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28th
Annual Report

For the period ended

March 31, 2013

Vikas Global  ne Ltd.
(India's Fastest Growing Company in Additives and Compounds)

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COMPANY INFORMATION

BOARD OF DIRECTORS

Dr. Nand Kishore Garg	Chairman – Non Executive Director
Mr. Brij Behari Tandon	Independent-Non Executive Director
Mr. Pradip Kumar Banerji	Independent -Non Executive Director
Mr. Jagdish Capoor	Independent-Non Executive Director
Mr. Sumer Chand Tayal	Independent-Non Executive Director
Mr. Purushottam Dass Bhoot	Independent-Non Executive Director
Mr. Narender Kumar Garg	Independent-Non Executive Director
Mr. Manoj Singhal	Additional Director
Mr. Vivek Garg	Whole Time Director
Mr. Vikas Garg	Managing Director

COMPANY SECRETARY & MANAGER – CORPORATE AFFAIRS

Ms. Jyoti Somani

STATUTORY AUDITORS

M/s. RSPH & Associates, Chartered Accountants, 906, Vikram Tower,16, Rajendra Place, New Delhi -110008

INTERNAL AUDITORS

M/s. KSMC & Associates, G-5, Vikas House, 34/1, East Punjabi Bagh, New Delhi-110026

COST AUDITORS

M/s.C.B Gutpa & Associates, G-23/6A, Third Floor, Rajouri Garden, New Delhi-110027

BANKERS

Oriental Bank of Commerce and Bank of Baroda

REGISTRAR & SHARE TRANSFER AGENT

Alankit Assignments Limited, 2E/21, Alankit House, Jhandewalan Extension, Delhi -110055

REGISTERED OFFICE

Vikas House, 34/1, East Punjabi Bagh, New Delhi- 110026

Email: cs@vikasglobal.in, investors@vikasglobal.in ; website :- www.vikasglobal.in

MANUFACTURING PLANTS

<u>JAMMU & KASHMIR</u>	<u>RAJASTHAN</u>
Industrial Growth Centre, Phase-I, SIDCO Complex Dist. Samba-184121 Jammu & Kashmir	G-24-30, Vigyan Nagar, RIICO Industrial Area, Shahjahanpur, Dist, Alwar-301706 Rajasthan

BOARD COMMITTEES & ITS COMPOSITION

AUDIT COMMITTEE

Mr. Narender Kumar Garg	Chairman
Mr. Sumer Chand Tayal	Member
Mr. Purushottam Dass Bhoot	Member

EXECUTIVE COMMITTEE

Mr. Vikas Garg	Chairman
Mr. Narender Kumar Garg	Member
Mr. Vivek Garg	Member

COMPENSATION COMMITTEE

Mr. Narender Kumar Garg	Chairman
Mr. Sumer Chand Tayal	Member
Mr. Vikas Garg	Member

SHAREHOLDER GRIEVANCE COMMITTEE

Mr. Sumer Chand Tayal	Chairman
Mr. Vivek Garg	Member
Mr. Narender Kumar Garg	Member

REMUNERATION COMMITTEE

Mr. Brij Behari Tandon	Chairman
Mr. Pradip Kumar Banerji	Member
Mr. Narender Kumar Garg	Member
Mr. Vikas Garg	Member

EQUITY WARRANT COMMITTEE

Mr. Narender Kumar Garg	Chairman
Mr. Sumer Chand Tayal	Member
Mr. Vivek Garg	Member

RISK MANAGEMENT COMMITTEE

Mr. Pradip Kumar Banerji	Chairman
Mr. Vikas Garg	Member
Mr. Narender Kumar Garg	Member

NOTICE

Notice is hereby given that the 28th (TWENTY EIGHT) Annual General Meeting of VIKAS GLOBALONE LIMITED will be held on Friday, the 27th day of September at 11:30 A.M at Haryana Maitri Bhawan, Pitampura, New Delhi - 110034 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet and Cash Flow Statement as at 31st March 2013, the Statement of Profit and Loss for the year ended on that date together with the reports of Auditors' and Directors' thereon.
2. To declare Final Dividend on Equity Shares for the financial year ended 31st March 2013.
3. To appoint a Director in place of Mr. Nand Kishore Garg who retires by rotation, and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. Jagdish Capoor who retires by rotation, and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Mr. Narender Kumar Garg who retires by rotation, and being eligible, offers himself for re-appointment.
6. To appoint the Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration and for that purpose to pass with or without modification(s) the following resolution as an **ORDINARY RESOLUTION**.

“**RESOLVED THAT** M/s RSPH & Associates, Chartered Accountants (Registration No. 003013N), be and are hereby appointed as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to decide and finalize the terms and condition of appointment and the remuneration of the Auditors.”

Special Business:

7. Appointment of Mr. Manoj Singhal as a Director of the Company

To consider and, if thought fit, to pass with or without modification, if any, the following resolution as an **ORDINARY RESOLUTION**:

“**RESOLVED THAT** Mr. **Manoj Singhal** who was appointed by the Board of Directors as Additional Director with effect from 14th February 2013 and who holds office upto the date of this Annual General Meeting of the Company, in terms of Section 260 of the Companies Act 1956, and in respect of whom the company has received a notice in writing from the member under section 257 of the Companies Act, 1956 proposing his candidature for the office of Director of the Company, be and is hereby appointed as Director of the Company, liable to retirement by rotation.

RESOLVED FURTHER THAT the Mr. Vikas Garg, Managing Director and / or Mr. Vivek Garg, Director of the company, be and are hereby authorized, severally or jointly, to do all such necessary acts, as may be necessary to give effect to the above resolution.”

For and On Behalf of the Board of Directors

For Vikas GlobalOne Limited

Sd/-

Nand Kishore Garg
Chairman

Place: New Delhi

Date: 14th August 2013

NOTES:

- a. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY AND SUCH PROXY NEED NOT TO BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF MEETING.**
- b. Members Companies / Organization are requested to send a copy of the resolution authorizing their representatives to attend and vote at the Annual General Meeting.
- c. In accordance with the provision of Article of Association read with Section 256 of the Company Act 1956, Mr. Nand Kishore Garg, Mr. Jagdish Capoor and Mr. Narender Kumar Garg, retire by rotation at this Annual General Meeting, being eligible, offer them for re-appointment.
- d. Brief resume of all including those proposed to be re-appointed, nature of their expertise in specific functional area, names of companies in which they hold directorship and memberships/ chairmanships of Board Committees, shareholding and relationships between directors inter-se as stipulated under clause 49 of the Listing Agreement with the Stock Exchanges in India in the Report on Corporate Governance forming part of the Annual Report.
- e. Members are requested to bring their admission slips along with a copy of the Annual Report to the Annual General Meeting.
- f. The Register of Members and Share Transfer Books of the Company will be closed from Saturday, 21st Day of September 2013 to Friday, 27th Day of September 2013 (both days inclusive).
- g. If the dividend as recommended by the Board of Directors is approved at the Annual General Meeting, payment of such dividend will be made on or after 27th Day of September 2013 as under:
 - i. To all Beneficial Owners in respect of shares held in electronic form, as per the data made available by the National Securities Depository Limited and the Central Depository Services (India) Limited, as of the close of business hours on 20th Day of September 2013.
 - ii. To all Members in respect of shares held in physical form, after giving effect to valid transfers in respect of transfer requests lodged with the Company on or before the close of business hours on 20th Day of September 2013.
- h. M/s Alankit Assignment Ltd. having Corporate Office at 'Alankit House' 2E/21, Jhandewalan Extension, New Delhi-110055 is the Registrar and Share Transfer Agent of the Company for physical shares as well as depository interface with NSDL and CDSL.
- i. (A) In order to provide protection against fraudulent dividend warrants, Members who hold shares in physical form are requested to intimate the Company's Registrar and Share Transfer Agents (RTA), M/s Alankit Assignments Limited under the signature of Sole/First joint holder, the following information to be printed on Dividend Warrants:
 - (i) Name of the Sole/First joint holder and the Folio number
 - (ii) Particulars of Bank Accounts, viz:
 - (iii) Name of the Bank
 - (iv) Name of the Branch
 - (v) Complete address of the Bank with the pin code number
 - (vi) Account type, whether Saving Account or Current Account
 - (vii) Bank Account number
 (B) Members who hold shares in dematerialized form, may kindly note that their Bank account details, as furnished by the Depositories to the Company, will be printed on their Dividend Warrants as per the applicable regulation of the Depositories.
- j. Members are requested to intimate to the Company about queries, if any, regarding these Accounts / Notice at least 7 days before the meeting to enable the management to keep the information ready at the meeting.
- k. Members who are holding shares in more than one folio are requested to write to the Company to enable the Company to consolidate their holdings in one folio.
- l. All documents referred to in the accompanying notice and explanatory statements are open for inspection at the

- registered office on all working days except Sundays and Holidays between 11:00 A.M to 1:00 P.M upto the date of Annual General Meeting.
- m. Members are requested to promptly notify to the Company any change in their addresses.
 - n. In terms of Section 109A of the Companies Act, 1956, the shareholders of the Company may nominate a person to whom the shares held by him shall vest in the event of his death.
 - o. The shares of the Company are currently listed at National Stock Exchange, Bombay Stock Exchange and Delhi Stock Exchange and the Annual Listing Fee including service tax has been duly paid for the financial year 2013-14.
 - p. The relative Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of business under Item no. 7 set out above and details under Clause 49 of the Listing Agreement of the Stock Exchanges.

