

## Independent Auditor's Report

The Members,  
COMMERCIAL SYN BAGS LIMITED,  
INDORE

We have audited accompanying financial statements of COMMERCIAL SYN BAGS LIMITED ("the Company"), which comprise the Balance Sheet as at **31st March 2013** and Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

### Management's Responsibility for the Financial Statements

The company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") and in accordance with the accounting principle generally accepted in India. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required *subject to non provision of leave encashment (amount not ascertained) in terms of AS- 15 (Revised) and accounting of the same on cash basis (refer note 44)*; and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

## Report on Other Legal and Regulatory Requirements

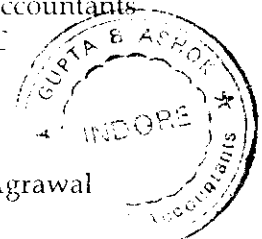
1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
  - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
  - c) the Balance Sheet, and Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) in our opinion, the Balance Sheet, and Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 *subject to non provision of leave encashment (amount not ascertained) in terms of AS- 15 (Revised) and accounting of the same on cash basis (refer note 44)*; and
  - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

Place: Indore  
Date: 20/08/2013

For Gupta & Ashok  
Chartered Accountants  
FRN: 02254C



CA Ashok Agrawal  
(Partner)  
M. No. : 071724



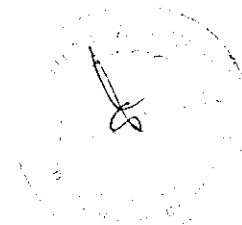
## ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

( Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date for the year ending March 31, 2013)

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) 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 its assets. No material discrepancies were noticed on such verification.
- (c) During the year, the company has not disposed off substantial part of fixed assets.
- (ii) (a) The inventory at all locations, except in transit (if any) and lying with third parties has been physically verified during the year by the management. In respect of inventory with third parties, these have substantially been confirmed by them. In our opinion, the frequency of verification is reasonable.
- (b) 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 its business.
- (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the books records were not material and the same have been properly dealt with in the books of accounts.
- (iii) (a) The company did not give any loan to any person covered under section 301 of the Act. Accordingly the provisions of sub-clauses (b), (c) and (d) of clause (iii) of para 4 of the order are not applicable to the company.
- (e) There are four persons (previous year four persons) covered in the register maintained under section 301 of the Companies Act, 1956 from which the company has taken loans. The Maximum amount involved during the year was Rs. 77.58 lakhs (Previous year Rs. 105.60 Lakhs) and the year-end balance of loans taken from such parties was Rs. 74.15 lakhs (Previous year Rs. 71.69 lakhs).
- (f) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from companies, 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.
- (g) There is no repayment schedule for interest and loans in respect of unsecured loan taken by the company.



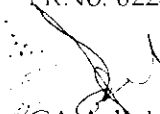
- (iv) In our opinion and according to information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls systems.
- (v) (a) According to information and explanations given to us, we are of the opinion that the transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) On the basis of representation made by the management and scrutiny of books of accounts carried out by us, there was no transactions exceeding the value of five lakh rupees in respect of any party, hence the sub clause is not applicable.
- (vi) According to the information and explanations given to us and on the basis of our checking during the course of audit, the company has not accepted any deposits from the public during the year and consequently, the directives issued by the Reserve Bank of India, the provisions of section 58A and 58AA and other relevant provisions of the Companies Act, 1956 and the rules framed there under are not applicable.
- (vii) In our opinion, the internal audit of Company carried out during the year by a firm of Chartered Accountants appointed by the company, have been commensurate with the 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 Central Government for the maintenance of cost records under Companies (Cost Accounting Records) Rules 2011 prescribed under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that *prima facie* the prescribed accounts and records have been made and maintained. We have, however not made a detailed examination of the record with a view to determining whether they are accurate or complete.
- (ix) (a) According to the information and explanation given to us, the company has been regular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to it with the appropriate authorities during the year though there has been a slight delay in a few cases. There was no such outstanding as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- (b) As at 31<sup>st</sup> March 2013 according to record of the company, there was no disputed dues on account of sales tax, income tax, wealth tax, service tax, excise duty and cess matters that have not been deposited.

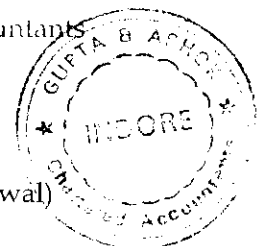


- (x) The company has neither accumulated losses as at 31<sup>st</sup> March 2013 nor had incurred any cash losses during the financial year ended on that date. There were no cash losses in the immediately preceding financial year.
- (xi) In our opinion and according to information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions.
- (xii) The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi or mutual fund society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) 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.
- (xv) The company has not given any guarantee for loan taken by others during the year. Accordingly, the provisions of clause 4(xv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xvi) The term loan was applied for the purpose for which the loan was obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The company has issued shares during the year. The price at which shares have been issued is not prejudicial to the interest of the company.
- (xix) The company has not issued debentures during the year.
- (xx) The company has not made any public issue during the year.
- (xxi) Based upon audit procedures performed and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

Place Indore  
Dated 20/08/2013

For Gupta & Ashok  
Chartered Accountants  
FRNo. 02254C

  
(CA Ashok Agrawal)  
Partner  
M.No. 071274

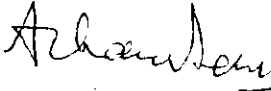


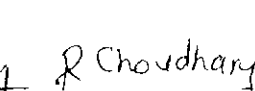
**COMMERCIAL SYN BAGS LTD.**  
**BALANCE SHEET AS AT 31st MARCH 2013**

Particulars	Note No.	As at 31.03.2013	As at 31.03.2012
		₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	3	20180000	18740000
Reserves & Surplus	4	101819034	68014314
		121999034	86754314
<b>Non-current liabilities</b>			
Long-term borrowings	5	108252309	64514855
Deferred tax liabilities(Net)	6	11565884	7429885
		119818192	71944739
<b>Current liabilities</b>			
Short-term borrowings	7	80139502	30645313
Trade Payables	8	42727033	29472350
Other current liabilities	9	119022810	74902314
Short term provisions	10	4994100	6634177
		246883445	141654154
<b>TOTAL</b>		<b>488700672</b>	<b>300353208</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	11	222440029	119077178
Capital work-in-progress		2678027	16141760
Long-term loans and advances	12	4609084	3248285
Other non-current assets	13	215074	365074
		229942214	138832297
<b>Current assets</b>			
Inventories	14	85280467	44601738
Trade Receivables	15	106558045	76103434
Cash and bank balances			
Cash and cash equivalents	16	3494010	6708448
Other bank balances	17	33172458	11302182
Short-term loans and advances	18	27730063	22222616
Other current assets	19	2523415	582493
		258758458	161520911
<b>TOTAL</b>		<b>488700672</b>	<b>300353208</b>

The accompanying notes are an integral parts of financial statements.  
For and on behalf of the Board of Directors of the Company.

