
ADVANCE PETROCHEMICALS LTD.

ADVANCE PETROCHEMICALS LIMITED 28th ANNUAL REPORT

BOARD OF DIRECTORS

Ashok Goenka	Chairman & Managing Director
Arvind Goenka	Director
J.K. Trivedi	Executive Director
Shailesh Singh Rajput	Director
Omprakash Jalan	Director
Nirish J. Parikh	Director

ANNUAL GENERAL MEETING

On Monday, 30th September, 2013
Plot No. 167
Pirana Approach,
Village : Piplej,
Ahmedabad.
At 11.00 A.M.

AUDITORS

Pipara & Co.
Chartered Accountants,
"Pipara Corporate House"
Netaji Marg,
Law Garden,
Ahmedabad - 380 006.

BANKERS

Oriental Bank of Commerce
C.G. Road Branch,
Ahmedabad-380 009.

Shareholders are requested to bring their copy of the Annual Report alongwith them at the Meeting, as the copies of the Report will not be distributed at the meeting.

REGISTRAR & TRANSFER AGENT

Bigshare Services Pvt. Ltd.
E-2/3, Ansa Industrial Estate,
Sakinaka, Andheri (E), Mumbai: 400072
Phone: 022-40430200
Email id: info@bigshareonline.com

REGISTERED OFFICE

36, Kothari Market,
Ahmedabad - 380 022.

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NOTICE

NOTICE is hereby given that 28th Annual General Meeting of the Members of Advance Petrochemicals Limited will be held on Monday, the 30th day of September, 2013 at Plot No.167,Pirana Approach,Village Piplej, Ahmedabad at 11.00 A.M. to transact the following business

ORDINARY BUSINESS :

1. To receive, consider, approve and adopt the Audited Balance Sheet as at 31st March,2013 and Profit & Loss Statement for the year ended on that date and the Report of the Director's and Auditor's thereon & Compliance Certificate.
2. To appoint a Director in place of Mr. Omprakash Jalan, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Nirish Parikh, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditor's and fix their remuneration and in this connection to pass with or without modification, the following resolution as an ORDINARY RESOLUTION :

“RESOLVED THAT M/s.Pipara & Co., Chartered Accountant, Ahmedabad be and are hereby appointed as Statutory Auditor of the company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting on a remuneration as may be decided by the Board of Directors of the Company in conclusion with the aforesaid firm of Auditors.”

**By order of the Board
For Advance Petrochemicals Ltd.**

Registered Office :
36, Kothari Market,
Ahmedabad - 380 022
Date : 02/09/2013

(Ashok Goenka)
Managing Director

ADVANCE PETROCHEMICALS LTD.

NOTES:

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF. A PROXY IN ORDER TO BE VALID NEED NOT BE A MEMBER OF THE COMPANY. A PROXY FORM DULY FILLED IN AND SIGNED SHOULD BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE START OF THE MEETING.

1. Register of Member and Share Transfer Book of the company will remain closed from Wednesday, the 25th day of September, 2013 to Monday, the 30th day of September, 2013.
2. Members/proxies should bring their attendance slips duly filled in for attending the meeting.
3. Shareholders seeking any information on account or operations are requested to write to the company at an early date so as to enable the management to keep the information ready.
4. Members are requested to intimate the change in their address, if any, to the Registered office of the company writing their folio no.
5. Members holding shares in more than one folio in identical order of names are requested to write to the registered office of the company enclosing their share certificates to enable us to consolidate their holdings in one folio, to facilitate better service.
6. Members who have not forwarded earlier the details of their bank account number and the name and address of the bank are requested again to sent the same.

Statement Regarding the Directors seeking appointment/ re appointment in ensuing annual general meeting.

Name of Director	Mr. Omprakash Jalan	Mr. Nirish J. Parikh
Date of Birth	14/04/1950	02/07/1955
Date of appointment	30/07/2002	12/05/2011
Expertise in specific functional area	35 years exp.	35 years exp. In petrol, oil & gas sector
Qualification	B.com	B.com

ADVANCE PETROCHEMICALS LTD.

No. of Equity Shares held	Nil	NIL
List of Outside Company Directorship held	Advance Multitech Ltd	Advance Multitech Limited
Chairman/ Member of Committees of Board Of Directors of the Company.	Chairman- Audit Committee Member- Remuneration Committee	Member- Audit Committee Member- Remuneration Committee
Chairman/ Member of Committees of Board of Directors of the Companies in which he/she is director Audit Committee Shareholders Grievance Commitee	Chairman- Audit Committee Member- Shareholders Grievance Committee Member- Remuneration Committee	Member- Audit Committee Member- Remuneration Committee

By order of the Board
For Advance Petrochemicals Ltd.

Registered Office :
36, Kothari Market,
Ahmedabad - 380 022
Date :02/09/2013

(Ashok Goenka)
Managing Director

DIRECTOR'S REPORT

To,

The Members,

Your Directors have pleasure in presenting the 28th Annual Report along with the Audited Account of the company for the period ended 31st March, 2013.

FINANCIAL RESULTS :

	2012-2013	(Rs.in Lacs) 2011-2012
Sales Turnover	843.76	794.67
Gross Income	857.75	807.11
Profit before finance cost, depreciation and tax	57.40	53.58
Profit before depreciation and tax	24.00	25.59
Depreciation	13.03	12.70
Profit before Tax	10.96	12.89
Profit after Tax	11.58	9.56
Add: Surplus as per last account	2.56	(7.00)
Surplus available for appropriation	10.56	2.56
Appropriations :		
Proposed Dividend	Nil	Nil
Transferred to General Reserve	Nil	Nil
Surplus Carried to next year	10.56	2.56

DIVIDEND

Due to inadequacy of profit available for appropriation during the year under review, your Directors express their inability to recommend any dividend for the year ended 31st March, 2013.

OPERATION

During the year under review your company have registered a sales turn over of Rs.843.76 lacks in comparison to the figure of Rs.794.67 Lacs of the previous year. Despite slow down of economy and increasing competition, your company has registered increase in sales turnover of the Company. As a result of increase in sale turn over on one hand and at the same curbing expenses on the other hand, net profit after tax has increased to Rs.11.58 Lacs as compared to Rs.9.56 Lacs of the previous year. The Management is hopeful of achieving better results in years to come.

PUBLIC DEPOSITS

The company has not accepted any deposits from the public during the year review and therefore the provisions of the companies Act, 1956 read with companies (acceptance of deposit) rules, 1975 are applicable to the company.

INSURANCE

All the properties of your company have been adequately insured against fire, floods, riots, earthquake, malicious damage and explosion risks.