The Ministry of Corporate Affairs has taken a Green Initiative in the Corporate Governance by allowing paperless compliances by the Companies and has issued circulars stating that the service of notices/documents including Annual Report sent by e-mail to its members.

The Company in support of the Green Initiative of MCA, propose to send its notices, annual report etc. in electronic form to the members. The members who wish to receive the said documents in electronic form are requested to register to register/update their e-mail addresses as per the following:

Members holding equity shares of the Company in the electronic form are requested to update/register their e-mail addresses with their respective depository participants.

Members holding equity shares in physical form are requested to update/ register their e-mail addresses with the Company by sending a mail to cs@vikasglobal.in or investors@vikasglobal.in mentioning their name and folio number.

EXPLANATORY STATEMENT**(Pursuant to Section 173(2) of the Companies Act, 1956)**

As required under Section 173(2) of the Companies Act, 1956, the following explanatory statement sets out the matter in relation to Item No. 7 of the accompanying notice dated 14th August 2013

ITEM NO. 7**APPOINTMENT OF MR. MANOJ SINGHAL AS DIRECTOR OF THE COMPANY**

The Board of Directors at its Meeting held on 14th February 2013 appointed Mr. Manoj Singhal as an Independent Additional Director, pursuant to Section 260 of the Companies Act 1956. Mr. Manoj Singhal will hold office upto the date of forthcoming Annual General Meeting and is being eligible for appointment as a Director. The Company has received a notice under Section 257 of the Companies Act, 1956, proposing appointment of Mr. Manoj Singhal, as Director of the Company.

Mr. Manoj Singhal, 57 years is a Commerce Graduate from Punjab University and launched a dream journey of his own. He has justified the true spirit of the motto, by achieving where he has reached continuing to aspire and achieve more. Starting his business career in packaging industry and with an innovative and inquisitive mind having in built momentum for taking challenges in life, ventured into high technology industry for manufacturing of Precision Metallic Coil Spring at Gurgaon in 1991

He has spread world class quality education for rural poor children at affordable price by associating in the capacity of president with Mohinder Singh Syngle Education and Research Society New Delhi. Apart from academics, thrust is given on development of personality, Indian value system and secularism amongst students, in these institutes. He has widely travelled all over the globe on business mission, International Trade & Business Conferences. His versatility is depicted through his immense contribution made on the education and Social Cultural & sports front by associating with various educational institutions, trusts and committees. In view of the background and vast experience, the Board considers his association as a Director will be beneficial to and in the interest of the company.

He is the Chairman and Managing Directors of M and M Auto Industries Limited and M and M Asan Auto Limited. He is also the Promoter Director of MNS Global Finance Limited, M and M Vidyut Pvt. Ltd, M and M Apartments Infrastructure Private Limited, M and M Apartments Pvt. Ltd. & Hitkari Automobiles (P) Limited. He holds professional membership in the Managing Committee (2009-11) PHD Chamber of Commerce & Industry & Co-Chairman-PHDCCI Haryana Sub Committee 2009-11, Life Member in Indian Institute of Materials Management and Vaish Corp Adarsh Bank Ltd.

He has also contributed on Social Cultural & Sports and is associated with President – Punjab Amateur Athletic Association, Distt. Sangur, Punjab., Vice President- Shree Dharmic Lila Committee(Regd), Trustee- Sri Bhagwati Rakta Chumunda Trust, Kangra, H.P., Vice-Chairman- Shirdi Sai Baba Temple Society & Sai Education Trust, Associate Member- Indian Habitat Centre, New Delhi and others.

None of the Director except Mr. Manoj Singhal is concerned or interested in this Ordinary Resolution. The Board recommends this Ordinary Resolution for the approval of the members.

ANNEXURE

Information pursuant to Clause 49 of the Listing Agreement of Stock Exchanges regarding appointment of a re-appointment or new Director of a Director at this Annual General Meeting

Name of Director		NAND KISHORE GARG	
Date of Birth	14-04-1948	Date of Appointment	30-11-1984
Specialized Expertise		He has 40 years of enriched experience in the field of Chemical and Petroleum Products. He also contributes in the financial and strategic decision making leading the company to reach the new heights. He is also very active in field of education.	
Qualifications		He is a M.Sc. LLB, D.Lit.	
Directorship of other Public Limited Companies as at 31 st March, 2013		Bharat Prakashan (Delhi) Ltd.	
Chairmanship/ Membership as at 31 st March, 2013 in the Vikas GlobalOne Limited		Chairman of the Board	
No. of shares held in the Company as on 31 st March, 2013 in the Vikas GlobalOne Limited		245311	

Name of Director		MR. JAGDISH CAPOOR	
Date of Birth	01-07-1939	Date of Appointment	10.08.2011
Specialized expertise		He has a vast experience of 45 years.He had formely been a deputy Governor of RBI and also been a member on the board of Bank of Baroda, State Bank of India, National Housing Bank, NABARD, Exim Bank and HDFC Bank and also on the Board of BSE. He is on the Board of many public and private Companies. He is also associated with IIM, Indore as a Member of Board of Governors. His enriched experienced in the field of corporate has proved beneficial and is in the interest of the Company.	
Qualifications		Master in Commerce & Fellow member of Indian Institute of Banking and Finance.	
Directorship of other Public Limited Companies as at 31 st March, 2013		Indian Hotels Company Limited, Assets Care & Reconstruction Enterprise Limited, LIC Pension Fund Limited, Manappuram Finance Limited, Entegra Limited, LIC Housing Finance Limited, Nitesh Estates Limited	
Chairmanship/ Membership as at 31 st March, 2013 in the Vikas GlobalOne Limited		N.A.	
No. of shares held in the Company as on 31 st March, 2013 in the Vikas GlobalOne Limited		NIL	

Name of Director		MR. NARENDER KUMAR GARG	
Date of Birth	12.10.1949	Date of Appointment	17.10.2011

Specialized Expertise	He has served on the Board of Super Bazaar (The Cooperative Store Ltd), New Delhi and Chairman of Disciplinary Committee of Super Bazaar. He was also the member of Azadpur Mandi Committee, Delhi Government and also appointed as an arbitrator with the Registrar of Corporative Societies, Delhi Government. He is the Managing Director of ISG Securities and Finance Pvt. Ltd. and Director of JBG Indraprastha Developers Pvt. Ltd. He possesses vast experience in the field of Finance, Legal and Marketing. The company is enlightened by his rich and vast experience of Finance and Legal.
Qualifications	M.A. (Political Science) & (History)
Directorship of other Public Limited Companies as at 31 st March, 2013	N.A
Chairmanship/ Membership as at 31 st March, 2012 in the Vikas GlobalOne Limited	Chairman in Audit Committee, Equity Warrant Committee and Compensation Committee and Member in Shareholders Grievance Committee, Risk Management Committee, Remuneration Committee, and Executive Committee
No. of shares held in the Company as on 31 st March, 2012 in the Vikas GlobalOne Limited	NIL

Name of Director		MR. MANOJ SINGHAL	
Date of Birth	05.11.1955	Date of Appointment	14.02.2013,
Specialized expertise	His wide spectrum of experience in varied fields helps the Company in planning, direction and management. His versatility is depicted through his immense contribution made on the education and Social Cultural & sports front by associating with various educational institutions, trusts and committees. In view of the background and vast experience, the Board considers his association as a Director will be beneficial to and in the interest of the company		
Qualifications	Commerce Graduate from Punjab University		
Directorship of other Public Limited Companies as at 31 st March, 2013	MM Auto Industries Limited, MM Asan Auto Limited, M N M Assets Reconstruction Company Limited, PHD Chamber of Commerce and Industry		
Chairmanship/ Membership as at 31 st March, 2013 in the Vikas GlobalOne Limited	N.A.		
No. of shares held in the Company as on 31 st March, 2013 in the Vikas GlobalOne Limited	NIL		

**For and On Behalf of the Board of Directors
For Vikas GlobalOne Limited**

Sd/-

**Nand Kishore Garg
Chairman**

Place: New Delhi

Date: 14th August 2013

DIRECTOR'S REPORT

To the Members,

Your Directors have pleasure in presenting the 28th (Twenty Eighth) Annual Report of your Company and Audited Statement of Accounts for the year ended 31st March, 2013.