As per our report of even date  
For Gupta & Ashok  
Chartered Accountants  
Firm Reg. No. 002254C

  
Anil Choudhary  
Managing Director

  
Ranjana Choudhary  
Director

Place: Indore  
20.08.2013

  
CA Ashok Agrawal  
Partner  
M.No. 071274



**COMMERCIAL SYNBAGS LTD.**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31st MARCH 2013**

Particulars	Note no.	For the year ended	For the year ended
		on 31.03.2013	on 31.03.2012
		₹	₹
<b>Continuing Operations</b>			
<b>Income</b>			
Revenue from operations (Gross)	20	702033507	568055735
Less: Excise Duty		23299742	18786089
Revenue from operations (Net)		678733766	549269646
Other Income	21	2808607	3851467
<b>Total Revenue</b>		<b>681542373</b>	<b>553121113</b>
<b>Expenses:</b>			
Cost of material consumed	22	452804425	365820633
Purchase of traded goods	23	4913103	2460899
Changes in inventories of finished goods, work in progress and stock in trade	24	(30687591)	(4512809)
Employees benefit expenses	25	43585617	30204500
Finance cost	26	21365412	11506253
Depreciation and amortisation expenses	27	14585909	10820226
Other expenses	28	142728601	108236440
<b>Total Expenses</b>		<b>649295476</b>	<b>524536142</b>
Profit(Loss) before exceptional and extraordinary items and tax		32246897	28584971
Exceptional items		0	0
Profit(Loss) before extraordinary items and tax		32246897	28584971
Extra ordinary items		0	0
Profit(Loss) before tax		32246897	28584971
Tax expense:			
(1) Current tax		(6451878)	(5754575)
(2) Deferred tax		(4135999)	(1956866)
(3) Income tax relating to earlier years			(21870)
<b>Profit(Loss) for the period from continuing operations</b>		<b>21659020</b>	<b>20851661</b>
<b>Profit(Loss) for the period</b>		<b>21659020</b>	<b>20851661</b>
<b>Earning per equity share:</b>	29		
Basic		11.56	12.86
Diluted		11.56	12.86

The accompanying notes are an integral parts of financial statements.  
For and on behalf of the Board of Directors of the Company.

As per our report of even date  
For Gupta & Ashok  
Chartered Accountants  
Firm Reg. No. 002254C

*Anil Choudhary*  
Anil Choudhary  
Managing Director

*R Choudhary*  
Ranjana Choudhary  
Director

Place: Indore  
20/08/2013

*Ashok Agrawal*  
CA Ashok Agrawal  
Partner  
M.No. 071274



**COMMERCIAL SYNBAGS LTD.**
**Cash Flow Statement for the year ended on 31st March, 2013**

	As at 31.03.2013	As at 31.03.2012
	₹	₹
<b>Cash Flow from Operating activities</b>		
Profit before tax from continuing operations	32246897	28584971
Profit before tax from discontinuing operations	0	0
Profit before tax	32246897	28584971
<i>Non cash adjustments to reconcile profit before tax to net cash flows:</i>		
Depreciation/amortisation on continuing operations	14585909	10820226
Loss(Profit) on sale of fixed assets	(93058)	0
Interest expenses	21365412	11506253
Interest income	0	0
Dividend income	0	0
Operating profit before changes in working capital	68105159	50911451
<i>Movements in working capital:</i>		
Increase(decrease) in trade payable	13254683	10440620
Increase(decrease) in long term provisions	0	0
Increase(decrease) in short term provisions	(1640077)	3913419
Increase(decrease) in other current liabilities	40939926	(7820272)
Decrease(increase) in trade receivables	(30454611)	(21043612)
Decrease(increase) in inventories	(40678728)	(1376443)
Decrease(increase) in long term loans and advances	(1360799)	(792658)
Decrease(increase) in short term loans and advances	(5507447)	(1455927)
Decrease(increase) in other current assets	(1940922)	1170704
Decrease(increase) in bank balances(other than cash equ)	(21870276)	(5479916)
Cash generated from(used in) operations	18996908	28467366
Direct taxes paid (net)	(6451878)	(5776445)
Cash flows from operating activities	12545030	22690921
<b>Cash Flow from investing activities</b>		
Purchase of fixed assets, CWIP and capital advances	(104768649)	(30561275)
Proceeds from sale of fixed assets	376680	
Cash flows from investing activities	(104391969)	(30561275)
<b>Cash Flow from financing activities</b>		
Proceeds of issuance of share capital	9000000	10715000
Proceeds of capital subsidy received	4585700	2125000
Proceeds from long term borrowings	46918024	9512585
Repayment of short term borrowings	49494189	(3371712)
Interest paid	(21365412)	(11506253)
Cash flow from financing activities	88632501	7474620
<b>Components of cash and cash equivalents</b>		
<b>NET INCREASE/DECREASE IN CASH &amp; CASH EQUIVALENT</b>	(3214438)	(395734)
Opening Cash Equivalents	6708448	7104182
Cash on hand	877485	1002557
Cheques/drafts on hand		
With banks;		
in current accounts	2616525	551621
debit balance in cash credit account	0	5154270
Total cash and cash equivalents	3494010	6708448

The accompanying notes are an integral parts of financial statements.

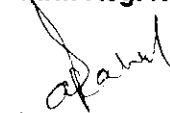
For and on behalf of the Board of Directors of the Company.

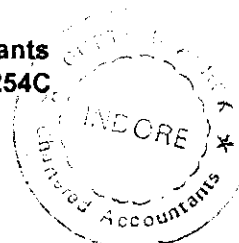
  
Anil Choudhary  
Managing Director

R Choudhary  
Ranjana Choudhary  
Director

Place: Indore  
20/08/2013

As per our report of even date  
For Gupta & Ashok  
Chartered Accountants  
Firm Reg. No. 002254C

  
CA Ashok Agrawal  
Partner  
M.No. 071274





**1 Corporate Information**

Commercial Syn Bags Limited (the "Company") was incorporated in India on 10th December, 1984. The company is unlisted company. The company is the manufacturer and exporters of FIBC, Bulk Bags, Poly Tarpaulin, Woven Sacks/Bags, Box Bags, PP/HDPE Fabric and Liner.

**2 Summary of significant accounting policies forming part of financial statements**

**Basis of Preparation**

Financial statements are prepared under historical cost convention on accrual basis, except in case of Leave encashment and gratuity with shall be accounted for on cash basis.

**Retirements Benefits**

1. Provident Fund & ESIC.

Periodical Contributions charged as expenses.

2. Gratuity

The Company is under the Group Gratuity Scheme of Life Insurance Corporation of India. The company accounts on cash basis for gratuity equivalent to the contribution paid to fund and gratuity is directly paid to any employee from that fund. Provision is made for any shortfall in the contribution to fund or gratuity payable to any employee at the Balance-Sheet Date.

3. Leave Encashment

Leave encashment is accounted for on payment basis. Company compulsorily pays for encashment of leave within 12 months. Hence all payments are short term in nature.