AUDITOR'S REPORT

All the items on which comments have been made by the auditors in their report to the shareholders are self explanatory as explained by way of notes to the accounts under schedule 12 to the Balance Sheet and Profit & Loss Accounts.

AUDITORS

M/s.Pipara & Company, Chartered Accountants, Ahmedabad retire at the forthcoming Annual General Meeting and have confirmed their eligibility and willingness to accept the office, if re-appointed. Company under the Section 224(1B) of the Companies Act, 1956 certify their eligibility.

DIRECTOR'S RESPONSIBILITY STATEMENT AS PER SECTION 217 (2AA) OF THE COMPANIES ACT,1956

Pursuant to section 217 (2AA) of the companies Act,1956, the preparation of the Directors confirm that :

- i) In the preparation of the annual account, the applicable accounting standards had been followed ;
- ii) Appropriate accounting policies have been selected and applied consistently and judgments and estimates made 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 the profit and loss account for the current financial year.
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in and for preventing and detecting fraud and other irregularities;
- iv) The Annual Account have been prepared on a going concern basis.

REPORT ON CORPORATE GOVERNANCE:

Clause 49 of Listing Agreement on Corporate Governance, is not applicable to the Company.

ISO 9001

Your Directors have pleasure informing you that the company has ISO-9001 certification from the world renowned institution for its Chemical Division. Now your company enjoy coveted and prestigious ISO 9001 Status.

Company has successfully met all the stringent and rigorous revaluation and surveillance measures of UKAS Quality Management.

EMPLOYEES

There are no employees drawing salary of Rs.5,00,000/-p.m. and/or Rs.60,00,000/-p.a. and therefore particulars u/s.217 (2A) of the companies Act,1956 read

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with companies (particulars of employees) rules, are not required to be given.

DIRECTORS

As per the provisions of Section 256 of the companies Act,1956 read with Article 144 of the Articles of Association of the Company, Mr. Omprakash Jalan and Mr. Nirish Parikh, retire by rotation at the forth coming Annual General Meeting, being eligible offers themselves for re-appointment..

Audit Committee :

The company had constituted an Audit Committee. The scope of the activities of the Audit Committee is asset out clause 49 of the listing agreements with the Stock Exchanges read with section 292A of the companies act,1956. The terms of reference of the audit committee broadly are as under :

- a) To hold periodic discussions with the Statutory Auditors and internal auditors of the company concerning the accounts of the company, internal control systems scopes of audit and observation of the Auditors/Internal Auditors;
- b) To review compliance with internal control systems.
- c) To review the quarterly, half-yearly and annual financial results of the company before submission of the Board;
- d) To make recommendations to the Board on any matter relating to the financial management of the company including the Audit Report;
- e) Recommending the appointment of statutory auditors and fixation of their remuneration.

The Chairman of the Audit Committee, Mr.Omprakash Jalan was present at the Annual General Meeting held on 29th September,2012.

The composition of the Audit Committee and the details of meetings attended by the Directors are given below:

Names of Members	Category	No.of Meetings attended during the year 2012-2013
Mr. Omprakash Jalan	Independent Non-Executive	5
Mr. Shaileshsingh Rajput	Independent Non-Executive	5
Mr. Jitendra Trivedi	Independent Non-Executive	5
Mr. Nirish Parikh	Independent Non-Executive	3
Mr. Ashok Goenka	Non-Independent Non-Executive	1

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Five audit committee meetings were held during 2012-13.

REMUNERATION COMMITTEE

The company has set up remuneration committee. This committee comprises of three non executive independent Directors. The name of members as follows.

1. Shri Shailesh Singh Rajput : Chairman
2. Shri Omprakash Jalan : Member
3. Shri Nirish J. Parikh : Member

This committee reviews and makes recommendations on annual salaries , performance commission, perquisites and other employment conditions of Executive Director(s)

LISTING OF SHARES

The Equity shares of the company are listed on the following Stock Exchange :

Name	Address
Bombay Stock Exchange Limited	Phirozee JeeJee Bhoy Towers Dalal Street, Mumbai - 400 001.

Company has paid annual listing fees for the year 2013-2014. Stock Exchange Code 506947 and ISIN of the Company is INE334N01018.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGOINGS

Our industry is not a heavy consumer of energy, further during the year under review, the company made efforts to conserve energy through reduction consumption, the company will continue to endeavor of conserve energy and use it more efficiently.

	2012-2013	2011-2012
Electricity Purchase Unit	318384	273208
Total Amount (Rupees)	2338587	1972943
Rate Unit (Rs.)	7.35	7.22

The Company is having research & development facilities. The process of development is a continuous process resulting in development of new & import substitute products.

Company is taking all appropriate measures to observe the Technology in its area of operation.

There has been no foreign exchange outgo in the current year. Company has earned Rs.7,062,992/- In foreign currency during the year.

PERSONAL

Your company has been maintaining a very cordial and satisfactory relationship with its employees and your Directors wish to place on record their deep sense

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of appreciation for the devoted service of the executives, staff and workers of the company.

COMPLIANCE CERTIFICATE

Compliance Certificate pursuant to Section 383A (1) of the Companies Act,1956, received from a Practising Company Secretary is attached herewith and forms the part of this report.

APPRECIATION

The Board wishes to express its sincere appreciation to all the staff member for the contribution to the performance of the company and to our valued clients, bankers, financial institutions and shareholders for the continued support and the same is expected in years to come.

For and on behalf of the Board
For ADVANCE PETROCHEMICALS LTD.

Place : Ahmedabad
Date : 02/09/2013

(Ashok Goenka)
Chairman & Managing Director

ADVANCE PETROCHEMICALS LTD.

COMPLIANCE CERTIFICATE

Company No.:04:8013

Nominal Capital :Rs.200 Lacs.

To,

The Members

Advance Petrochemicals Limited

I have examined the registers, records, books and papers of M/s Advance Petrochemicals Limited as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Associations of the Company for the financial year ended on 31st March, 2013. In My opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year :

1. the company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. the company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. the Company is a Public limited company and having the paid up capital exceeding minimum capital under the Act. The other comments are not required.
4. the Board of Directors duly met 08 times on 30/04/2012, 12/06/2012, 31/07/2012, 31/08/2012, 03/09/2012, 30/10/2012, 31/01/2013 and 29/03/2013 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. the Company has closed its Register of Members from 25th September, 2012 to 29th September, 2012 in accordance with the provisions of Section 154 of the Act.
6. the annual general meeting for the financial year ended on 31/03/2012 was held on 29/09/2012 and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No EGM was held during the year.