FINANCIAL HIGHLIGHTS:

(Rupees in Lacs)

Particulars	Vikas GlobalOne Limited (Standalone)		Vikas GlobalOne Limited (Consolidated)	
	2012-2013	2011-2012	2012-2013	2011-2012
Gross Income	15,808.07	11,485.95	25,418.38	17,059.17
Gross Expenditure	15,514.92	10,852.69	25,005.27	16,022.97
Share of Profit from Partnership firm/Minority Interest	58.67	246.52	(19.55)	(121.67)
Prior Period adjustments (net)	(0.26)	(0.04)	(0.58)	(0.19)
Net Profit before Tax	351.56	879.74	392.98	914.34
Provision for Taxation	(5.65)	(4.61)	(21.57)	(17.50)
Provision for Deferred Tax	(5.38)	(8.65)	(6.19)	(3.08)
Provision for Taxation (earlier years)	1.75	5.63	1.65	5.62
Net Profit after Tax	342.28	872.11	366.85	899.38
Balance brought forward from previous year	1,688.64	875.24	1742.93	902.26
Profits available for appropriation	2,030.92	1,747.35	2,109.78	1,801.64
Proposed Dividend	(50.51)	(50.51)	(50.51)	(50.51)
Provision for Dividend Distribution Tax	(8.20)	(8.20)	(8.20)	(8.20)
Profits carried to Balance Sheet	1,972.21	1,688.64	2,051.07	1,742.93

REVIEW OF OPERATIONS:

Company had commenced its business with the trading of Chemicals and Polymer Compounds. Few years' later company realized to shift its efforts and focus towards manufacturing of Speciality Chemicals and Polymer Compounds. During 2007, it set-up a manufacturing facility at Distt. Alwar, Shahjahanpur in the state of Rajasthan and another manufacturing unit at Distt. Samba in the state of Jammu & Kashmir during 2008. Both the manufacturing facilities are producing at capacity utilization of over 90% for major products of the company i.e. TPR Compound, PVC Compound, ESBO and MTM. Company had achieved a growth rate of 74% in the FY 2011-12 and 99% in FY 2012-13 in its turnover from Manufacturing Units. Thus, Contribution in total turnover of the company had seen a phenomenal growth from its manufacturing activity and growth of trading business is also positive but at a steady rate (Manufacturing Turnover was Rs. 4,459 Lacs in 2011-12 and Rs 8,879 Lacs in 2012-13).

Turnover of the company for the Financial Year ended on 31st March 2013 was 15,679 Lacs as compared to Rs. 11,046.29 Lacs for the Financial Year ended on 31st March 2012 whereas the PAT was Rs. 872 Lacs for the FY 2011-12 and Rs. 342 Lacs for the FY 2012-13. The decrease in the profitability was due to following reasons:-

First, M/s. Sigma Plastic Industries, a subsidiary firm of the company was availing exemption benefits from Excise and Income Tax which were withdrawn by the Government in the state of Jammu and Kashmir during the current financial year. This has affected both the revenue and profitability of the company.

Second, during the previous financial year, the company had earned a non-recurring income on account of the Agricultural Income amounting to Rs. 339.19 Lacs.

Third, PAT was directly impacted with the increase in Finance Cost by approx. Rs. 60 Lacs, which was on account of increase in the loans sanctioned limits. These loans were majorly required for the expansion of production capacities. Future outlook, Interest rates shall be reduced in upcoming financial years on account of improved rating of the company and thereafter profitability shall be increased.

Further we would like to bring in your kind notice that FY 12-13 was very turbulent for overall economy. Even then also company has maintained its trend of growth both in terms of Revenue and Profit. Thus keeping in view the stabilizing economy and some prudent measures taken by the management, the company is expecting good results in the upcoming Financial Year 2013-14.

TRANSFER TO RESERVES

The Company proposes to transfer Rs. 283.57 Lacs to the general reserve out of the amount available for appropriation and an amount of Rs. 1,972.21 Lacs is proposed to be retained for future purpose.

DIVIDEND:

Based on the Company's performance and future requirements of funds to cater the ongoing expansion program of the company, your Directors are pleased to recommend, for approval of the members, a final dividend of Rs. 0.50. per share for the year ended 31st March 2013 and will absorb Rs 58.71 Lacs inclusive of Dividend Distribution Tax amounting to Rs. 8.20 Lacs.

The final dividend, if approved, will be paid to the members within the period stipulated by the Companies Act, 1956, through either of ECS (preferably), NEFT, dividend warrants, bankers' cheques.

CORPORATE GOVERNANCE:

VGL is committed to practicing sound corporate governance in conducting business in a legal, ethical and transparent manner – a dedication that originates from very top and permeates through the organization. Besides adherence to the sound Corporate Governance practice as per clause 49 of the listing Agreement, it voluntarily governs itself as per highest standard of ethical and responsible conduct of business in line with the local and global standards. Strong governance practices at VGL have earned recognition for it and have strengthened its bond of trust not only with the stakeholders but with the society at large.

A Certificate from Auditors of the company regarding compliance of the conditions of the Corporate Governance, as stipulated in Clause 49 of the Listing Agreement with the Stock Exchange, is attached in the Corporate Governance Report and form part of this report.

Certificate of the CEO/CFO, inter-alia confirming the correctness of the financial statement, compliance with Company's Code of Conduct, adequacy of the Internal Control measures and reporting of matters to the Audit Committee in terms of Clause 49 of the Listing Agreement with the Stock Exchange, is attached in the Corporate Governance Report and forms part of this Annual Report.

CREDIT RATINGS:**Credit Analysis and Research (“CARE”):**

During the year under review the CARE, second largest credit rating agency in India, has assigned credit rating CARE BB (Double B) for Long-term bank facilities which reflects moderate risk of default regarding timely servicing of financial obligations and CARE A4 (4 Four) for Short-term bank facilities.

MANAGEMENT’S DISCUSSION AND ANALYSIS REPORT

Management’s Discussion and Analysis Report for the year under review, as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges in India, is presented in a separate section forming part of the Annual Report.

EMPLOYEES’ STOCK OPTION SCHEME

The Compensation Committee constituted in accordance with the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (‘the SEBI Guidelines’), to administer and monitor the **“VIKAS GLOBALONE EMPLOYEES’ STOCK OPTION SCHEME- 2011”** of the Company.

The applicable disclosures as stipulated under the SEBI Guidelines as at 31st March 2013 (cumulative position) are as follows:-

SL.No.	Particulars	Remarks
1.	Option granted	3,69,500
2.	Pricing formula	Face Value
3.	Option vested	3,17,500
4.	Option exercised	N.A.
5.	Total no. of shares arising as a result of exercise of option	N.A.
6.	Option Lapsed	N.A.
7.	Variation of terms of option	N.A.
8.	Money realised by exercise of option	N.A.
9.	Total number of options in force	N.A.
10.	Employee wise details of options granted to Senior managerial personnel Any other employee who receives a grants in any one year of option amounting to 5% or more of option granted during the year Identified employees who were granted option, during the year equal to and exceeding 1% of the issued capital of the company at the time of grant Diluted Earnings per Share (EPS) pursuant to issue of shares on exercise of option calculated in accordance with AS-20	150,000 N.A. N.A. N.A.

The Company has received a certificate from the Auditors of the Company that the Scheme has been implemented in accordance with the SEBI Guidelines and the resolution passed by the shareholders. The Certificate would be placed at the Annual General Meeting for inspection by members.

The Company has obtained in-principal approval for issue and allotment of 5,00,000 Equity Shares of Rs. 10/- each under “Vikas Globalone Limited Employee Stock Option Scheme-2011” from National Stock Exchange on 7th May, 2013 and Bombay Stock Exchange on 2nd May, 2013.

DIRECTORS:

In terms of Article 86 of the Article of Association of the company Mr. Nand Kishore Garg, Mr. Jagdish Capoor and Mr. Narender Kumar Garg will retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment in terms of the provisions of section 255 read with section 256 of the Companies Act 1956.