**Export Benefits**

Export benefit on export sales are accounted for on accrual basis

**Foreign Currencies Transaction**

a) Foreign Currency transactions of revenue nature are accounted at exchange rate prevailing on the date the transactions takes place. Monetary items denominated in foreign currency and outstanding at the Balance Sheet date are translated at the exchange rate ruling on that date.

b) Foreign Exchange Fluctuation (Profit/Loss) arising in respect of foreign currency transactions relating to sales & purchases are adjusted in sales and purchases respectively

**Accounting for Sales**

Sales are accounted as net of sales returns.

**Excise Duty**

Liability for excise duty in respect of goods manufactured by the company is accounted upon completion of manufacture and provision is made for excisable manufactured goods lying in stock.

**VAT**

Purchase of raw material and assets are considered after deducting the VAT. Sales are also accounted for net of VAT payable.

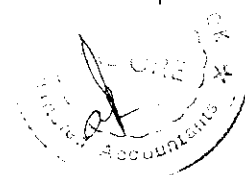
**Tangible fixed assets**

Fixed assets are stated at cost less accumulated depreciation/amortisation. The cost of fixed assets includes taxes, freight and other incidental expenses relating to the acquisition and installation of the respective assets. An appropriate charge of pre-operative expenses, interest and commitment charges incurred upto the date of installation of fixed assets is also capitalised.

**Depreciation and amortisation**

Depreciation on fixed assets up to 95% of its gross block value is charged on straight line method as per Companies Act, 1956 for the period for which the assets is put to use

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**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 takes necessary substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

**Impairment of assets**

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired.

**Inventories**

Inventories are valued taking FIFO method at the lower of cost or net realisable value except wastage which is valued at net realisable value. RM, WIP and finished goods include proportionate overheads.

**Use of Estimates**

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between the actual results and the estimates are recognised in the period in which the results are known/materialised.

**Revenue recognition**

Revenue are recognized to the extent that it is probable that economic benefit will flow to the company and revenue can be reliably measured. It is accounted for net of trade discounts and sales return, Interest and rent are recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

For revenue from services, performance is recognised under the proportionate completion method and performance is regarded as being achieved when no significant uncertainty exists regarding the amount of consideration that will be derived from rendering of services.

**Income Taxes**

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. Deferred tax is recognised, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

**Provisions**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources.

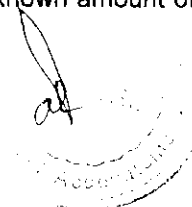
**Contingent Liabilities and Contingent Assets**

Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

**Cash and cash equivalents**

Cash comprises of cash on hand and demand deposits with banks. Cash equivalents are short term (three months or less from the date of acquisition) highly liquid investments that are readily convertible into known amount of cash and which are subject to an insignificant risk of change in value.

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## Share Capital

The authorised, issued, subscribed and fully paid-up share capital comprises of equity shares having a par value of ₹ 10/- each as follows

(a) Authorised :-  
2250000 Equity Shares of ₹10/- each  
(Previous year 2000000 Equity Shares of ₹ 10/-each)

(b) Issued and Subscribed :-  
2018000 equity shares of ₹10/- each  
(Previous year 1874000 Equity Shares)

(c) Fully Paid up Capital :-  
2018000 equity shares of ₹10/- each  
(Previous year 1874000 Equity Shares)

Total paid up capital

31.03.2013	31.03.2012
₹	₹
22500000	20000000
22500000	20000000
20180000	18740000
20180000	18740000
20180000	18740000
20180000	18740000

(d) Shares held by shareholder holding more than 5% share in the company

Equity  
Shambhu Dayal Garg  
Anil Choudhary HUF  
Anil Choudhary  
Ashok Kumar Agrawal  
Mohanalal Choudhary  
Pradeep Kumar Agrawal  
Super Sack Pvt Ltd

31.03.2013		31.03.2012	
No. of shares	% holding in the class	No. of shares	% holding in the class
102280	5.07	95835	5.11
125000	6.19	97300	5.19
134750	6.68	125000	6.67
217890	10.80	134750	7.19
778500	38.58	217890	11.63
		634500	33.86

(e) Reconciliation of outstanding shares at the beginning and at the end of the reporting period

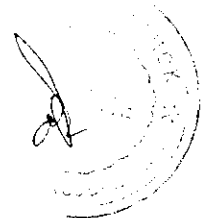
- (i) at the beginning of the period  
(ii) Shares allotted/issued  
(iii) Outstanding at the end of the period

31.03.2013		31.03.2012	
No. of shares	₹	No. of shares	₹
1874000	18740000	1747000	17470000
144000	1440000	127000	1270000
2018000	20180000	1874000	18740000

(f) Terms/rights attached to equity shares :

The company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

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#### 4 Reserves and surplus

##### Capital reserve

	31.03.2013	31.03.2012
	₹	₹
Opening Balance	2795000	670000
Capital subsidy received during the year	4585700	2125000
Closing Balance	7380700	2795000

##### Security Premium Account

Opening Balance	24470000	15650000
Add: Premium on shares issued during the year	7560000	8820000
Closing balance	32030000	24470000

##### General Reserve

Opening Balance	1088344	1088344
Closing balance	1088344	1088344

##### Surplus(deficit) in the statement of Profit & Loss

Balance as per last financial statement	39660970	18809309
Profit(loss) during the year	21659020	20851661
Net surplus in the statement of profit and loss	61319990	39660970
Total reserves and surplus	101819034	68014314

#### 5 Long-term borrowings

##### Term loans

##### From Banks

	Non-current portion		Current maturities	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
secured	92687655	49768024	20825931	17667961
unsecured	0	0	0	0
From Others				
secured	53965	236590	200419	177819
unsecured	0	0	0	0
Loans and advances from related parties				
unsecured	7639030	7169095	0	0
<b>Other loans and advances</b>				
unsecured	7871659	7341146	0	0
	108252309	64514855	21026349	17845780

##### The above amount includes:

Secured borrowings	92741620	50004614	21026349	17845780
unsecured borrowings	15510689	14510241	0	0

##### Amount disclosed under the head current liabilities

##### Net Amount

	108252309	64514855	0	0
--	-----------	----------	---	---

Term loans from Bank of India (Balance ₹ 50530769) and working capital loan is secured by first charge on company's stock of finished goods, stock in process, stores and spares, packing material at various godowns/sites/ports or at such other places as may be approved by the bank from time to time, including goods at in transit/ outstanding money, book debts, receivables and other current assets etc. and hypothecation of entire fixed assets of the company consisting of plant and machinery. Also secured by first charge over fixed assets of the company including factory land and building situated at S-4/3, S-4/2 and S-4/3A Pithampur, Sector I, Dist. Dhar on unit No.1. Also secured by first charge over staff quarters to be constructed out of bank finance by way of equitable mortgage over land and building situated at plot No. 40 to 45, Shalimar Residency, Mhow, Dist. Indore. Also collaterally and exclusively secured by equitable mortgage of Block A and B of office premises situated at 3-4 Jaora Compound, Indore belonging to company. Term loans and working capital loans are also personally guaranteed by Shri Anil Choudhry, Managing Director, Smt. Ranjana Choudhary and Super Sack Private Limited.