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8. the company has not advanced loan to the parties as referred in Section 295 of the Companies Act, 1956.
9. The company has not entered into Contract falling within the purview of Section 297 of the Act during the year under review.
10. the company has made entries in the register maintained under Section 301 (3) of the Act.
11. The Company has duly complied with the provisions of Section 314 of the Act.
12. the Board of Directors or committee of Directors has not approved the issue of duplicate share certificates.
13. the Company has
 - (i) not made allotment of securities during the year. The Company has delivered all the certificates on lodgment thereof for transfer/ transmission within the time prescribed under the provisions of the Act barring few exception of delayed transfer.
 - (ii) not deposited the amount of dividend since it has not declared the dividend during the year
 - (iii) not paid/posted warrants for dividends to all the members and deposited unpaid dividend as required under the Act as it has not declared any dividend during the year
 - (iv) no transfer of the amounts on account of application money due for refund, matured deposits, matured debenture and the interest accrued thereon which have remained unclaimed or unpaid for a period of 7 years to Investor Education and Protection Fund was involved.
 - (v) duly complied with the requirement of Section 217 of the Act to the extent applicable to it.
14. the Board of Directors of the company is duly constituted and appointment of directors has been duly made.
15. During the year, the company has not appointed Managerial personnel during the year under review.
16. the Company has not appointed sole selling agent.

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17. there were no other transactions requiring the company to obtain approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act.
18. the directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under
19. the company has not issued any Shares/ debentures or other securities during the financial year.
20. the company has not bought back any shares during the year under scrutiny.
21. the company has not redeemed any preference shares/debentures during the year.
22. there were no instances requiring the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. the company has not invited or accepted any deposits from public but it has taken unsecured loans from companies, firms or other parties covered under Section 301 of the Companies Act, 1956.
24. the company has borrowed moneys in accordance with the provisions of Section 293 (1) (d) of the Act.
25. during the year the company has not advanced loans. The company has not made investment, and has not given any guarantees or provided any security to other bodies corporate.
26. the company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. the company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
28. the company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. the company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.

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30. the company has not altered its articles of association during the year under review.
31. as informed to me by the Management that no prosecution has been initiated against or show cause notices received by the company for alleged offences under the Act and also the fines and penalties or any other punishment imposed on the company.
32. the company has not received any sum as security as referred to in Section 417 (1) of the Act, from its employees during the year under certification.
33. the company has not created any fund referred to Section 418 of the Companies Act, 1956 and hence said Section is not applicable to the company.

Signature :

Name of Company Secy.: Bipin L. Makwana

C.P. No.: 5265

Place: Ahmedabad

Date : 02/09/2013

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Annexure 'A'

Registers as maintained by the Company

1. Register of Members u/s 150
2. Register of Directors u/s 303
3. Register of Directors' Shareholdings u/s 307.
4. Register of Contracts u/s 301
5. Register of Share Transfers.
6. Register of Charges.

Annexure 'B'

Forms and returns as filed by the company with the Registrar of Companies during the financial year.

Sl. No.	Nature of Document.	Date of Filing	Filed within prescribed time.	Not filed within prescribed time but filed with additional fees.
01	Form No.8 filed u/s 125 (1) of the Act.	09/07/2012	Yes	—
02	Form No.17 filed u/s 138 of the Act.	16/08/2012	No	Yes
03	Form No.66 (Compliance Certificate for the year 31/3/2012 U/s 383A (1))	28/10/2012	Yes	—
04	Form No.20B (Annual Return made upto 29.09.2012 filed u/s 159 of the Act)	28/11/2012	Yes	—
05	Form No.23AC and Form No.23ACA XBRL (Balance Sheet, P& L A/c as at 31/3/2012 filed u/s 220 of the Act)	28/01/2013	Yes	—
06	Form No.A -XBRL for the year 2011-2012	27/02/2013	No	Yes

The Company has not filed any document with Company Low Board, Regional Director, Central Government during the year under review.

AUDITORS' REPORT

To,
The Members
ADVANCE PETROCHEMICALS LIMITED

Report on the Financial Statements

- 1 We have audited the accompanying financial statements of **ADVANCE PETROCHEMICALS LIMITED**, which comprise the Balance Sheet as at **March 31, 2013**, the Statement of Profit and Loss & Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Responsibility :

- 2 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. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility :

- 3 Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
- 4 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. 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.
- 5 We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion :

- 6 In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013; and
 - ii) In the case of statement of profit & loss, of the profit for the year ended on that date.
 - iii) In the case of Cash Flow Statement , of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

- 7 As required by the Companies (Auditor's Report) Order, 2003, 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.
- 8 As required by section 227(3) of the Act, 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 purpose of our audit;
 - ii) 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
 - iii) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - iv) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards **referred to in subsection (3C) of section 211 of the Companies Act, 1956;**
 - v) 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.

For, PIPARA & COMPANY
Chartered Accountants
(F.R.N. 107929W)

PLACE: AHMEDABAD
DATE : 31/05/2013

(GYAN PIPARA)
PARTNER
Membership No. 034289

ADVANCE PETROCHEMICALS LTD.

Annexure referred to in paragraph 7 of our report of even date to the members of Advance Petrochemicals Limited on the accounts for the year ended on 31st March 2013.

- (i) (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification;
- (c) There is no disposal of substantial part of fixed assets have been disposed off during the year, which could affect the going concern.
- (ii) (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable having regards the size of the company and the nature of its business.
- (b) In our opinion, the procedure 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 book records were not material.
- (iii) (a) According to information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act. Hence, Clause (iii)(b), (c) & (d) are not applicable.
- (e) According to the information and explanations given to us, the Company has taken unsecured loans from the companies, firms or other parties covered under section 301 of the Companies Act, 1956 details of which are as under:

<u>Particulars</u>	<u>Loans Accepted</u>
No. of Parties Involved	3
Maximum Amount Involved During the Year	Rs. 930,000/-
Amount Outstanding as on 31.03.2013	Rs. 8,399,413/-

- (f) In our opinion, the rate of interest and other terms and conditions of inter corporate deposits and loans given/taken by the company, secured or unsecured, are prima facie not prejudicial to the interest of the company.