Mr. Manoj Singhal who was appointed as Additional Director by the Board in its meeting held on 14th February, 2013 and holds office upto the date of ensuing Annual General Meeting, in terms of Section 260 of the Companies Act, 1956 and is eligible for appointment as director of the Company. The Company has received a notice in writing under Section 257 of the Act proposing his candidature for the office of Director of the Company. Accordingly, the Board recommends the members to regularize him as Director of the Company whose office shall be liable to retire by rotation.

The brief resume of the Directors who are to be appointed/re-appointed, the nature of their expertise in specific functional area, name of the other companies in which they held directorship, Committee membership/chairmanship, their shareholding, etc are furnished as Annexure to the Explanatory Statement to the Notice of the ensuing Annual General Meeting.

Your Directors recommend their re-appointment/regularization at the ensuing Annual General Meeting.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Director's Responsibility Statement pursuant to section 217(2AA) of the Companies Act, 1956, the Directors of the Company hereby confirms:

1. That in the preparation of Annual Accounts the applicable accounting standards have been followed along with proper explanation relating to material departures;
2. That your Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state affairs of the company at the end of financial year and of the Profit of the Company for that period;
3. That your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. That your Directors have prepared the Annual Accounts on a going concern basis.

CAPITAL STRUCTURE:

Paid-up Share Capital – In the previous year 2011-2012 the Paid-up Share Capital of the Company stood at Rs. 10,10,39,370 comprising 1,01,03,937 Nos. of Equity Shares of Rs. 10 each and there is no change in the current year 2012-2013 .

LISTING OF SECURITIES:

The company is listed at National Stock Exchange (NSE), Bombay Stock Exchange (BSE), and Delhi Stock Exchange (DSE) and actively traded. The Annual Listing Fee including service tax for the financial year 2013-14 has been paid to all of the Stock Exchanges.

STATUTORY AUDITORS AND THEIR REPORT:

M/s RSPH & Associates, Chartered Accountants (Registration No. 003013N), New Delhi being the Statutory Auditors of the Company will retire at the conclusion of ensuing Annual General Meeting and being eligible offer themselves for re-appointment, as the Statutory Auditor of the company for the Financial Year 2013-14. The company has received a letter from them to the effect that their re-appointment, if made, would be within the limit prescribed under section 224(1B) of the

Companies Act, 1956 and they are not disqualified for such re-appointment within the meaning of the Section 226 of the Companies Act, 1956.

The observation of the Auditors together with their notes to accounts forming part of the Balance Sheet and the Cash Flow Statement as at 31st March, 2013 and the Statement of Profit & Loss for the year ended on that date, referred to in the Auditors Report are self explanatory and do not call for any further explanation from the Directors.

INTERNAL CONTROL SYSTEMS:

The Management continuously reviews the internal control systems and procedures for the efficient conduct of the Company's business. The Company adheres to the prescribed guidelines with respect to the transactions, financial reporting and ensures that all its assets are safeguarded and protected against losses. M/s KSMC & Associates (Registration No.003565N), the internal auditor of the Company conducts the Audit on regular basis and the Audit Committee actively reviews internal audit reports and effectiveness of internal control systems.

Internal Control Systems are implemented to safeguard the Company's assets from loss or damage, to keep constant check on the cost structure, to prevent revenue leakage, to provide adequate financial and accounting controls and implement accounting standards.

COST AUDITORS

The Company has appointed M/s C.B. Gupta & Associates as cost auditors for conducting Cost Audit for the financial year 2013-14 who have confirmed that their appointment is within the limits of section 224 (1B) of the Companies Act, 1956 and have also certified that they are free from any disqualifications specified under section 233B(5) read with section 224 and sub section (3) and sub section (4) of section 226 of the Companies Act, 1956. The Audit Committee has also received a Certificate from the Cost Auditors certifying their independence and arm's length relationship with the Company.

PARTICULARS OF EMPLOYEES:

The statement of information as required under section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 in respect of employees of Vikas GlobalOne Limited does not apply.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE:

As required in terms of section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Director) Rules, 1988, the relevant data pertaining to conservation of energy, its consumption, technology absorption, research & development and foreign exchange earnings and outgo are given in the prescribed format as annexed hereto and forms an integral part of this report.

PUBLIC DEPOSITS:

During the period under review, the Company has not accepted any deposits from the public within the meaning of section 58A of the Companies Act, 1956.

MAJOR HIGHLIGHTS OF THE YEAR

GOVERNMENT RECOGNIZED STAR EXPORT HOUSE: The company has complied with all the formalities required for obtaining the certificate of 'Government Recognized Star Export House' from Director General of Foreign Trade, Ministry of Commerce & Industry, Government of India. Subsequent to receipt of the certificate, the company would be eligible for various privileges which include authorization and customs clearances for imports and exports on self-declaration basis;

fixation of input-output norms on priority within 60 days; exemption from compulsory negotiation of documents through banks for remittances/ receipts; exemption from furnishing of bank guarantees under schemes of Foreign Trade Practices. In addition, Duty Credit Scrip @1% of FOB value of export and Status Holder Incentive Scrip on export will be available over and above any Duty Credit Scrip claimed/ availed by the company. As 'Government Recognized Star Export House', the company is likely to witness increase in its exports based on assurance on the quality of its products and competitive prices. The company is confident that it shall be able to effectively leverage this and establish a reputed brand name for itself on the global market arena. Planning to Setup a Plant at Dahej, Gujarat to facilitate better economics and logistic support to Export Market.

AGREEMENT WITH QUIMIDROGA: The Company has entered into the Memorandum of Understanding with Quimidroga-Spain which was founded in 1944 and ranked seventh among top 100 Chemical Distributors. This association has helped the company in flourishing its business in Europe and America and earned foreign exchange in terms of Export Sales Revenue with high margin. The Company has secured the advantage of Brand Building and also obtained Pre- REACH registration as required for the export of its products in Europe.

INCREASE IN THE INSTALLED CAPACITY OF POLYMER COMPOUNDS: The Company has been working for its expansion of manufacturing activity which includes increased installed capacity to almost double as compared to 2011-12. In the year under review the Company has installed two addition lines for Polymers Compound and operations of the same are expected to be commenced soon which would amount to 80%-90% utilization capacity.

EXPORTS OF RICE: The Company in order to broad base its product mix has explored a new business of distribution and exports of Basmati Rice for which the company has obtained Certificate from Agricultural & Processed Food Products Exports Development Authority issued by Ministry of Commerce & Industry, Government of India, mandatory for export of Rice.

INCREASE IN THE EXPORTS SALE: The company has registered an increase in the Exports by 650% in the current Financial Year 2012-13 in comparison to FY 2011-12. At present company is exporting to more than ten countries which include Spain, Turkey, Iran, Singapore, China etc.

FAIRS & EXHIBITIONS:

49th ISTANBUL INTERNATIONAL FOOTWEAR INDUSTRY SUPPLIERS FAIR: Istanbul International Footwear Industry Suppliers Fair brought local and global sub-industry purchasing companies and professional visitors together. 3000 foreign visitors visited AYSAF and total number of professional visitors was 22500. For the first time the Company showcased its products. We grabbed the opportunity to promote our new season products to internal and external markets. We have greatly benefitted from this meet. Through this the Company scope of exports has widened and got recognition. Moreover, during the course of exhibition many inquires came up which we could use to our advantage. Overall, the exhibition brought lots of hope and encouragement.

AFMEC – MEET AT AGRA 2012 – LEATHER, FOOTWEAR COMPONENTS & TECHNOLOGY FAIR: The Company had also participated in the Agra fair held in November 2012 resulted in enhancement of business prospects. The Company exhibited its TPR compounds (Thermoplastic Rubber), which is used for shoe Industry and grabbed the attention of national and international buyers and created a significant impact in the market. In totality the Company received a good response for the exhibited product.

INDIA INTERNATIONAL LEATHER FAIR (IILF), CHENNAI: IILF is known for its vivid presentation of leather industry and we as a component manufacturer took part in the same and exhibited our product TPR compounds (Thermoplastic Rubber) which is used to make shoe soles. The Company received quite a fair response in regards to our product and caught the eyeballs of many domestic as well as international buyers. Queries generated were satisfactorily responded. Our Participation benefitted us and helped us to increase our customer base.