Term loan from Bank of Baroda (Balance ₹ 57484938) is secured by exclusive first charge by way of equitable mortgage of leasehold factory land admeasuring about 2247.75 meters, situated at plot No. S-3/1, sector 1 Industrial Area, Pithampur, Dist. Dhar Regd. A-1/1930 dated 17/09/09 standing in the name of company and hypothecation of entire machinery, electrical installation, furniture and fixtures, office equipments, book debts, stock and other movable fixed assets of the company, situated at above mentioned factories present and future. The term loan is guaranteed by Shri Anil Choudhary, Smt. Ranjana Choudhary, Super Sack Private Limited, Shri Pradeep Kumar Agrawal and Shri Ashok Kumar Agrawal.

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HDFC Bank Term Loan (Balance ₹ 414105) is secured by hypothecation of one Vista Car. The principal amount is repayable in monthly installments of varying amounts from ₹ 10783 to ₹ 14490. Last installment is payable in Dec. 15.

HDFC Bank Term Loan (Balance ₹ 2132855) is secured by hypothecation of one Audi car. The principal amount is repayable in monthly installments of varying amounts from ₹ 52509 to ₹ 70200. Last installment is payable in Feb. 16.

HDFC Bank Term Loan (Balance ₹ 2450589) is secured by hypothecation of one Mercedes-Benz car. The principal amount is repayable in monthly installments of varying amounts from ₹ 54894 to ₹ 75111. Last installment is payable in May, 16

HDFC Bank Term Loan (Balance ₹ 500330 ) is secured by hypothecation of one Ritz car. The principal amount is repayable in monthly installments of varying amounts from ₹ 12681 to ₹ 16950. Last installment is payable in Jan.16

Term loan from others (Balance ₹ 254384) is secured by hypothecation of one fork lift. The principal amount is repayable in monthly installments of varying amounts from ₹ 15801 to ₹ 18350. Last installment is payable in July 14. There is no continuing default in repayment of loan or interest.

There is no continuing default in repayment of any loan and interest of any bank.

Term loan No. I from Bank of India (Balance on 31-03-13 ₹ 28810769) is repayable in quarterly installments of ₹ 21.20 lacs each. Term loan No. II from Bank of India (Balance on 31-03-13 ₹ 21720000) is repayable from Sep, 12 in quarterly installments comprising of first 6 installments of ₹ 8.80 lacs each, next 4 installments of ₹10.20 lacs each and rest 14 installments of ₹12.60 lacs each.

Term loan from Bank of Baroda (Balance on 31-03-13 ₹ 46294328) is repayable in 22 quarterly installments being first 4 installments of ₹18.75 lacs each and remaining 18 installments of ₹ 25 lacs each commencing from 31-7-2012. Term Loan II from Bank of Baroda (Balance on 31-03-13 ₹ 1190610) is repayable in 22 quarterly installments being first 12 installment of ₹ 1.75 Lacs each, 9 installment of ₹ 9.90 lacs & Last installment of ₹ 5.90 lacs each.

In case of all unsecured loans, there is no repayment schedule. Therefore there is no continuing default in repayment of any loan or interest.

**6 Deferred tax liabilities/assets (net)**

	31.03.2013	31.03.2012
	₹	₹
Deferred tax liability		
Timing difference on account of		
Depreciation	(12031094)	(7691048)
Others	0	0
	(12031094)	(7691048)
Deferred tax asset		
Timing difference on account of		
Expenses allowable on payment basis	465211	261164
	465211	261164
Net Deferred Tax	(11565884)	(7429885)

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## 7 Short term borrowings

Loans repayable on demand

Cash Credit Loan from Bank of Baroda (Unit II)

Cash credit loans (EPC) from banks (secured)

31.03.2013	31.03.2012
₹	₹
540356	0
79599146	30645313
80139502	30645313
80139502	30645313
0	0
80139502	30645313

The above amount includes:

Secured borrowings

Unsecured borrowings

Term loans from Bank of India (balance ₹ 50530769) and working capital loan is secured by first charge on company's stock of finished goods, stock in process, stores and spares, packing material at various godowns/sites/ports or at such other places as may be approved by the bank from time to time, including goods at in transit/ outstanding money, book debts, receivables and other current assets etc. and hypothecation of entire fixed assets of the company consisting of plant and machinery. Also secured by first charge over fixed assets of the company including factory land and building situated at S-4/3, S-4/2 and S-4/3A Pithampur, Sector I, Dist. Dhar on unit No.1. Also secured by first charge over staff quarters to be constructed out of bank finance by way of equitable mortgage over land and building situated at plot No. 40 to 45, Shalimar Residency, Mhow, Dist. Indore. Also collaterally and exclusively secured by equitable mortgage of Block A and B of office premises situated at 3-4 Jaora Compound, Indore belonging to company. Term loans and working capital loans are also personally guaranteed by Shri Anil Choudhary, Managing Director, Smt. Ranjana Choudhary, Director and Super Sack Private Limited.

## 8 Trade Payables

Acceptances

Other than acceptances

31.03.2013	31.03.2012
₹	₹
0	0
42727033	29472350
42727033	29472350

## 9 Other Current liabilities

Current maturities of long term debt

Interest accrued but not due on borrowings

Outstanding liability for payables (Unit - I)

Outstanding liability for payables (Unit - II)

Outstanding liability for payables (SEZ)

T.D.S./T.C.S. Payable Unit-I

T.D.S. Payable (Unit - II)

T.D.S. Payable (Unit - SEZ)

Creditors for Capital Goods

Advances from Customers

Creditors Against L C

Employees Security Deposit

31.03.2013	31.03.2012
₹	₹
21026349	17845780
371151	86361
5703924	4510729
564422	218016
97569	6840
305874	262211
364004	42558
31819	0
24625443	3837500
6279490	2444215
59477516	45588109
175249	59996
119022810	74902314

## 10 Short term provisions

Provision for employee benefits

for gratuity

Others:

for Excise Duty on Closing Stock.

for income tax (net)

for loss on forward contracts in foreign exchange

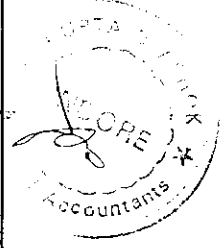
31.03.2013	31.03.2012
₹	₹
911012	516695
983575	1106382
3099513	4219795
	791304
4994100	6634177