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- (g) As explained to us, no stipulation have been fixed for the repayment of principal amount and interest, therefore, we are unable to give any comment on the regularity of payment of the principal amount and interest thereon.
- (iv) (a) 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 purchases of inventory, fixed assets and with regard to the sales of goods. In our opinion, and as explained to us there is no major weakness in internal control.
- (b) According to the information and explanations given to us, the transaction 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 the prevailing market prices at the relevant time. However, the said register was not made available for our perusal.
- (vi) In our opinion and according to the information and explanations given to us the Company has not accepted any deposits from the public. Hence, the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Act and the rules framed there under are not applicable.
- (vii) The company does not have an Internal audit system commensurate with its size and nature of its business; or as required by Companies Auditors (Report) Order, 2003.
- (viii) According to the information and explanations given to us maintenance of cost records in respect of manufacturing activities of the Company are prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.
- (ix) (a) According to the information and explanations given to us, and on the basis of our examination of the books of accounts, the Company has generally been regular in depositing the undisputed statutory dues including Income-Tax, Sales Tax, Wealth Tax, Custom Duty, Cess and other statutory dues during the period with the appropriate authorities. Hence, at the end of the year, there are no undisputed dues payable for a period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us, there are no amounts in respect of Sales Tax, Income tax, Wealth tax, Custom Duty,

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- Cess and any other material statutory dues were in arrears with the appropriate authorities on account of any dispute.
- (x) The company does not have any accumulated losses at the end of financial year and has not incurred cash losses during the financial year and in the financial year immediately preceding such financial year.
 - (xi) In our opinion and according to the information & explanations given to us, the company has not defaulted in repayment of dues to a financial institution or banks.
 - (xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loan or advance on the basis of security by way of pledge of shares, debentures and other securities and hence maintenance of such documents and records does not arise.
 - (xiii) According to the information and explanations given to us, the provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund and Societies are not applicable to the Company, as no such activity has been undertaken by the Company.
 - (xiv) In our opinion and according to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures or other investments.
 - (xv) In our opinion and based on certificate given by the management to us and information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
 - (xvi) In our opinion and according to the information & explanations given to us the company has not procured ant fresh term loan during the year,hence this clause is not applicable.
 - (xvii) In our opinion, and according to the information & explanations given to us, funds raised on short-term basis have not been used for long-term investment and vice versa.
 - (xviii) According to the information & explanations given to us, during the year under our audit , the Company has not allotted shares on preferential basis to the parties and companies covered in the register maintained under section 301 of the Act, 1956. However, the said register was not made available for our perusal.
 - (xix) The Company has not issued any debentures during the year and therefore paragraph 4 (XiX) of the said order is not applicable.

ADVANCE PETROCHEMICALS LTD.

- (xx) The Company has not raised any money by public issues during the year.
- (xxi) 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.

For, PIPARA & COMPANY
Chartered Accountants
(F.R.N. 107929W)

PLACE: AHMEDABAD
DATE : 31/05/2013

(GYAN PIPARA)
PARTNER
Membership No. 034289

ADVANCE PETROCHEMICALS LTD.

BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No.	Figures as at the end of current reporting period ended 31.03.2013 Rs.	Figures as at the end of previous reporting period ended 31.03.2012 Rs.
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1.1	9,000,000	9,000,000
(b) Reserves and surplus	1.2	5,150,684	4,440,436
2 Non-current liabilities			
(a) Long-term borrowings	1.3	10,634,989	14,052,048
(b) Deferred tax liabilities (Net)		1,009,943	739,067
3 Current liabilities			
(a) Short-term borrowings	1.4	25,307,138	13,349,628
(b) Trade payables	1.5	2,584,144	2,445,075
(c) Other current liabilities	1.6	11,135,483	7,831,792
(d) Short-term provisions	1.7	208,936	450,000
TOTAL		65,031,317	52,308,047
II. ASSETS			
Non-current assets			
1 (a) Fixed assets	2.1		
(i) Tangible assets		15,363,565	16,293,970
(b) Non-current investments	2.2	3,596,205	3,596,205
(c) Long-term loans and advances	2.3	1,124,064	735,509
2 Current assets			
(a) Inventories	2.4	17,532,892	14,405,608
(b) Trade receivables	2.5	14,954,734	11,683,032
(c) Cash and cash equivalents	2.6	10,714,453	3,445,583
(d) Short-term loans and advances	2.7	208,716	211,195
(e) Other current assets	2.8	1,536,689	1,936,944
TOTAL		65,031,317	52,308,047
Significant Accounting Policies	A		

For, PIPARA & COMPANY,
CHARTERED ACCOUNTANTS.
(F.R.N. 107929W)

For, ADVANCE PETROCHEMICALS LIMITED

ASHOK GOENKA

CHAIRMAN &

MANAGING DIRECTOR

ARVIND GOENKA

DIRECTOR

(GYAN PIPARA)
PARTNER
Memb. No. 034289
PLACE : AHMEDABAD
DATED : 31-05-2013

PLACE : AHMEDABAD
DATED : 31-05-2013

ADVANCE PETROCHEMICALS LTD.

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Refer Note No.	Figures for the current reporting ended 31.03.2013 Rs.	Figures for the previous reporting period ended 31.03.2012 Rs.
I. Revenue from operations	3.1	84,376,150	79,466,811
II. Other income	3.2	1,399,307	1,244,584
III. Total Revenue (I + II)		85,775,457	80,711,395
IV. Expenses:			
Cost of materials consumed	4.1	63,559,433	67,932,417
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	4.2	(337,304)	(6,304,067)
Employee benefits expense	4.3	3,009,078	2,225,047
Finance costs	4.4	3,340,299	2,798,894
Depreciation and amortization expense		1,303,080	1,270,026
Other expenses	4.5	13,804,387	11,499,774
Total expenses		84,678,972	79,422,090
V. Profit before tax (III- IV)		1,096,485	1,289,305
VI Tax expense:			
(1) Current tax		208,936	450,000
(2) Deferred tax		(270,876)	(117,063)
(3) Excess provision of IT written back		180,526	-
VII Profit (Loss) for the period (V - VI)		797,199	956,368
VIII Earnings per equity share:			
(1) Basic		0.89	1.06
(2) Diluted		0.89	1.06
Significant Accounting Policies	A		

For, PIPARA & COMPANY,
CHARTERED ACCOUNTANTS.
(F.R.N. 107929W)

(GYAN PIPARA)
PARTNER
Memb. No. 034289
PLACE : AHMEDABAD
DATED : 31-05-2013

For, ADVANCE PETROCHEMICALS LIMITED
ASHOK GOENKA
CHAIRMAN &
MANAGING DIRECTOR
ARVIND GOENKA
DIRECTOR

PLACE : AHMEDABAD
DATED : 31-05-2013

ADVANCE PETROCHEMICALS LTD.

NOTES TO AND FORMING PART OF BALANCE SHEET AS AT MARCH 31, 2013

Note No.: 1.1

(In Rs.)

Share Capital	As at March 31, 2013		As at March 31, 2012	
	Number	AmountRs.	Number	AmountRs.
Authorised Equity Shares of Rs. 10/- each	2,000,000	20,000,000	2,000,000	20,000,000
Issued Equity Shares of Rs. 10/- each	900,000	9,000,000	900,000	9,000,000
Subscribed & Paid up Equity Shares of Rs. 10/- each fully paid	900,000	9,000,000	900,000	9,000,000
Total	900,000	9,000,000	900,000	9,000,000

The authorised share capital of the company throughout 2011-12 & 2012-13 was Rs. 20,000,000/- representing 2,000,000 ordinary shares of Rs. 10 each.