CHINA PLAST 2013: Plastics and rubber are widely used in industries of automotive, electronics & electrical appliances, building & construction, packaging, medical, lighting, etc. It is an important platform for market exchange for the global plastics and rubber industries as well as the user industries. Our Company has participated and exhibited its products, resolved the queries raised by the visitors and have greatly benefitted from this exhibition. In addition, these kind of exhibitions or trade shows are the perfect platform to for a new product or service as all parties – members of the industry, interested buyers and media visit these shows. This enabled us to attract the attention of multiple audiences towards our products. It also enabled to collect data of our buyers in order to develop a quality database, build relationships, inform & educate about our new products

Company is planning to attend upcoming K 2013 at Germany which is the largest International Trade Fair in the World held every three years. This would add further value to the products of the company in International market and help in boosting Exports. Company has also attended the conferences organized by CII and FIEO and active in attending various buyers and sellers meet and fairs organized in Spain, Iran, Singapore, China etc.

ACKNOWLEDGEMENT

The Directors wish to express their grateful appreciation for assistance and cooperation received from Banks, Government Authorities, Stock Exchanges, Customers, Vendors and Members during the period under review. Your Directors also wish to place on record their appreciation for the committed services of the staff and workers of the Company.

**For and On Behalf of the Board of Directors
For Vikas GlobalOne Limited**

Sd/-

**Nand Kishore Garg
Chairman**

Place: New Delhi

Date: 14th August 2013

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

ECONOMIC OVERVIEW & GROWTH

The global economy in FY 2012-13 improved slowly but did not recover to the extent anticipated in the beginning of the year. Several European economies experienced recession due to high unemployment, banking fragility, fiscal tightening and sluggish growth. The U.S. economy improved marginally, driven mainly by housing and the consumer sectors; however, capital investments remained sluggish. Among the Asian economies, China, going through a political transition, experienced considerably slower growth. Deceleration in industrial output and exports weakened India's economic growth significantly. The weak macro environment and slower growth caused the margin environment to remain volatile with downward bias.

The global economic situation continues to be difficult. Economic situation in both US and Europe remains uncertain. U.S. gross domestic product shrank 0.1% in the fourth quarter of 2012—the worst performance since 2009. Wednesday's Federal Open Market Committee statement acknowledged that economic activity paused in recent months, but there was no change to monetary policy.

Amidst this there have been visible signs of slowdown in India's economy as well. The flagging industrial growth and exports have become serious concerns. Nonetheless, the slew of reform measures rolled out in September last year provided some support to the dwindling investor confidence and there were some signs of return in resilience. The investment activity however continues to be sluggish.

The economy slowed to around 5.0% for the 2012–13 fiscal year compared with 6.2% in the previous fiscal. India's GDP grew by 9.3% in 2010–11; thus, the growth rate has nearly halved in just three years. GDP growth rose marginally to 4.8% during the quarter through March 2013, from about 4.7% in the previous quarter. The government has forecast a growth rate of 6.1%–6.7% for the year 2013-14, whilst the RBI expects the same to be at 5.7%.

Going ahead, macroeconomic headwinds and heightened competitive intensity notwithstanding, we would strive to continue to drive profitable growth on the back of enhanced distribution, innovative marketing mix and new initiatives across categories and businesses.

KEY DRIVERS

During the year under review, your company has received overwhelming response from the market where the products of the company are marketed which include both domestic and foreign. Addition to that your company has received good acceptance by its customers both existing and the new who joined the company during the year.

The Exports of the company have increased by 650% during the year under review in comparison to FY 2011-12. At present company is exporting to more than ten countries which include Spain, Turkey, Iran, Singapore, China etc. The company has doubled its installed capacity for the Polymer Compounds and ESBO after utilizing of its present capacity upto 80-90%. The Company has massive investment plans in the coming time. These investments shall not be limited to India. Further, the Company is poised to effectively market whatever it produces.

Financial Performance has been given separately in the Director's Report

ANNEXURE 'A' TO DIRECTOR'S REPORT

Information as per section 217(1)(e) read with Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Director's Report for the year ended 31st March, 2013:

CONSERVATION OF ENERGY

- The Company shall continue its endeavor to improve energy conservation and utilization.
- Total energy consumption and production as per Form – A of the annexure to the Rules.

Form A for disclosure of particulars with regard to conservation of energy:

Power & Fuel Consumption

(Rs In Lacs)

Electricity	2012-2013	2011-2012
Purchased	105.71	61.94
Through own generation	20.61	14.68

Consumption per unit of production

(Units)

Product	Electricity		Own Generation	
	2012-2013	2011-2012	2012-2013	2011-2012
Calcium Powder & TPR	22.97	13.46	5.60	3.99
ESBO	2.10	1.23	1.57	1.12
Heat Stabilizer (TINMATE-201)	0.79	0.46	1.18	0.84

TECHNOLOGY ABSORPTION

Efforts made in technology absorption as per Form B of the Annexure to the Rules:

Research & Development (R & D)

- Specific Areas in which R & D carried out by the Company:** During the year, the company has inclined its efforts in the development of its production efficiency by improving its methods and technology.
- Benefits derived as a result of above R & D:** Increased in market share.
- Future Plan of Action/Expansions Plans:** The Company has massive investment plans in the coming time. These investments will not be limited to India. Further, the Company is poised to effectively market whatever it produces.
 - The Company has proposed to put new projects at its land of 27, 840.91 sq. meters allotted by Gujarat Industrial Development Corporation (A Government of Gujarat undertaking) at Dahej-II, Industrial Estate, District- Bharuch Gujarat to cater to market of Western and Southern India and also for exports. The projects will be commenced in the financial year 2013-14.
 - The company is also progressive in installation of additional line to increase the production of Polymer and Polyester Compound at its existing plant located at Shahjahanpur, Alwar, Rajasthan.

TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION:

Major initiatives are being taken to upgrade the various processes by making use of latest and better techniques. Efforts are being made to make best use of available infrastructure and at the same time importing new technology to bring out efficiency and economy. As a step towards it, the Company has procured highly sophisticated machinery for its newly set up plant at Shahjahanpur, Rajasthan, for commencing production of an additional range of Polymer Additives.

FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year under review, expenses were incurred on import of technology, raw materials and further expenses were incurred on foreign traveling of directors and other executives of the Company.

Earnings : Rs. 193,706,496/-

Outgo : Rs. 379,590,659 /- (include both foreign expenses and Import purchases)

ANNEXURE 'B' TO DIRECTOR'S REPORT

Financial details of Subsidiaries pursuant to the approval under Section 212(8) of the Companies Act, 1956 (Financial Year ended 31st March, 2013) (Rs in Lacs)

Name of the Subsidiary	Moonlite Technochem Private Limited	Sigma Plastic Industries (Partnership Firm)
Capital	214.91	545.65
Reserve	111.05	Nil
Total Assets	2,738.62	1,438.71
Total Liabilities (Loans + Current Liabilities)	2,412.66	893.06
Investment (Except in case of investment in subsidiaries)	Nil	Nil
Turnover (Including other income)	10,099.76	2,581.65
Profit (Loss) before Taxation	40.98	78.65
Provision for Taxation	(16.41)	(0.43)
Profit (Loss) after Taxation	24.57	78.22
Proposed Dividend	Nil	Nil

Notes:

- 1) The Company hereby undertakes that annual accounts of the above said Subsidiaries and related information will be made available to the holding and subsidiaries investors seeking such information at any point of time.
- 2) The annual accounts of the above said Subsidiaries are ready for inspection by any investors in the head office of the Company and that of the subsidiary's office.

**For and On Behalf of the Board of Directors
For Vikas GlobalOne Limited**

Sd/-

Nand Kishore Garg
Chairman

Place: New Delhi

Date: 14th August 2013

REPORT ON CORPORATE GOVERNANCE

Corporate Governance refers to the blend of law, regulations and voluntary practices that are able to attract the best of capital and talent. Strong corporate governance is indispensable for safeguarding the interests of shareholders. The Company understands and respects its fiduciary role and responsibility towards shareholders and strives hard to meet their expectations.

Effective Corporate Governance needs to internalize and adopt a core set of values which further strengthens the Management and the decision-making process, resulting in creation of value and wealth for the shareholders on sustainable and long-term basis. Corporate Governance is the key factor in attaining fairness for all stakeholders and achieving organizational efficiency. A detailed policy is established to provide a direction and framework for managing and monitoring the Company in accordance with the principles of good Corporate Governance, thus ensuring fairness in all transactions within and outside the Company with investors, customers, employees, competitors and the society at large.