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**11 Fixed Assets**

PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	AS AT 01.04.12	Addition	Sales/ Adjustment	AS AT 31.03.13	Rate	Upto 31.03.12	For the Year	Upto 31.03.13	As at 31.03.13	As at 31.03.12
<b>A. OWNED ASSETS</b>										
Site Development	201355	60422	0	261777	3.34%	44120	7809	51929	209848	157235
Factory Building	30619405	54283444	0	84902849	3.34%	3753624	1106774	4860399	80042450	26865781
Office Building	403029	58103357	0	403029	1.63%	134518	6568	141086	261943	268511
Plant and Machinery	110965427	58103357	1709326	169068784	10.34%	36989742	12025267	49015009	120053775	73975685
Plant and Machinery * * sold during the year	1709326			0		1623860	(1623860)			85466
Furniture & Fixtures	1726124	558676		2284800	6.33%	519248	101328	620576	1664224	1206876
Computer	1872198	468782		2340980	16.21%	1014786	229913	1244699	1096281	857412
Vehicles	4707017	4757701		9464718	9.50%	423612	724278	1147890	8316828	4283405
Vehicles * * sold during the year	284036		284036	0		64145	21735			219891
Equipments	583259	0		583259	4.75%	141001	27197	168198	415061	442258
Freehold Land	1327460	0	0	1327460	0.00%	0	0	0	1327460	1327460
<b>Total (A)</b>	154398636	118232382	1993362	270637656		44708656	14250870	57249786	213387869	109689980
Previous Year	108705794	45692842	0	154398636		34223469	(1709740)	44708656	109689980	74482325
<b>B. LEASED ASSETS</b>										
Lease Hold Land	10155271	0	0	10155271	3.39%	768073	335039	1103112	9052159	9387198
<b>Total (B)</b>	10155271	0	0	10155271		768073	335039	1103112	9052159	9387198
Previous Year	10155271	0	0	10155271		433034	335039	768073	9387198	9722237
<b>Total (A) + (B)</b>	164553907	118232382	1993362	280792927		45476729	14585909	58352898	222440029	119077178
Previous Year (A) + (B)	118861065	45692842	0	164553907		34656503	10820226	45476729	119077178	84204562
<b>Capital Work in Progress</b>	16141760	38999368	52463101	2678027		0	0	0	2678027	16141760
Previous Year	31273327	18184768	33316335	16141760		0	0	0	16141760	31273327



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**12 Long Term Loans and advances**Other loans and advances

Unsecured, Considered good  
Balance with Govt. authorities  
Total

31.03.2013	31.03.2012
₹	₹
0	0
4609084	3248285
4609084	3248285

Long term loans and advances includes :

Dues from directors  
Dues from other officers  
Dues from firm in which any director is partner  
Dues from a private Ltdcompany in which any director is director/member

0	0
0	0
0	0
0	0

**13 Other non-current assets**

(i) Other then long term trade receivable  
Receivables against sale of car  
Income Tax Appeal(1994-95)  
Total

31.03.2013	31.03.2012
₹	₹
0	150000
215074	215074
215074	365074

Due by directors  
Due by other officers  
Due by firm in which any director is partner  
Dues from a private Ltdcompany in which any director is director/member

0	0
0	0
0	0
0	0

**14 Inventories**

Valued at lower of cost and net realisable value  
except wastage which is valued at net realisable value-

Raw materials  
Work-in-progress  
Finished goods  
Stock in trade  
Stores and spares

31.03.2013	31.03.2012
₹	₹
26956475	21356813
42003174	10295932
9180158	10199809
23211	23211
7117449	2725974
85280467	44601738

Details of inventory**Raw Materials**

Plastic Granules  
Master Batch  
Fabric  
Belt  
Thread  
Liner

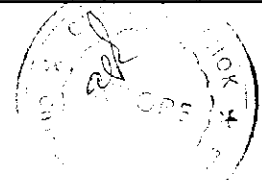
14824300	18434460
7568176	2922353
3575278	0
450834	0
431105	0
106782	0
26956475	21356813

**Work in Progress/Semi Finished Goods**

Fabric (at Jobwork)  
Fabrilated Thread  
Re Process Granules  
Goods in Process  
U L F/LF/BSLF/BSLF-II/BELT  
Goods in Process

19379299	0
596032	301355
1096170	473530
15951685	4708013
4979988	4813034
42003174	10295932

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**Finished goods**

HDPE Bags (FIBC)	7178253	6099916
HDPE Bags	439050	2853950
Tarpauline(In SQF)	951300	1047503
HDPE Wastage	297445	198440
Liner	314111	0
	9180158	10199809

**Stock in trade**

Fabric (HO)	5538	5538
Bags	788	788
Fabrics (as such)	16885	16885
	23211	23211

**Stores and Spares**

Printing Ink	1532593	247856
Thinner	121056	35710
Oil	101808	10104
Diesel	63936	13623
Box Strips	123979	123979
Fabrilated Thread	1182481	408069
Filler Cord White	14074	105210
PTFE Coated	60660	28635
BOPP Film	200231	470845
Stretch Film	37978	39155
Zipper Bags	57247	34915
Paper Cored	11615	51223
Plant Maintenance (Spare Parts)	3609790	1156650
	7117449	2725974

**Following are goods in transit included in inventory**

(ii) Work-in-progress

0	0
0	0

**15 Trade receivables**Trade receivables outstanding for a period exceeding six months from they were due for payment

- (a) Secured, considered good  
(b) Unsecured, considered good

31.03.2013	31.03.2012
₹	₹
0	0
5787491	7530871
5787491	7530871

Other Trade receivables

- (a) Secured, considered good  
(b) Unsecured, considered good

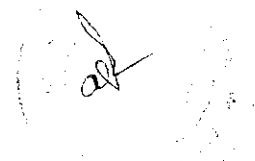
0	0
100770554	68572562
100770554	68572562
106558045	76103434

Total

Total trade receivable as above includes:

- Due from directors  
Due from other officers  
Due from firm in which any director is partner  
Due from a private company in which any director is director/member

0	0
0	0
0	0
0	0

**16 Cash and cash equivalents**

Cash on hand  
Balances with banks  
in current accounts  
Others  
(i) Debit balance in cash credit account

31.03.2013	31.03.2012
₹	₹
877485	1002557
2616525	551621
0	5154270
3494010	6708448

**17 Other bank balances**

Balances with bank held as margin money  
Interest accrued on term deposits  
Total other bank balances

31.03.2013	31.03.2012
₹	₹
30597266	10822266
2575192	479916
33172458	11302182

Out of above, ₹. 2903834.20 (p.y. ₹ 1960887.93 are with more than twelve months maturity)

**18 Short term loans and advances**

Loans and advances to employees  
secured, considered good  
Unsecured, considered good

31.03.2013	31.03.2012
₹	₹
0	0
134759	59842
134759	59842

Others

Unsecured, considered good  
Prepaid expenses  
Excise Duty Recoverable  
Excise Duty Recoverable on Capital Goods  
Export Benefits Receivable  
VAT receivable  
VAT receivable (Unit II)

7552787	10878702
1022094	387363
6470184	2995968
2634536	1523835
6217176	4481549
1951905	1753872
1746622	141486
27595304	22162774
27730063	22222616