The allotted, called up and fully paid ordinary share capital of the company at 31st March, 2013 was Rs. 9,000,000 (2012 : Rs. 9,000,000) representing 900,000 (2012:900,000) ordinary shares of Rs. 10 each.

Note No. : 1.1(a)

Shareholders having more than 5% of Shares:

Name of Shareholder	As at March 31, 2013		As at March 31, 2012	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Pulkit Ashok Goenka	50,800	5.64%	50,800	5.64%
Advance Multitech Ltd.	175,050	19.45%	175,050	19.45%
Honest Synthetic Pvt..Ltd.	157,500	17.50%	157,500	17.50%
Total	383,350	42.59%	383,350	42.59%

Note No. : 1.2

<u>Reserves & Surplus</u>	As at	As at
	March 31, 2013	March 31, 2012
	Rs.	Rs.
a. Revaluation Reserve	1,042,822	1,129,773
b. General Reserve	3,054,137	3,054,137
	4,096,959	4,183,910

ADVANCE PETROCHEMICALS LTD.

	As at March 31, 2013	As at March 31, 2012
	Rs.	Rs.
c. Surplus		
Opening balance	256,526	(699,841)
(+) Net Profit/(Net Loss) For the current year	797,199	956,367
Closing Balance	1,053,725	256,526
Total	5,150,684	4,440,436

Note No. : 1.3

Long Term Borrowings

	As at March 31, 2013	As at March 31, 2012
	Rs.	Rs.
Unsecured		
Loans repayable on demand		
(b) From Body corporates :		
Religare Finvest Ltd	590,019	1,475,644
Megma Fincorp Ltd	509,812	1,408,326
Kotak Mahindra Bank Ltd	341,926	1,064,267
Bajaj Finance Ltd	-	432,902
R.K. Mittal Finance Ltd	-	275,000
	1,441,757	4,656,139
(b) From Related parties :		
Advance Stainless P.Ltd	950,000	950,000
Advance Synthetic Mills	6,518,886	6,862,456
Dropadidevi Dhanuka	221,600	243,200
Pawan Dhanuka	332,400	364,800
(b) From Others :		
Seema Sanjay Goenka	576,620	975,453
Sanjay R.Goenka Huf	566,576	-
Hansa Dineshbhai Bansal	27,150	-
	9,193,232	9,395,909
Total	10,634,989	14,052,048

ADVANCE PETROCHEMICALS LTD.

Note No. : 1.4

<u>Short Term Borrowings</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Secured		
Term Loan from State Bank of India (Secured against Plant & Machinery) S.B.I. CC Account (Secured against Stock & Plant & Machinery)	-	2,227,897
Oriental Bank of Commerce	14,930,611	-
Oriental Bank of Commerce Packing Credit	10,000,000	-
	24,930,611	7,195,495
Unsecured		
(a) Loans and advances from related parties :		
Advance Multitech Ltd	376,527	5,054,133
Tanvi Arpit Agarwal	-	1,100,000
	376,527	6,154,133
Total	25,307,138	13,349,628

Note No. : 1.5

<u>Trade Payable</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Creditors for goods (Refer Grouping)	2,584,144	2,445,075
Total	2,584,144	2,445,075

Note No. : 1.6

<u>Other Current Liabilities</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
(a) Current maturities of long-term debt		
<u>From Body Corporate:</u>		
Reliagare Finvest Ltd	885,625	748,063
Megma Fincorp Ltd	898,513	758,202
Kotak Mahindra Bank Ltd	722,347	602,361
Bajaj Finance Ltd	432,902	910,203
	2,939,387	3,018,829

ADVANCE PETROCHEMICALS LTD.

(b) Revenue Received in Advance:		
Advance from customers (Refer Grouping)	3,108,778	37,378
	3,108,778	37,378

<u>Other Current Liabilities</u>	As at	As at
	March 31, 2013	March 31, 2012
	Rs.	Rs.

(c) Other payables :		
Creditors for Expenses (Refer Grouping)	4,432,914	3,915,872
Professional Tax Payable	2,210	1,960
ESIC	8,499	6,897
Conveyance Payable	1,600	7,411
Expense Payable	1,086	8,260
Bonus Payable	69,821	54,538
Power Payable	271,988	168,433
Excise Duty on Finished Goods	2,617	333,158
Provident Fund Payable	26,843	22,685
Salary Payable	137,112	107,554
Service Tax Payable	93,164	93,164
TDS PAYABLE		
TDS-Brokerage	-	5,165
TDS-Salary	13,000	16,000
TDS-Contract/Sub-Contract	283	165
TDS On Interest	26,180	26,823
TDS-Professional	-	7,500
	5,087,317	4,775,585
Total	11,135,483	7,831,792

Note No. : 1.7

<u>Short Term Provision</u>	As at	As at
	March 31, 2013	March 31, 2012
	Rs.	Rs.
Provision For Income Tax	208,936	450,000
Total	208,936	450,000

NOTES 2.1

Description of Assets	(A) GROSS BLOCK			(B) DEPRECIATION BLOCK			(C) NET BLOCK		
	Balance As at 01.04.2012 Rs.	ADDITION Rs.	DEDUCTION Rs.	Balance As at 31.03.2013 Rs.	Balance As at 01.04.2012 Rs.	Depreciation charged for the year Rs.	TOTAL Rs.	Balance as at 31.03.2013 Rs.	Balance as at 31.03.2012 Rs.
Factory Building	5,419,604	-	-	5,419,604	3,754,749	166,485	3,921,234	1,498,370	1,664,855
Plant & Machinery	22,315,178	332,071	-	22,647,249	9,309,062	952,988	10,262,050	12,385,199	13,006,116
Machinery Scrap	559,853	-	-	559,853	-	-	-	559,853	559,853
Furniture & Fixture	261,761	-	-	261,761	183,248	14,211	197,459	64,302	78,513
Computer	278,993	59,055	-	338,048	275,793	14,916	290,709	47,339	3,200
Vehicle	2,803,968	59,800	-	2,863,768	1,904,130	234,920	2,139,050	724,718	899,838
Office Equipment	379,553	8,700	-	388,253	343,958	6,511	350,469	37,784	35,595
Factory Land	46,000	-	-	46,000	-	-	-	46,000	46,000
TOTAL	32,064,910	459,626	-	32,524,536	15,770,940	1,390,031	17,160,971	15,363,565	16,293,970

ADVANCE PETROCHEMICALS LTD.