VGL's Board of Directors and Management are deeply committed to pursuing growth by adhering to the highest national and international standards of Corporate Governance. As a Company, VGL believes good Corporate Governance and transparency in actions of the Management to be the key to building strong trust with the Company's stakeholders. Good governance practices in the Company include adoption of best Board practices, respect and protection of minority views and interests, and institutionalization of fair and transparent reporting systems in true spirit, beyond merely complying with mandatory requirements. The Company's commitment towards adoption of sound governance, at par with global standards on a sustained basis is evident from the fact that it had put in place systems and procedures well before these became mandatory. This attitude of VGL has strengthened the bond of trust with its stakeholders, and also with the society at large.

This chapter, along with the chapters on Management Discussion and Analysis reports VGL's compliance with Clause.

CORPORATE GOVERNANCE PHILOSOPHY

VGL's philosophy of Corporate Governance is based on preserving core values and ethical business conduct. Corporate Governance is integral to the philosophy of the Company in its pursuit of excellence, growth, and value creation. The Company's philosophy is to achieve business excellence and optimize long term value for its shareholders on a sustained basis through ethical business conduct. It envisages attainment of the highest level of transparency, accountability and equity in all facets of its operations and all its interactions with shareholders, employees, lenders and government.

In line with VGL's commitment to good Corporate Governance practices, the main role of the Company's Board of Directors is to oversee how the Management is serving the interests of all stakeholders. The Company has been focusing, and always will focus, on long-term value creation for all its shareholders, employees, creditors and regulatory bodies. Commitment to maximizing shareholder value on a sustained basis, while looking after the welfare of multiple stakeholders, is a fundamental shared value of VGL's Board of Directors, Management and employees, and critical to the Company's success. This value system translates into institutionalizing structures and procedures that enhance the efficacy of the Board and inculcate a culture of transparency, accountability and integrity across the Company. VGL's initiatives towards this end include: professionalization of the Board; fair and transparent processes and reporting systems; and going beyond the mandated Corporate Governance Code requirements of SEBI.

BOARD OF DIRECTORS

COMPOSITION OF BOARD

The composition of Board of Directors of the Company is in conformity with Clause 49 of the Listing Agreement with the Stock Exchanges, which stipulates that a Company shall have an optimum combination of Executive and Non-Executive

Directors, with not less than 50 per cent of the Board comprising Non-Executive Directors, and where the Non-Executive Chairman is the promoter of the Company, at least one-half of the Board of the Company consisting of Independent Directors

As on 31st March 2013, the Company has Ten Directors with a Promoter & Non- Executive Chairman. Out of the Ten Directors' Seven are Independent & Non-Executive Directors, One is Promoter & Non Executive Chairman and Two are Promoter & Executive Directors.

Composition and the category of the Directors as on 31st March 2013 are as follows:

S.No.	Name of Director	Designation	Position
1.	Nand Kishore Garg	Chairman	Promoter- Non Executive
2.	Brij Behari Tandon	Director	Independent-Non Executive
3.	Pradip Kumar Banerji	Director	Independent-Non Executive
4.	Jagdish Capoor	Director	Independent-Non Executive
5.	Sumer Chand Tayal	Director	Independent-Non Executive
6.	Purushottam Dass Bhoot	Director	Independent-Non Executive
7.	Narender Kumar Garg	Director	Independent-Non Executive
8.	Manoj Singhal	Director	Additional Director
9.	Vivek Garg	Director	Promoter - Whole Time Director
10	Vikas Garg	Director	Promoter - Managing Director

DIRECTORS PROFILE

Brief profile of all the Directors, nature of their expertise in specific functional areas and the names of the companies in which they hold directorships are provided below:

MR. NAND KISHORE GARG, 65 years, M.Sc. LLB, D.Lit. is promoter Non- Executive Chairman and the founder of the company.

His 40 years of enriched experience in the field of Chemical and Petroleum Products helps in the financial and strategic decision making leading the company to reach the new heights. He is also very active in field of education.

He is also on the Board of Bharat Prakashan (Delhi) Limited and Maharaja Agrasen Academy Pvt. Ltd.

MR. BRIJ BEHARI TANDON, 72 years holds Masters Degree in Economics and LLB from the University of Delhi. He has also obtained Associate certificate from Indian Institute of Bankers in respect of subjects of co-operation and Industrial finance. He is Independent & Non- Executive Director of the company.

He was the member of Indian Administrative Service from 1965 to 2001. He has also served on the senior level positions in the Government of India like Secretary etc. He has also been member of the Securities and Exchange Board of India (SEBI). He has also been the Chief Election Commissioner of India. He has considerable management experience in the fields of Economics, Company Law, Co-operation and Industrial finance. The company is enlightened by his corporate and legal experience helping in the compliance with the regulation applicable on the company.

He is also on the Board of Ambuja Cement Foundation, Adani Power Ltd, ACB (India) Ltd., Birla Corporation Ltd, Oriental Carbon & Chemicals Ltd., Jaiprakash Power Ventures Ltd. Dhampur Sugar Mills Ltd, Filatex India Ltd., Bhusan Steels

Limited., VLS Finance Ltd, Exicom Tele-Systems Ltd., Ambience Private Ltd., Jaypee Infratech Ltd., ACB (India) Limited Schrader Duncan Limited and M & M Assets reconstructions Company Limited. He is the Chairman of Remuneration Committee.

MR. PRADIP KUMAR BANERJI, 71 years is a post graduate in economics from Lucknow University. He is an Independent & Non-Executive Director of the company.

He was the member of Indian Administrative Service, 1966 batch, West Bengal. He has also served on the senior level position in the Government of India like Finance Secretary and State Governments like Secretary to the Governor of West Bengal. He has gained rich experience in the field of Finance, Industry, Foreign Trade, Foreign Investment while his association with the World Bank, Asian Development Bank, IFC, European Union, ICAO etc. The Company is benefitted by his Global connections and financial analytical capability, which includes feasibility study for the new project.

He has also been awarded Padma Shri in 1972 for his outstanding public service. Also he has been awarded Medal of Honor by the Soviet Chamber of Commerce and Industry in 1984.

He is also on the Board of GTFS Multi Services Limited. He is the Chairman of the Risk Management Committee and member of Remuneration Committee.

MR. JAGDISH CAPOOR, 74 years holds Masters Degree in Commerce from Agra and is a Fellow member of the Indian Institute of Banking and Finance. He is an Independent & Non-Executive Director of the company.

He has vast experience of over 45 years. He had formerly been a Deputy Governor of RBI and has also been a member on the boards of several banks, e.g. Bank of Baroda, State Bank of India, National Housing Bank, NABARD, Exim Bank, and HDFC Bank (as Chairman), and also on the board of Bombay Stock Exchange (BSE).

He is also on the boards of Indian Hotel Co. Ltd, Asset Care & Reconstruction Enterprise Ltd., LIC Pension Fund Ltd, Manappuram Finance Limited., Entegra Limited, LIC Housing Finance Limited., Quantum Trustee Co. Pvt. Ltd., LICHFL Trustee Co. Pvt. Ltd., Atlas Documentary Facilitators Company Pvt. Ltd., LIC Housing Finance Limited and Nitesh Estates Limited. He is also associated with Indian Institute of Management, Indore as a member of Board of Governor.

MR. SUMER CHAND TAYAL, 67 years is a Civil Engineer and an Independent & Non- Executive Director of the Company.

He during his association with Delhi Development Authority has gained rich experience in Materials Management for executing various construction /Development Projects. He is on the board of the company since 2006 and is advising the company on various projects under real estate Segment and plays a major role toward execution of new projects of the Company.

He also holds directorship in Moonlite Footcare Pvt. Ltd. He is the Chairman of Shareholder Grievance Committee, Equity Warrant Committee and the member of Audit Committee.

MR. PURUSHOTTAM DASS BHOOT, 84 years Law Graduate and Company Secretary is Independent & Non- Executive Director of the company.

He has a vast experience in handling legal and secretarial assignments during his association with Bazaloni Groups Ltd. He is providing a valuable support in Legal and Secretarial matters of the Company since 1994

He is also on the board of Bhatkawa Tea Industries Ltd. He is the member of the Audit Committee of the Company.

MR. NARENDER KUMAR GARG, 64 years holds Masters Degree in Political Science and History and an Independent & Non- Executive Director of the Company.

He has served on the Board of Super Bazaar (The Cooperative Store Ltd), New Delhi and Chairman of Disciplinary Committee of Super Bazaar. He was also the member of Azadpur Mandi Committee, Delhi Government. Addition to that he was appointed as an arbitrator with the Registrar of Co-orporative Societies, Delhi Government.

He is a Managing Director of ISG Securities and Finance Pvt. Ltd. an NBFC and Director of JBG Indraprastha Developers Pvt. Limited, 365 Labels Private Limited and GBG Estate Developers Private Limited possesses vast experience in the field of Finance, Legal and Marketing. The company is enlightened by his rich and vast experience in its financial and legal decision making.

