the year. The numerators and denominators used to calculate earnings per share.

Particulars	Amount in Rs. 2009 – 2010	Amount in Rs. 2010 – 2011
Profit attributable to Equity Share Holders (A)	47,50,953	73,66,320
Basic/Weighted Averages Number of Equity Shares outstanding during the year (Nos.) (B)	1,02,00,000	1,02,00,000



Nominal Value of each Equity Share

10/-

10/-

Earning per share. (A)/(B)

0.46

0.72

22. Related party transaction pursuant to disclosure norms of Accounting Standard – 18 is given below

Sl.No.	Name of the Party	Relationship	Nature of Transaction	Amount of Transaction
1.	Sumitra Gothi	Wife of Chairman	Interest	93,000
2	Sanjay Gothi	Managing Director	Rent	1,40,000
4.	Sanjay Gothi (HUF)	HUF of Managing Director	Interest	11,73,000
5.	K.Desikan	Director	Remuneration	2,28,000

23. As there is loss, no tax is deferred.

24. Business Loss and Unabsorbed depreciation being carried over as per Income Tax Act up to 31/03/2011 is Rs. 807.80. Lakhs, which will be adjusted against profits of company in subsequent year. Contingent Tax benefits out of such adjustment is not accounted for as there is very rare chances of future tax liability.

As per our report of even date annexed.

For and on behalf of the board

For **ACHHA ASSOCIATES**

Chairman

Managing Director

Chartered Accountants.

PARTNER

Place: Chennai

Date: 15/4/2011

**CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET**

FOR THE PERIOD APRIL 2010 - MARCH 2011

F.Y.:2009-2010

F.Y.:2010-2011

ACASH FLOW FROM OPERATING ACTIVITIES:

4,750,953.00

7,366,321.00

Net Profit Before Tax

Adjusted for:

Depreciation for current year

791,812.00

807,126.00

Loss on sale of assets

2,475,937.00

-

Interest Income

(1,718)

-

Interest Charges

1,754,000.00

1,266,000.00

5,020,031.00

2,073,126.00

**OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES**

9,770,984.0

09,439,447.00

Adjustment for:

Loan Creditors

(16,600,000.00)

(1,000,000.00)

Receivable & Advances

1,982,816.00

(5,922,735.00)

Frindge Benefit Tax

(1,639.00)

-

Inventories

(801,360.00)

-

Sundry Creditors

8,312,731.00

413,642.00

Interest Paid

(1,754,000.00)

(1,266,000.00)

Interest Received

1,718.00

-

A)Cash flow before extra ordinary

2,513,970

1,664,354.00

**CASH FLOW FROM INVESTING:**

Acquisition of Fixed Assets

(4,288,232.00)

(1,672,347.00)

Net Sale of Fixed Assets

1,520,229.00

-

B)Net Cash Flow from Investing Act

(2,768,003.00)

(1,672,347.00)

**CASH FLOW FROM FINANCING ACTIVITIES:**

Processing from short term borrowers

-

Processing from long term borrowers

-

C) Net Cash flow from Financing Act.

-

Net Increase in Cash & Cash equivalents (A+B+C)

(254,033.00)

(7,993.00)

Cash & Cash equivalents at the beginning of the year

511,216.00

257,183.00

Cash & Cash equivalents at the end of the year

257,183.00

249,190.00

for and on behalf of the board

Sanjay Gothi

Managing Director



**AUDITOR'S CERTIFICATE**

We have verified the above cash flow statement of Gothi Plascon (India) Limited derived from the audited annual accounts for the year ended March '2011 and found the same to be correct. This statement has been prepared by the company in accordance with the requirement of the listing agreement with stock exchanges.

Place : Chennai

Date : 15.4.2011

For ACHHA ASSOCIATES

Chartered Accountants

Partner

**GOTHI PLASCON (INDIA) LIMITED BALANCE SHEET ABSTRACT**

1.Registratic Details	28895	State Code No.18	
Registration No.		31-3-2011	
2.Caoital Raised During the year (Amount in Rs. Thousands)			
Public issue	Nil	Right issue	Nil
Bonus issue	Nil	Placement	Nil
3.Position of Mobilization & Deployment of Funds (Amount in Rs. Thousands)			
Total Liabilities	111500	Total Assets	111500
Source of funds			
Paid-up Capital	102000	Reserve & Surplus	Nil
Secured Loans	Nil	Unsecured Loans	10500
Application of Funds			
Net Fixed Assets	41820	Investments	Nil
Net Current Assets (5322)		Misc.Expenditure	Nil
Accumulated Losses	75002		
4 Performance of Company (amount in Rs. Thousands)			
Turnover	44599	Total Expenditure	37233
Profit/Loss Before Tax	7366	profit/Loss After Tax	7366
Earning per share in Rs.	Nil	Dividend Rate%	Nil
GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY. (Rs.000)			
ITC Item Code No. 25202		ITC Item Code No.	
Product Description Plastic disposable cups		Product Description	

sd/-Directors

**CHIEF EXECUTICVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION**

To : The Board Of Directors,

GOTHI PLASCON (INDIA) LIMITED

We the undersigned in our respective capacity as CEO AND CFO of the company to the best of our knowledge and belief certify that :

- We have examined the financial statement and the cash flow statement for the year ended 31/03/2011 and based on our knowledge and belief we state that :
  - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- There are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- We accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- We have indicated to the auditors and the Audit committee
  - significant changes in internal control over financial reporting during the year;
  - significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting

Mr.Sanjay Gothi

Mr.K Desikan

Chennai  
15/04/2011



**GOTHI PLASCON (INDIA) LIMITED**

**PROXY FORM**

Regd. Folio No. \_\_\_\_\_ No. of Shares held \_\_\_\_\_ I/We  
\_\_\_\_\_ of \_\_\_\_\_

in

The district being member/members of GOTHI PLASCON (INDIA) LIMITED

Hereby appoint \_\_\_\_\_ in the district of \_\_\_\_\_ or failing him/her  
\_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_  
\_\_\_\_\_ as my/our Proxy to attend and vote for me/us behalf at the 16-

Annual General meeting of the Company to be held on 30- May, 2010 at 10.00 am and at any adjournment thereof.

As Witness my hand/our hands this \_\_\_\_\_ day of \_\_\_\_\_ 2011.

Signed by said \_\_\_\_\_ (Affix a 1 Rs. Revenue Stamp) \_\_\_\_\_

Notes: a) The form should be signed across the stamps as per specimen signatures registered with the Company.

b) The Proxy form duly completed must be deposited at the registered office of the Company not less 48 hours before the time fixed for holding the aforesaid meeting.

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**ATTENDANCE SLIP**

Regd. Folio No. \_\_\_\_\_ No. of Shares held \_\_\_\_\_

I certify that I am a registered shareholder /proxy for the registered shareholder of the company.

I hereby record my presence at the 15th annual general meeting of the company to be held on 30- May, 2011 at 10.00 am at C.M.Palace 273 & 274 GST Road, Chromepet, Chennai-44.

Member's /Proxy's Name \_\_\_\_\_

Signature: \_\_\_\_\_

NOTE: Please fill up this attendance slip and hand it over at the entrance of the meeting hall.

**NO GIFT**



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