Note No. : 2.2

<u>Non-current Investment</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
900 Equity shares of Wellspun Gujarat Stahl Rohern	5,985	5,985
2,45,600 Fully paid Equity shares of Rs.10 each of Advance Multitech Limited	3,590,220	3,590,220
Total	3,596,205	3,596,205

Note No. : 2.3

<u>Long Term Loans and Advances</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Refund of I.T (A.Y 1995-96)	322,166	322,166
Refund of I.T (A.Y 2001-02)	33,829	33,829
Refund of I.T (A.Y 2009-10)	264,690	264,690
Advance Tax (A.Y 2013-14)	203,930	30,324
Deposits:		
Ahmedabad Electricity Co. Ltd.	249,949	45,000
Vijay Gas & Domestic Appliance	2,500	2,500
Earnest Money Deposit With BEST	47,000	37,000
Total	1,124,064	735,509

Note No. : 2.4

<u>Inventories</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Raw Materials, Stores & Consumables	4,014,292	1,128,901
Work-in-Progress	9,392,219	4,950,100
Work-in-Progress Slow Moving	3,700,000	4,800,000
Finished Goods	23,792	3,028,607
Packing Material	238,203	300,000
Stores & Spares	40,000	48,000
Coal	124,386	150,000
Total	17,532,892	14,405,608

ADVANCE PETROCHEMICALS LTD.

Note No. : 2.5

<u>Trade Receivables</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Trade receivables outstanding for a period less than six months from the date they are due for payment Unsecured, considered good	13,456,630	8,899,002
Trade receivables outstanding for a period exceeding six months from the date they are due for payment UnSecured, considered good :	1,498,104	2,784,030
Total	14,954,734	11,683,032

Note No. : 2.6

<u>Cash and cash equivalents</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
a. Balances with banks		
TDR & S.P.T.D.R(SBS I.F.Branch)	424,855	731,967
Balance with Ahmedabad District Co. Bank	425,326	275,019
Balance with Standard Chartered Bank	-	-
Balance with H.D.F.C. Bank	110,061	14,932
Balance with State Bank of India	1,026	1,026
Balance with Oriental Bank of Commerce	7,012,580	-
O.B.C FDR Account	100,125	-
b. Cash on hand	2,640,480	2,422,639
Total	10,714,453	3,445,583

Note No. : 2.7

<u>Short-term loans and advances</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Unsecured, considered good :		
- Advance to Suppliers (Refer Grouping)	208,716	211,195
Total	208,716	211,195

ADVANCE PETROCHEMICALS LTD.

Note No. : 2.8

<u>Current Assets</u>	As at March 31, 2013 Rs.	As at March 31, 2012 Rs.
Add.Guj.Vat Receivable	84,180	154,104
Gujarat Vat Receivable	98,974	224,908
Balance in Modvat A/c	527,385	646,169
Balance in Modvat A/c (Additional)	140,085	179,527
Balance in Modvat A/C (Ed Cess)	14,821	3,850
Balance in Modvat A/C (Sec Ed Cess)	9,886	4,516
Balance in PLA A/C	13,664	14,296
Balance in PLA A/C Sec Ed Cess	970	846
Balance in PLA A/C Edu Cess	3,951	3,168
Balance in RG 23 C Part II	32,843	20,145
Balance in RG 23 C Part II Cess	657	402
Balance in RG 23 C Part II Sec Ed Cess	329	199
Balance in RG 23 A Part II ServiceTax	94,295	192,313
Balance in RG 23 A Part II Service Tax Ed.Cess	2,119	3,886
Balance in RG 23 A Part II Service Tax Sec. Ed.Cess	2,656	1,661
Cess on Service Tax Receivable	621	621
Excise on Goods Return Receivable	5,347	-
Export Incentive Receivable	335,574	335,574
Service Tax Receivable	29,430	29,072
Interest receivable	11,434	57,212
Interest receivable on AEC	13,757	2,700
Prepaid Expenses:		
Prepaid Insurance	75,191	31,395
Prepaid Licence	38,520	30,380
Total	1,536,689	1,936,944

ADVANCE PETROCHEMICALS LTD.

**NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND
LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2013**

Note No.: 3.1

<u>Revenue From Operations</u>	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
Domestic Sales	89,540,538	76,912,830
Export Turnover	7,062,992	11,821,040
Less : Excise Duty	(12,227,380)	(9,267,059)
Total	84,376,150	79,466,811

Note No.: 3.2

<u>Other Income</u>	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
Job Work	8,428	-
A.E.Co Substation Rent	-	600
Exchange Difference	217,487	160,366
Factory Rent	-	240,000
Dividend	428	1,260
Interest	107,164	67,044
Profit on sale of asset	-	61,014
Commision	1,065,800	714,300
Total	1,399,307	1,244,584

Note No.: 4.1

<u>Cost of Material Consumed</u>	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
Opening Stock of Raw Material	1,128,901	2,511,082
<u>Purchases</u>	62,326,999	
Raw Material		63,207,982
Add: Inward Freight, Octroi and Cartage	4,117,824	3,342,254
Less: Closing Stock of Raw Material	(4,014,292)	(1,128,901)
Total	63,559,433	67,932,417

ADVANCE PETROCHEMICALS LTD.

Note No.: 4.2

<u>Changes In Inventories</u>	For the year ended March 31, 2013	For the year ended March 31, 2012
	Rs.	Rs.
Opening stock of finished goods	3,028,607	-
Less: Closing Stock of Finished Goods	23,792	3,028,607
Increase / (Decrease) in Stock of Finished Goods	3,004,815	(3,028,607)
Opening WIP	9,750,100	6,474,640
Less: Closing WIP	13,092,219	9,750,100
Increase / (Decrease) in WIP	(3,342,119)	(3,275,460)
Total	(337,304)	(6,304,067)

Note No. : 4.3

<u>Employee Benefits Expense</u>	For the year ended March 31, 2013	For the year ended March 31, 2012
	Rs.	Rs.
(a) Salaries and incentives	1,886,866	1,385,772
(b) Contributions to -		
(i) Provident Fund	143,553	114,126
(ii) Gratuity fund		18,700
(iii) E.S.I.C	63,983	45,879
(c) Leave Salary	88,014	67,885
(d) Bonus	123,057	94,265
(e) Labour Welfare Fund	180	153
(f) Director's Remuneration	696,000	486,202
(g) Staff welfare expenses	7,425	12,065
Total	3,009,078	2,225,047

ADVANCE PETROCHEMICALS LTD.