Total

Total short term loans and advances includes

Due from directors  
Due from other officers  
Due from firm in which any director is partner  
Due from a private company in which any director is  
director/member

0	0
0	0
0	0
0	0

**19 Other current assets**

Rebate under Excise Law Receivable  
Gain on Forward Contracts

31.03.2013	31.03.2012
₹	₹
2343526	582493
179889	0
2523415	582493

**20 Revenue from operations**

Finished goods  
Traded good  
Total  
Less: Excise Duty

31.03.2013	31.03.2012
₹	₹
695003029	563085879
7030478	4969856
702033507	568055735
23416799	18693949
678616708	549361786

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**Details of Products sold and services rendered**

**A. List of Manufacturing Sales (Domestic)**

Sale of HDPE/PP Tarpauline	In Sqft
Sale of HDPE/PP Bags	In Nos
Sale of ULF/LF/BSLF/BSLF-II/BELT	In Kgs
Sale of HDPE/PP Bags (FIBC)	In Nos
Sale of HDPE/PP Wastage	In Kgs
Sale of Liner/Film	In Kgs
Sale of Fabrilated Thread	In Kgs
Sale of RP Granules	In Kgs

30032733	10317508
45087993	27890901
51082766	60276397
2887747	1369754
960354	678663
1813809	0
0	25107
232743	775394
132098145	101333724
1038732	423620
133136877	101757344

Add : Freight on Local Sales/Rope Charges/Other Exp

**B. Manufacturing Sales (Export) (Net of excise under rebate claim)**

Fabric
F I B C Bags
Bags
Tarpauline
Liner/Film

31294543	35824142
440289053	367257200
31118822	20259257
3386667	7140235
561336	0
506650421	430480834
32451264	20168117
539101685	450648951

Add : Foreign Exchange Rate Difference/Freight on exp/other exp  
Export Sales

**D. Trading Sales**

PP Granules
PP Granules (High Seas)
LD Granules
Master Batch
Export License

157149	474821
3984000	0
215499	311644
761250	1736823
1912580	2446568
7030478	4969856

Trading Sales

**E. Sales Return Manufacturing (D-3)**

Laminated Fabric
Bags
Tarpauline
FIBC

0	2574466
440753	0
211579	0
0	5439899
652332	8014365
678616708	549361786

Total Sales

Excise duty on sales has been reduced from sales and excise duty on increase/decrease in stock has been considered as income/expense in financial statement.

**21 Other Income**

Profit on sale of Plant & Machinery
Conversion Charges
Export Benefit Received

31.03.2013	31.03.2012
₹	₹
186214	0
886766	3625712
1735627	225755
2808607	3851467

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## 22 Cost of materials consumed

### Raw Materials and components Consumed

Opening Stock

Add : Purchases

Less : Closing Stock

Consumption during the year

21356813	25689908
458404087	361487538
479760900	387177446
26956475	21356813
452804425	365820633

### A. Purchases Of Raw Material

PP Granules (All)

HDPE Granules (All)

LD Granules (All)

Master Batch (All)

HDPE Bags

RP Granules

Fabric (All)

HDPE/PP Belt

**Total Purchase ( MFG.)**

Add : CST/Custom Duty/Entry Tax/Freight on purchase

Add : Foreign Exchange Rate Difference

305010016	229324894
13506954	10297016
35493795	23617825
33058672	25291859
23151	0
13200	0
62635353	66883899
0	3842
449741141	355419335
5646605	3797833
3016341	2270370
458404087	361487538

## 23 Purchases of traded goods

PP Granules (High Seas)

Master Batch

PP Granules

LD Granules

3807418	0
743809	1745262
156984	436736
204892	278901
4913103	2460899

## 24 Changes in inventories of finished goods, work in progress and traded goods

Inventories at the end of the year

Work in Process

Finished Goods

Goods in Trade

Wastage

Total (A)

31.03.2013	31.03.2012
₹	₹
42003174	10295932
8882713	10001369
23211	23211
297445	198440
51206543	20518952

Inventories at the beginning of the year

Work in Process

Finished Goods

Goods in Trade

Wastage

Total (B)

Net increase/decrease

Total (A-B)

10295932	6050484
10001369	9758555
23211	23211
198440	173893
20518952	16006143
30687591	4512809

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**25 Employees benefit expenses**

	31.03.2013	31.03.2012
	₹	₹
Salaries And Wages	19369541	12725739
Salaries And Wages (Office)	4163638	2294329
Bonus	916986	676859
House Rent Allowance	6122303	4505786
Education Allowance	1515292	1197228
Medical Allowance	2026569	1601050
Contribution to Gratuity Fund	791039	488085
E.S.I.C.	771202	558635
Staff Welfare	319523	352620
Leave Encashment	161922	68174
Provident Fund	1210311	879208
Conveyance Allowance	5985930	4598365
Recruitment Expenses	38500	45458
House Rent (Rent of employees quarter)	192861	212964
	43585617	30204500

	31.03.2013	31.03.2012
	₹	₹
Salaries And Wages	19369541	12725739
Salaries And Wages (Office)	4163638	2294329
Bonus	916986	676859
House Rent Allowance	6122303	4505786
Education Allowance	1515292	1197228
Medical Allowance	2026569	1601050
Contribution to Gratuity Fund	791039	488085
E.S.I.C.	771202	558635
Staff Welfare	319523	352620
Leave Encashment	161922	68174
Provident Fund	1210311	879208
Conveyance Allowance	5985930	4598365
Recruitment Expenses	38500	45458
House Rent (Rent of employees quarter)	192861	212964
	43585617	30204500

The company makes provident fund Contributions, a defined contribution plan, for qualifying employees. It also contributes to Employees State Insurance Corporation, which is also defined contribution plan. The company recognised ₹ 1210311/- and ₹ 771202/- respectively for PF and ESI contributions in Statement of Profit and Loss.

The company makes annual contribution to the Employee's Group Gratuity Cum Life Assurance Scheme of the Life Insurance Corporation of India, a funded benefit plan for qualifying employees. The Scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of six months. Vesting occurs upon completion of five years of service.

The present value of the defined benefit obligation and the related current service cost were measured and provided by Life Insurance Corporation Of India.

The following table sets out the funded status of the gratuity plan and the amounts recognised in the Company's financial statements as at March 31, 2013.