He is the Chairman of Audit Committee, Equity Warrant Committee and Compensation Committee and member of the Shareholder Grievance Committee, Risk Management Committee, Executive Committee and Remuneration Committee.

MR. MANOJ SINGHAL, 57 year is a Commerce Graduate from Punjab University and an Independent & Non-Executive Director of the Company.

He launched a dream journey of his own. He has justified the true spirit of the motto, by achieving where he has reached continuing to aspire and achieve more. Starting his business career in packaging industry and with an innovative and inquisitive mind having in built momentum for taking challenges in life, ventured into high technology industry for manufacturing of Precision Metallic Coil Spring at Gurgaon in 1991

He has spread world class quality education for rural poor children at affordable price by associating in the capacity of president with Mohinder Singh Syngle Education and Research Society New Delhi. Apart from academics, thrust is given on development of personality, Indian value system and secularism amongst students, in these institutes. He has widely travelled all over the globe on Business Mission, International Trade & Business Conferences. His versatility is depicted through his immense contribution made on the education and Social Cultural & sports front by associating with various educational institutions, trusts and committees. In view of the background and vast experience, the Board considers his association as a Director will be beneficial to and in the interest of the company.

He is the Chairman and Managing Directors of M and M Auto Industries Limited and M and M Asan Auto Limited. He is also the Promoter Director of MNS Global Finance Limited, M and M Vidyt Pvt. Ltd, M and M Appartments Infrastucture Private Limited, M and M Apartments Pvt. Ltd. & Hitkari Automobiles (P) Limited. He hold professional membership in the Managing Committee (2009-11) PHD Chamber of Commerce & Industry & Co-Chairman-PHDCCI Haryana Sub Committee 2009-11, Life Member in Indian Institute of Materials Management and Vaish Corp Adarsh Bank Ltd.

He has also contributed on Social Cultural & Sports and is associated with President – Punjab Amateur Atheletic Association, Distt. Sangur, Punjab., Vice President- Shree Dharmic Lila Committee(Regd), Trustee- Sri Bhagwati Rakta Chumunda Trust,

Kangra, H.P., Vice-Chairman- Shirdi Sai Baba Temple Society & Sai Education Trust, Associate Member- Indian Habitat Centre, New Delhi and others.

MR. VIVEK GARG, 38 years is a Commerce Graduate and Promoter-Executive and Whole-Time Director of the company.

He has in-depth knowledge of the business of the company and contributes for the overall working of the company with his 15 years of rich experience. He is supervising the operations of the company pertaining to the Real Estate, Logistics, Administration and Purchase Segments.

He also hold directorship in Triveni Bhoomi Vikas Pvt. Ltd., Maharaja Agrasen Academy Pvt. Ltd., A.G. Agrotech & Power Pvt. Ltd., Pride Buildtech Private Limited and Vikas Polymerland Private Limited.

He is a member of Shareholders Grievance Committee, Equity Warrant Committee and Executive Committee.

MR. VIKAS GARG, 40 years is a Commerce Graduate from Delhi University and Promoter-Executive and Managing Director of the company.

He holds the directorship in the Company since 1992-93. He heads the company and provides strategic direction and guidance to all the activities of the company. He possesses rich experience of more than 17 years in the line of Chemicals and Polymer Compounds. He spearheaded the Group's diversification into Chemicals and Polymer Compounds and has been instrumental in getting distribution rights from various global giants. He had utilized his experience of the trading field to route his efforts in the manufacturing direction thereby establishing two manufacturing units one in Jammu and other in Rajasthan. His vision is to make Vikas GlobalOne Limited the fastest growing company in the field of polymer Compounds and speciality additives.

Since Inception, the company had crossed several milestones in its journey towards being a truly world class organization and has registered an exponential growth and consistently making profits. Under his leadership, company has shown consistent business growth and profitability. In addition, he continues to shoulder several other corporate responsibilities and playing a major role in the Company.

He was instrumental in commencement of commercial production of PVC Heat Stabilizers in its manufacturing facility situated at Samba, Jammu & Kashmir in collaboration with Sino-France Hozhou Chemical Company Limited, China, first of its kind facility in India aiming at manufacturing of import substituted products. It is the first fully Integrated Methyl Tin Stabilizer manufacturing facility in the India, which is equipped to produce quality material that is comparable to any of the international Brands.

His courage is reflected by the way he ventured into the business of Speciality chemicals from scratch at a very young age. In 2010, he had directed his efforts to include a new product in the kit of the company, thereby starting the production of Expoxidized Soyabean Oil – PVC Plasticizer & Co-Stabilizer under the brand name of ADD FLEX to the range of products being offered to the industry; which again is a first in the Northern India region. It's manufacturing facility is located at Shahjahanpur, Rajasthan. ADD FLEX – ESBO Plasticizer, is made from agriculture products thus acting as substitute of crude oil based other plasticizers like DOP/DBP etc.

Since then there was no looking back. He is adventurous and does not hesitate to look beyond the boundaries. He strongly believes in "NO RISK NO GAIN". It is because of his risk taking ability he had lead the company to great heights and

continuing further. Under his leadership company has increased its installed capacity of TPR Compounding to many folds in a short span of years.

He possesses the ability to sail his company through rough weathers, which is evident of his impeccable quality of courage and optimism. He believes in taking risks and moving ahead by pushing the company forward based on his ability and vision. His never say die spirit has set him going forward. His suppleness of wit and ability to take decision is noteworthy. He believes in providing quality services and continuously strive to raise the bar, thereby infusing confidence in the customer. He believes true essence of running business lies in building and maintaining relations.

He is a leader in true sense and stands not only for his cause but takes responsibility and motivates other individuals also. He considers his employees as his assets and work with them as a team. The leadership quality of his has made the employees to have long association with the company thereby reducing the attrition rate.

His Strategic direction and Innovative ideas helped the company to have a global impact and gearing up to cater to the growing demand. Under his guidance, company is all set to expand its business in a big way in the coming years. He is targeting impressive growth plans by increasing the production capacities of the plants and is making continuous additions to the capacities of its marketing and distribution setup. Under his leadership and with a host of expansion plans, the company is confident of achieving new heights in the coming years.

He also holds directorship in Vikas Polymerland Pvt. Ltd and Pride Buildtech Private Limited and Moonlite Technochem Private Limited.

He is the Chairman of the Executive Committee and member of Risk Management Committee, Compensation Committee and Remuneration Committee.

MEETINGS OF THE BOARD

The Board of Directors meet regularly to review strategic, operational and financial matters of the Company and has a formal schedule of matters reserved for its decision. It approves the interim and preliminary financial statements, the annual financial plan, significant contracts and capital investment along with strategic decisions like restructuring of business etc. Wherever appropriate, the Board delegates its authority to Committees of Directors like: Audit Committee, Shareholders Grievance Committee, Risk Management committee, Remuneration Committee and Equity Warrant Committee. Information is provided to the Board in advance of every meeting.

During the Financial Year 2012-13, 4 (Four) Board meetings were held. The maximum gap between two Board Meetings was less than four months ensuring compliance with Clause 49 of the Listing Agreement of Stock Exchanges and the Companies Act, 1956. Below mentioned table specifies the dates on which the board meetings were held:

DETAILS OF BOARD MEETINGS	
S. No.	Date of Board Meeting (During the financial year 2012-13)
1	14 th May, 2012
2	14 th August, 2012
3	8 th November, 2012
4	14 th February, 2013

Following are the details of attendance of Directors at the aforesaid Board Meetings held during the financial year 12-13.

Name of Directors	No. of Board meetings held during the tenure of the directors	No. of Board meetings attended
Nand Kishore Garg	4	1
Brij Behari Tandon	4	2
Pradip Kumar Banerji	4	4
Jagdish Capoor	4	2
Sumer Chand Tayal	4	4
Purushottam Dass Bhoot	4	3
Narender Kumar Garg	4	4
Manoj Singhal	1	1
Vikas Garg	4	4
Vivek Garg	4	3

BOARD LEVEL COMMITTEES

I. AUDIT COMMITTEE

The audit committee has been mandated with the same terms of reference as specified in Clause 49 II of the Listing Agreement with the Stock Exchanges. The present terms of reference also fully conforms to the requirement of Section 292A of the Companies Act, 1956.

The Audit committee reviews with the management and also with the statutory and internal auditors, all aspects of the financial results, effectiveness of internal audit/processes, taxation matters and other key areas. The Audit Committee also recommends the appointment and remuneration of the Internal Auditors and Statutory Auditors to the Board, considering their independence and effectiveness.