Note No. : 4.4

Financial Costs	For the year ended March 31, 2013	For the year ended March 31, 2012
	Rs.	Rs.
Interest Expenses	3,155,902	2,571,557
Loan Processing Charges	90,448	174,395
Bank Commission & Discounting Charges	93,949	52,942
Total	3,340,299	2,798,894

Note No. : 4.5(a)

Payments to the auditor	For the year ended March 31, 2013	For the year ended March 31, 2012
	Rs.	Rs.
a. For Statutory audit Fees	20,000	35,000
b. For Tax audit Fees	10,000	15,000
c. For Other matters	-	18,320
d. For Services Tax	-	6,180
e. For reimbursement of expenses	-	500
Total	30,000	75,000

Note No. : 4.5(b)

Other Expenses	For the year ended March 31, 2013	For the year ended March 31, 2012
	Rs.	Rs.
Other Manufacturing Expenses		
Stores & Spares Consumed	982,070	524,216
Repairs & Maintenance	246,831	244,916
Power and Fuel	5,150,890	3,868,044
Factory Expenses	161,322	48,847
License Expenses	47,678	67,560
Lab Chemicals & Instruments	67,916	68,581
Job Work Charges	9,000	65,250
Administrative & Selling Expenses		
Advertisement Expense	285,996	174,798
Calibration Charges	9,090	-

ADVANCE PETROCHEMICALS LTD.

Other Expenses	For the year ended March 31, 2013 Rs.	For the year ended March 31, 2012 Rs.
Certification Charges	3,375	22,316
Excise Penlaty	3,629	4,076
Clearing & Forwarding Charges	247,815	700,907
Computer Repairing	18,814	5,220
Consultancy Charges	198,400	313,975
Conveyance Expenses	207,676	180,335
Excise on Finish Goods	2,617	333,158
Inspection Fees	18,301	10,800
Insurance Expenses	94,437	91,935
ISO Audit Fees	25,225	8,500
Lawn Maintenance	-	1,350
Listing Fees & Filing Expenses	414,352	59,988
Legal & Professional Expenses	61,980	22,700
Membership & Subscription Fees	18,018	18,161
Municipal Tax	272,901	259,479
Office Expense	4,801	2,632
Rent Rates & Taxes	38,400	38,400
Pollution Control Expenses	4,900	22,850
Postage Expenses	64,426	52,532
Printing & Stationery	73,107	38,548
Repairs and Maintenance - Vehicle & Building	190,417	80,240
Security Charges	16,822	63,931
Service Tax	68,134	80,709
Subscription Fees	11,151	18,200
Telephone Expenses	211,934	244,866
Tender Fees	4,425	24,650
Testing & Certification	137,403	71,112
Travelling Expenses	163,839	25,336

ADVANCE PETROCHEMICALS LTD.

Other Expenses	For the year ended March 31, 2013	For the year ended March 31, 2012
	Rs.	Rs.
Lodging & Boarding Expenses	-	4,000
Interest on Service tax & TDS	51,996	3,072
Valuation Charges	-	500
Export Expense	14,055	93,667
Commission and Brokerage	109,190	69,598
Sales Return & Shortage	202,295	7,990
Packing Material Consumed	3,762,871	3,359,295
Sales Promotion	31,480	420
Discount & Kasar	64,408	27,114
Total	13,774,387	11,424,774

Note No. A

A. Significant Accounting Policies

1 Basis of Accounting

The Financial Statements are prepared under the historical cost convention, on the accrual basis of accounting and comply with the provisions of Companies Act, 1956, accounting principles generally accepted in India and Accounting Standards issued by The Institute of Chartered Accountants of India (ICAI) to the extent applicable.

2 Revenue Recognition

- a) Sales including export sales and trading sales are recognised when goods are dispatched from the factory and are recorded at net of shortages, claims settled, rate differences, rebate allowed to customers.
- b) Export Sales are booked at the rate on the date of transaction and the resultant gain or loss on realisation or on translation is accounted as "Foreign Exchange Rate Fluctuation" and is dealt with in the statement of Profit and Loss Account.

3 Fixed Assets and Depreciation

Fixed assets, other than Plant & Machinery, are valued and stated at cost less accumulated depreciation calculated on the basis of Written Down Value Method on prorata basis and at the rates prescribed in Schedule XIV to the Companies Act, 1956. In case of Plant & Machinery, depreciation has been provided on Straight Line Method (SLM) basis. Depreciation of ₹ 86,951/- has been debited to Revaluation Reserve Account out of total depreciation of ₹ 1,390,031/-.

4 Inventories

Inventories of Raw Materials, Stores and Spares, Packing material, Coal, Goods in process and Finished goods are stated at Cost or Net Realisable Value whichever is lower, as certified by Management. Cost comprises of cost of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Costing formula used is First-in-First-out (FIFO).

5 Investments

Investments are classified as Long Term Investments. Long term investments are stated at Cost. Provision is made for diminution in the value of Long term Investments to recognise a decline, if any other than temporary in nature.

6 Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses and disclosure of contingent liabilities on the date of financial statements. The recognition, measurement, classification or disclosure of an item or information in the financial statements has been made relying on these estimates.

7 Impairment of Assets

Consideration is given at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amounts of the Company's assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognized wherever the carrying amount of an assets exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and value in use.

8 Employee Benefits

- a) Short term employee benefits are recognized as an expense at undiscounted amount in the Profit & Loss Account of the year in which the related service is rendered.
- b) Post employment and other long term employee benefits are recognized as an expense in the Profit & Loss Account in the year of payment.

B. Assets and Liabilities

- 1 All debit and credit balances and accounts squared up during the year are subject to confirmation from respective parties.
- 2 In the opinion of the Board of Directors the current assets, loans & advances are approximately of the value at which these are stated in the Balance Sheet if realised in the ordinary course of business.
- 3 Adequate provisions have been made for all known liabilities and the provision are not in excess of the amount reasonably necessary.
- 4 The computation of net profits for the purpose of calculation of Directors remuneration u/s.349 of the Companies Act, 1956 is not enumerated since no commission has been paid to the Directors as per Schedule XIII to the Companies Act, 1956. However, fixed remuneration paid to director as per Schedule XIII to the Companies Act, 1956 was ' 4,86,202 /-. (Previous year ' 6,06,633 /-)

C. Accounting for Taxes

- 1 As required by "Accounting Standard 22 - Accounting for Taxes on Income", the company has provided for Deferred Taxes. The tax effect of timing

ADVANCE PETROCHEMICALS LTD.

differences originating and reversing during the year has been reflected in the current year's Profit & Loss Ac

D Segment Reporting

The Company has a single business segment namely PETROLEUM PRODUCT. Hence, the company's business does not fall under different business segments as defined by AS - 17 " Segmental Reporting " issued by the ICAI.