**I. Change in benefits obligations:**

	31.03.2013	31.03.2012
	₹	₹
Project benefit obligation at the beginning of the year	962240	572191
Service cost	289870	154493
Interest cost	76979	45775
Actuarial (Gain) Loss	416753	310010
Benefits paid	(543494)	(120229)
Project benefit obligation at the end of the year	1202348	962240

**II. Change in plan assets:**

	31.03.2013	31.03.2012
	₹	₹
Fair value of plan assets at the beginning of the year	445545	183581
Expected returns on the plan assets	29285	23377
Employer's contributions	360000	358816
Benefits paid	(543494)	(120229)
Actuarial gain(loss)	0	0
Fair value of the plan assets at the end of the year	291336	445545

**III. Net gratuity and other cost:**

	31.03.2013	31.03.2012
	₹	₹
Service cost	289870	154493
Interest on defined benefit obligation	76979	45775
Expected return on plan assets	29285	23377
Net Actuarial losses recognised in the year	416753	310010
Net gratuity and other cost	754317	486901
Actual return on plan assets	29285	23377

**IV. Category of assets:**  
Insurer managed funds

**V. Assumptions used in accounting for gratuity plan:**

Discount rate	
Salary Escalation Rate	
Expected rate of return on plan assets	

Not disclosed by the insurer	
8.00%	8.00%
5.00%	5.00%
Not disclosed by the insurer	

**26 Finance cost**

Interest to Bank (Net of interest received)
Others
Bank Charges
Interest on Term Loan
Interest on Buyer's Credit
Interest on unsecured loan

31.03.2013	31.03.2012
₹	₹
3444695	893236
494033	172436
6227541	5210912
9414146	3907011
1124997	662628
660000	660000
21365412	11506253

**27 Depreciation and amortisation**

On tangible assets

31.03.2013	31.03.2012
₹	₹
14585909	10820226
14585909	10820226

**28 Other expenses**

Advertisement & Publicity
Conveyance Expenses
Directors' Remuneration
Advance License Fees
State Taxes
Factory Licence Expenses
Freight Expenses
Weaving Charges
Insurance Expenses
Legal & Professional Charges
Lamination Charges
Loss on sale of vehicle
Membership Fees & Subscription
Miscellaneous Expenses
Newspaper & Periodicals
Postage & Courier
Power & Fuel
Bags Sticking Charges
Tarpaulin Making Charges
Repairs & Maintainance
Plant & Machinery
Computer
Others
Rebate, Shortage & Rate Diff.
Rent, Rates & Taxes
Sundry Balances Written Off
Cash Discount
Packing & Forwarding Expenses
Sales Promotion & Entertainment
Commission on sales
Stationary & Printing
Telephone & Communication Expenses
Travelling to Directors
Travelling to Others
Vehicle Running & Maintainance
Foreign Exchange Hedging Loss/(Gain)
Water & Light Charges
Preliminary expenses
Payment to auditors:
As auditors
Audit fee

31.03.2013	31.03.2012
₹	₹
34980	69440
386153	411848
1500000	1050000
256470	419775
1566301	955170
19250	10986
46274649	33092712
7656834	2602396
2338237	1692021
1294874	1940670
150000	0
93156	0
30700	74600
1802319	828982
13420	17175
1133140	623690
28609875	22528277
29923093	18834622
1157755	341434
10553476	13300503
161412	159948
14950	15866
(678385)	1038586
194648	560928
(221760)	(1025)
(3098)	(1597)
2667479	1643858
557044	159547
125541	175000
549565	427727
666861	537915
495445	587942
786514	878740
1148697	375684
85962	2335102
1169345	523180
178699	0
35000	28090
142728601	108236440

*AR*

**29 Earning per share****Calculation of Basic and Diluted EPS:**

Profit(loss) after tax  
 Less: Dividend on preference shares and tax thereon  
 Net Profit (loss) for calculation of basic EPS

Weighted average number of equity shares

Basic EPS

**Calculation of Diluted EPS:**

Profit(loss) after tax  
 Less: Dividend on non convertible preference shares  
 Add: Interest on convertible bonds (net of tax)

Weighted average number of equity shares

Diluted EPS

31.03.2013	31.03.2012
₹	₹
21659020	20851661
21659020	20851661
1874000	1622000
11.56	12.86
21659020	20851661
21659020	20851661
1874000	1622000
11.56	12.86

30 Previous year figures have been regrouped or rearranged wherever necessary to confirm to current year's classification and make them comparable.

**31 Contingent Liabilities**

Claim against Company not acknowledged as debts.  
 Guarantees  
 other money for which the company is contingently liable  
 (I) In respect of Income Tax  
 (II) In respect of Excise Matters

31.03.2013	31.03.2012
₹	₹
0	0
0	0
0	0
0	0
0	0

**32 Commitments**

(a) Estimated amount of contracts remaining to be executed on capital account and not provided for  
 (b) Uncalled liability on shares and other investments partly paid  
 (c) Others (specify nature)

31.03.2013	31.03.2012
₹	₹
0	0
0	0
0	0

**33 CIF Value of Import**

Raw Materials  
 Components and spare parts  
 Capital Goods

31.03.2013	31.03.2012
₹	₹
122995486	109840434
0	0
57845	525614
123053331	110366048

**34 Expenditure in foreign currency**

Royalty  
 Know-How  
 Professional and consultation fees  
 Interest  
 Commission  
 Others (indicate nature)

31.03.2013	31.03.2012
₹	₹
0	0
0	0
0	0
0	0
0	0
0	0
0	0

35 The value of consumption of directly imported & indigenously obtained Raw Materials, Spare parts and components and the percentage of each to the total consumption :-

Raw Materials

A. Directly imported

B. Indigenously obtained

Spare parts and components

A. Directly imported

B. Indigenously obtained

31.03.2013		31.03.2012	
₹	%	₹	%
122995486	27.16%	109840434	30.03%
329808939	72.84%	255980199	69.97%
0	0.00%	0	0%
10553476	100.00%	12949162.2	100%

36 Remittance in Foreign currencies for dividends

No. of non resident shareholders  
 No. of shares held by them  
 Gross amount of Dividend  
 Year to which dividend is related  
 Other income

31.03.2013	31.03.2012
₹	₹
0	0
0	0
0	0
0	0
0	0
0	0

37 Earning in foreign exchange

(a) Export of goods calculated on FOB basis  
 (b) Royalty, know how, professional and consultation fee  
 (c) Interest and dividend  
 (d) other income

31.03.2013	31.03.2012
₹	₹
546004126	458481073
0	0
0	0
0	0
546004126	458481073

38 In the opinion of the board, all Current Assets, Loans & Advances have a value on realisation in the ordinary course of business at least equal to the amount at which these

39 Previous year figures have been regrouped or rearranged wherever necessary to confirm to current year's classification and make them comparable.

40 The balances of Debtors, Creditors, Advances and Liabilities are subject to confirmation and consequential adjustment, if any.

41 Intimation have not been received form any "Supplier" regarding their status under the Micro, Small and Medium Enterprises Act 2006 and hence followign information is treated as NIL

(a) the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year.

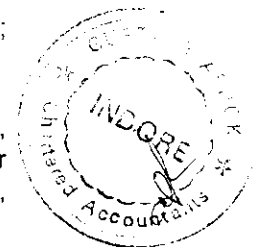
(b) the amount of interest paid by the buyer in terms of section 16 of The Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.

(c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act 2006

(d) the amount of interest accrued and remaining unpaid at the end of each accounting year; and

(e) the amount of further interest, remaining due and payable even in the succeeding years, untill such date when the interest dues as above are actually paid to, the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.