E Directors of Company :-

Chairman & Managing Director	:-	Shri Ashokbhai Goenka
Director	:-	Shri Arvindhbai Goenka
Director	:-	Shri J. K. Trivedi
Director	:-	Shri Shailesh Singh Rajput
Director	:-	Shri Om Prakash Jalan
Director	:-	Shri Niresh Parikh

F Trasactions with Related Parties

Following transaction were carried out with related parties in the ordinary course of business :

	<u>Amount (₹)</u>
Director Remuneration	696,000
Salary To Pulkit Goenka	240,000
Interest paid on Unsecured Loan to Advance Multitech Ltd.	305,335

G Earning in Foreign Currency Rs. 7,062,992/- (Previous Year Rs. 11,821,040/-).

H C.I.F. value of Imports Rs. NIL (Previous Year: Rs. NIL).

I Previous Year figures have been rearranged / regrouped wherever necessary.

For, **PIPARA & COMPANY,**
CHARTERED ACCOUNTANTS.
(F.R.N. 107929W)

(GYAN PIPARA)
PARTNER
Memb. No. 034289
PLACE : AHMEDABAD
DATED : 31-05-2013

For, **ADVANCE PETROCHEMICALS LIMITED**
ASHOK GOENKA CHAIRMAN &
ARVIND GOENKA MANAGING DIRECTOR
DIRECTOR

PLACE : AHMEDABAD
DATED : 31-05-2013

ADVANCE PETROCHEMICALS LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED ON MARCH 31, 2013

(Pursuant to the Listing Agreement with Stock Exchanges)

Part	Particulars	As at March 31, 2013		As at March 31, 2012	
		Rs.	Rs.	Rs.	Rs.
A.	CASH FLOW FROM OPERATING ACTIVITIES :				
	Net profit/(Loss) Before Taxation		1,096,485		1,289,305
	Adjustment for:-				
	- Depreciation (Net)		1,303,080		1,270,026
	- Interest Income		(107,164)		(67,044)
	- Dividend Income		(428)		(1,260)
	- Interest and other Financial Charges		3,246,350		2,745,952
	Short Payment W/O		64,408		27,114
	- Foreign Exchange Rate Difference		(217,487)		(160,366)
	- Profit on Car Sold		-		61,014
	Operating Profit before Working Capital Changes		5,385,244		5,217,443
	Adjustment for:-				
	- Increase in Liabilities		3,356,927		1,770,547
	- Increase / (Decrease) in Current Liabilities		12,031,033		(842,847)
	- Increase in Inventories		(3,127,283)		(4,721,574)
	- (Increase) / Decrease in Current Assets		400,255		(362,978)
	- (Increase) / Decrease in Current Assets		(3,722,186)		970,975
	Tax Paid		8,938,747		(3,185,878)
			(203,930)		(239,177)
	Cash Form Operating Activities Before Extra-Ordinary Items		14,120,061		1,617,657
	Adjustment for:-				
	- Foreign Exchange Rate Difference		217,487		160,366
	NET CASH FROM OPERATING ACTIVITIES (A)		14,337,548		1,778,023
B.	CASH FLOW FROM INVESTING ACTIVITIES :				
	Purchase of Fixed Assets		(459,626)		(1,394,387)
	Sale of Fixed Assets		0		544,792
	Insurance Claim Received		-		-
	Interest Received		107,164		67,044
	Dividend Received		428		1,260
	NET CASH FROM INVESTING ACTIVITIES (B)		(352,034)		(781,291)
C.	CASH FLOW FROM FINANCING ACTIVITIES :				
	Interest and Other Financial Charges Paid		(3,246,350)		(2,745,952)
	Total Proceeds from Borrowings (Net of Repayments)		(3,417,059)		2,366,439
	NET CASH FLOW FROM FINANCING ACTIVITIES (C)		(6,663,408)		(379,513)
D.	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		7,322,105		617,220
	CASH AND CASH EQUIVALENTS AS AT 1.4.2012 (E)		3,445,584		2,828,364
	CASH AND CASH EQUIVALENTS AS AT 31.3.2013 (D+E)		10,767,689		3,445,584

For, and of behalf of the Board

PLACE : AHMEDABAD

ASHOK GOENKA

DATED : 31-05-2013

Managing Director

ADVANCE PETROCHEMICALS LTD.

AUDITOR'S CERTIFICATE

The above Cash Flow Statement has been compiled from and is based on the audited accounts of the Advance Petrochemicals Limited for the year ended on 31st March, 2013 reported upon by us on 31-5-2013. According to the information and explanations given the aforesaid cash flow statement read with note thereon has been prepared pursuant to clause 32 of Listing Agreement with Stock Exchange and the re-allocation required for the purpose are as made by the Company.

For PIPARA & CO.
CHARTERED ACCOUNTANTS
(F. R. N. 107929W)

PLACE : AHMEDABAD.
DATED : 31-5-2013

GYAN PIPARA
PARTNER
M.No.034289

ADVANCE PETROCHEMICALS LTD.

ADVANCE PETROCHEMICALS LIMITED

Regd. Office : 36, Kothari Market, Ahmedabad - 380 022.

ATTENDANCE SLIP

To be handed over at the entrance of the Meeting Hall

Name of the Shareholders (in Block Letters) _____

Member's Folio Number _____

Name of the Proxy (in Block Letters). To be filled if the proxy attends instead of the member

No. of Shares held _____

I hereby record my presence at the Annual General Meeting to be held on Monday the 30th September, 2013 at 11.00 A.M., Plot No.167, Pirana Road, Piplej, Ahmedabad.

Proxy's/Member's Signature

1. To be signed at the time of handing over this slip.
2. Shareholders are requested to advise, indicating their Folio Numbers the change in their addresses, if any, to the Company.

ADVANCE PETROCHEMICALS LIMITED

Regd. Office : 36, Kothari Market, Ahmedabad - 380 022.

PROXY FORM

Member's Folio Number.

I/We _____

of _____

being a member/members of the above named Company, hereby appoint _____

of _____

or failing him _____

of _____

as my/our proxy to attend and vote for me/us on my/our behalf at the Annual General Meeting of the company to be held on Monday 30th September, 2013 at 11.00 A.M. Plot No.167, Pirana Road, Piplej, Ahmedabad.

Revenue
Stamp of
Rs.1/-

Signed : _____

Date : _____

- Note :
1. The Instrument of proxy shall be deposited at the Registered Office of the Company not less than 48 hours before the holding of the Meeting.
 2. The form should be signed across the stamp as per specimen signature registered with the Company.
 3. A proxy need not be a member.

BOOK - POST

If Undelivered please return to :

ADVANCE PETROCHEMICALS LIMITED

Regd Office :

36, Kothari Market,
Opp. Hirabhai Market,
Ahmedabad-380 022.

GIRISH - Ph. 22745361, 22778341

**ADVANCE
PETROCHEMICALS
LIMITED**



**28th
Annual
Report
2012-2013**