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#### 42 Segment Reporting

a) Primary segment (by Business Segment):

Based on the guiding principles given in Accounting Standards on Segment Reporting (AS - 17) the company is primarily in the business of manufacture and sale of FIBC, Bulk Bags, Poly Tarpaulin, Woven Sacks/Bags, Box Bags, PP/HDPE Fabric and Liner which mainly have similar risk and returns. The company's business activity falls within a single geographical and business segment (Woven sack, Fabric, Tarpaulin & Liner), hence it has no other primary reportable segments.

b) Secondary Segment (by Geographical demarcation)

i) The secondary segment is based on geographical demarcation i.e. in India and outside India.

ii) Information about secondary segment are as follows:

Particulars	(Rs. in lacs)			
	2012-2013		2011-2012	
	In India	Outside India	In India	Outside
Segment Revenue (Gross)	1560.29	5460.04	1095.75	4584.81
Total Revenue		7020.33		5680.56

iii) All segment assets of the Company are predominantly located in India.

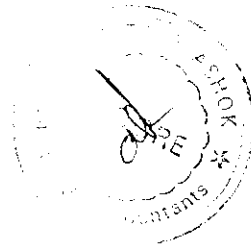
#### 43 As per Accounting standard 18, the disclosures of transactions with the related parties as defined in the Accounting standard are given below:-

(i) List of related parties where control exists and related parties with whom transaction have taken place and relationship:-

Name of the Related Parties

Relation	Group	Name
Key Management Personnel	A	Mr. Anil Choudhary Mr. Sameer Pathak Mrs. Ranjana Choudhary
Relatives of Key Management Personnel with whom there was transaction during the year	B	Mr. Pramal Choudhary
Enterprises over which Key Management personnel or their relatives are able to exercise significant influence	C	M/s Choudhary Highway Services M/s Bhaskar Resins Pvt. Ltd.

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**Disclosures of transactions between the company and related parties and status of outstanding balances as on 31st March 2013**

<b>Nature of Transactions</b>	<b>Group A</b>	<b>Group B</b>	<b>Group C</b>	<b>Total</b>
Sundry debtors	0	0	0	0
[Previous Year]	0	0	(137780)	(137780)
<u>Un secured Loans and deposits</u>				
Opening Balance	7169095	0	0	7169095
[Previous Year]	(8367016)	(72569)		(8439585)
received during the year	8145799	1606516	0	9752315
[Previous Year]	(6929579)	(566852)		(7496431)
return/paid during the year	7899284	1383096	0	9282380
[Previous Year]	(8127500)	(639421)		(8766921)
Closing balances	7415610	223420	0	7639030
[Previous Year]	(7169095)	0		(7169095)
Sundry creditors	0	0	571970	571970
[Previous Year]	0	0	(154490)	(154490)
Turnover (incl jobwork if any)	0	0	585095	585095
[Previous Year]	0	0	(65222)	(65222)
Purchases	0	0	3247249	3247249
[Previous Year]			(432370)	(432370)
Directors Remuneration	1785191	1200000	0	2985191
[Previous Year]	(1314000)	(600000)		(1914000)

44 As regards gratuity, the Company is under the Employee Group Gratuity Scheme of the Life Insurance Corporation of India ("LIC"). However, since the Company does not have a certificate either from "LIC" or any other source to the effect that the contribution so made has been worked out by a qualified actuary in accordance with under AS-15 (Revised 2005) on the basis of Gratuity Report of LIC. The contribution so made is charged to the profit and loss account. Accordingly, in respect of the liability for gratuity, company has provided for ₹ 394317/- by a charge to profit and loss account for the year. The actuarial assumption in respect of discount rate for above working used at the balance sheet date is 8%. As regards compensated absences, the Company has policy for encashment of leaves (which is compulsorily paid within one year from the end of the financial year) standing to the credit of the employees on cash basis.

45 The Company has entered into Forward Exchange Contracts, being derivatives instruments for hedge purpose and not intended for trading or speculation purpose, to establish the amount of currency in Indian Rupees required or available at the settlement date of certain payables and receivables. The following are the outstanding Forward Exchange Contracts entered into by the Company:

Currency	Buy or Sell	Cross Currency	As on 31 March 2013		As on 31 March 2012	
			Expiry Date	Amt USD/EURO/GBP	Expiry Date	Amt USD/EURO/GBP
US \$	Sell	Indian Rupees	Apr-13	25000	Apr-12	22500
US \$	Sell	Indian Rupees	Apr-13	50000	Apr-12	7900
US \$	Sell	Indian Rupees	Apr-13	35000	Apr-12	45000
US \$	Sell	Indian Rupees	May-13	50000	Apr-12	49000
US \$	Sell	Indian Rupees			Apr-12	30000
US \$	Sell	Indian Rupees			Apr-12	50000
US \$	Sell	Indian Rupees			May-12	50000
US \$	Sell	Indian Rupees			May-12	49000
US \$	Sell	Indian Rupees			May-12	27000
US \$	Sell	Indian Rupees			Jun-12	54000
US \$	Sell	Indian Rupees			Jun-12	44000
EURO	Sell	Indian Rupees	Apr-13	12500	Apr-12	24000
EURO	Sell	Indian Rupees	Apr-13	12500	Apr-12	38000
EURO	Sell	Indian Rupees	Apr-13	30000	May-12	23000
EURO	Sell	Indian Rupees	Apr-13	30000	-	-
GBP	Sell	Indian Rupees			Apr-12	4000
GBP	Sell	Indian Rupees			Apr-12	20000
GBP	Sell	Indian Rupees			Apr-12	25000
GBP	Sell	Indian Rupees			May-12	32500
GBP	Sell	Indian Rupees			May-12	12800
GBP	Sell	Indian Rupees			May-12	35000
GBP	Sell	Indian Rupees			May-12	30000
GBP	Sell	Indian Rupees			May-12	26800
USD	Buy	Indian Rupees		0		0.00

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**46 Research & Development**

The company conducts its R&D initiatives within the broad framework of innovation initiatives. The company purchased auto-matic woven bag cutting and sewing machine, Rotogravure printing machine, Blown Flim plant, Tarpauline sealing machine and Light fastner Tester during the current year for the purpose of its Research & Development.

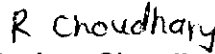
47 Remuneration and other Benefits to Employees includes the following benefits paid to the employees/ funds

	31.03.2013	31.03.2012
	₹	₹
Contribution to Gratuity Fund	396722	360000
Leave Encashment	161922	68174
Defined Contribution Plan		
Contribution to E.S.I.C.	771202	529552
Contribution to Provident Fund	1210311	850410
Total	2540157	1808136

As per our report of even date attached  
For Gupta & Ashok  
Chartered Accountants  
Firm Reg. No. 002254C

  
CA Ashok Agrawal  
Partner  
Place: Indore  
20/08/2013

  
Anil Choudhary  
Managing Director

  
R Choudhary  
Ranjana Choudhary  
Director