During the Financial Year 2012-13, 4 (Four) Audit Committee were held. Below mentioned table specifies the dates on which the board meetings were held:

DETAILS OF AUDIT COMMITTEE MEETING	
S. No.	Dates of the Meetings(During the financial year 2011-12)
1	12 th May, 2012
2	14 th August, 2012
3	7 th November, 2012
4	13 th February, 2013

The Composition of the Committee during the year is as under:

S.No.	Name of the Members	Designation	Category
1	Narender Kumar Garg	Director	Chairman
2	Sumer Chand Tayal	Director	Member
3	Purushottam Dass Bhoot	Director	Member

Ms. Jyoti Somani, Company Secretary acts as the secretary to the committee.

The scope of activities of Audit Committee includes the following:

- Committee must meet at least once in every quarter or more often if warranted and invite members of management or other required persons to attend the meeting for obtaining significant information from them.
- Ensure the prudence of external auditor and neutrality of internal auditor.
- Evaluation, on regular basis, of the adequacy of internal audit function to ensure the complete coverage of audit, reduction of redundant efforts and effective utilization of audit resources.
- Review Company’s accounting policies, internal accounting controls, financial and risk management policies and such other matters as the committee deems appropriate.
- Review Company’s compliance with prescribed and applicable accounting standards.
- Validate related party transactions.
- Validate compliance with disclosure requirements.
- Review and validate Directors report’s financial aspects.
- Analyze with independent auditor the effectiveness and completeness of internal controls which includes the IT systems and security.
- Discussion with independent auditor and internal auditor regarding
 - Any substantial findings during the year including the status of previous recommendations.
 - Significant internal control weaknesses found by auditors
 - Any adversity faced by the auditor’s during their work including restriction on scope of activities and access to information.
 - Any modification in the scope of pre-decided internal audit plan.
- Regular reporting to board of directors on significant findings and ongoing activities.
- Obtaining regular updation from management on status of risk identification and its management.
- Based on above cast a view on the systems and processes related with accounting and financials.

As required in terms of the Listing Agreement of Stock Exchanges, the Audit Committee has reviewed the following information:

- Management Discussion and analysis of financial condition and results of operations.
- Statement of significant related party transactions submitted by the management.
- Internal Audit Reports
- Appointment, removal and terms of remuneration of the internal auditors.

II. EXECUTIVE COMMITTEE

The Board constituted the Executive Committee and is empowered to make and implement major organizational decisions. The executive committee acts as an overseer of organizational activities and has the authority to request justification of certain matters as well as to plan activities.

The Composition of the Committee during the year is as under:

S. No.	Name of the Members	Designation	Category
1	Vikas Garg	Director	Chairman
2	Narender Kumar Garg	Director	Member
3	Vivek Garg	Director	Member

The scope of the activities of Executive Committee includes the following:

- To exercise all of the powers and authority of the Board of Directors to the management of the business and affairs of the Company, subject to applicable laws, in the interim between meetings of the Board of Directors;

- To take decisions with regard to the following:
 - Major short term operations, and cash and banking operations related to the Company
 - In its responsibility for the daily management of the Company, the Executive Committee takes decisions for major engagements and commitments, not reserved for the Board.
- To authorize Directors and / or officials of the Company to execute agreements, deeds, documents and writings as may be required time to time for the purpose of executing various business transactions, and to do and perform all such acts, deeds, matters and things as may be necessary.
To exercise all or part of daily management of the Company and supervision of subsidiaries and companies linked to the Group;

III. COMPENSATION COMMITTEE

The Board constituted Compensation Committee in order to comply with the provisions of Clause 49 of the Listing Agreement. The role of the compensation committee is to set appropriate and supportable pay programs that are in the organization's best interests and aligned with its business mission and strategy.

The Composition of Committee during the year is as under:

S. No.	Name of the Members	Designation	Category
1	Narender Kumar Garg	Director	Chairman
2	Sumer Chand Tayal	Director	Member
3	Vikas Garg	Director	Member

The scope of the activities of Remuneration Committee includes the following:

- Determine compensation policy
- Determine CEO compensation including salary, incentive and equity based awards.
- Compensation for elected officers and directors.
- Annual performance evaluation

IV. SHAREHOLDER GRIEVANCE COMMITTEE

The Board has constituted Shareholder Grievance Committee. The Committee expedites the process of redressal of shareholders complaints like non-transfer of shares, non-receipt of balance sheet, non- receipt of any dividend etc. The committee meets at such intervals as may be deemed fit keeping in view the quantum of transactions received during the period.

The Composition of the Committee during the year is as under:

S. No.	Name of the Members	Designation	Category
1	Sumer Chand Tayal	Director	Chairman
2	Vivek Garg	Director	Member
3	Narender Kumar Garg	Director	Member

Ms. Jyoti Somani, Company Secretary acts as the secretary to the Committee.

The Company addresses all complaints and grievances expeditiously and replies are sent/ issues resolved usually within fifteen days, unless there is a dispute or other legal constraints. The Shareholders Grievance Committee reviews summary of complaints received and appropriate action is taken promptly.

The scope of activities of Shareholders Grievance Committee includes the following:

- Orchestrate efficacious system in consonance with statutory guidelines to ensure speedy disposal of requests/ grievance received from shareholders.
- Oversight over the redressal of shareholders and investor complaints e.g. transfer of shares, non receipt of balance sheet, non receipt of declared dividend etc.
- Dwell in greater depth on the issues of investors' complaints and grievances.
- Analytical and comprehensive review of the reports submitted by Registrars & Share Transfer agents of the Company,
- Review the company report on the functioning of said investor grievances redressal machinery.
- Follow up implementations of suggestions for improvement.
- Authorize Issue of duplicate certificates in place of original certificate.
- Approve and effect transmission of shares arising as a result of death of the sole/ anyone joint shareholder.
- Regular review of statutory guidelines, quality and best in class practices of the grievance redressal system to ensure its continuing efficacy and thereby enhancing shareholders' satisfaction.
- Periodically report to Board about serious concerns, if any.

Status of Investor Complaints as on March 31, 2013 and reported under Clause 41 of the Listing Agreement are as under:

Complaints as on April 1, 2012	:	Nil
Received during the year	:	1
Resolved during the year	:	1
Pending as on March 31, 2013	:	Nil

Name, Designation and address of Compliance Officer:

Ms. Jyoti Somani, Company Secretary & Manager- Corporate Affairs
Vikas House, 34/1, East Punjabi Bagh, New Delhi-110026

V. REMUNERATION COMMITTEE

The primary purpose of this committee is to ensure that directors and executives are fairly rewarded for their individual contribution to company's performance without any personal interest and also keeping other stakeholders' as well as company's financial and commercial health intact. Committee also serves as party to monitor and strengthen the objectivity and credibility of directors and executives' remuneration system and also making recommendation to the board on remuneration package and policies applicable to directors.

The Composition of the Committee during the year is as under:

S. No.	Name of the Members	Designation	Category
1	Brij Behari Tandon	Director	Chairman
2	Pradip Kumar Banerji	Director	Member
3	Narender Kumar Garg	Director	Member
4	Vikas Garg	Director	Member

The scope of the activities of Remuneration Committee includes the following:

- Determination of Company's policy on specific remuneration package for executive and non-executive directors including pension rights and compensation payment.

- Orchestrate the performance targets and deliverables of the positions for which the Remuneration Committee is authorized to set remuneration and correlate with the delivered performance.
- Monitor and review the compensation (including salaries and salary adjustments, incentives/benefits, bonuses, stock options, deferred compensations) periodically.
- Review and approve proposed terminal payments for those who directly report to the Managing Director and Chief Executive Officer.
- Review and recommend to the Board any changes in remuneration policy required, if any.

VI. EQUITY WARRANT COMMITTEE

The Equity Warrant Committee has been constituted for the purpose of better corporate governance and for smooth operations of conversion of equity convertible warrants.

The composition of committee during the year is as under:

S. No.	Name of the Members	Designation	Category
1	Narender Kumar Garg	Director	Chairman
2	Sumer Chand Tayal	Director	Member
3	Vivek Garg	Director	Member

The quorum for a meeting of Equity Warrant Committee, duly convened and held, shall be one third of the total number of members or two members, whichever shall be higher.

The Equity Warrant Committee will be authorized to convert the convertible warrants, issue and allot resultant equity shares, subject to such conditions or modifications that may be imposed, required or suggested by the Securities & Exchange Board of India (the SEBI), Stock Exchange(s) or other authorities and to settle all questions or difficulties that may arise with regard to the aforesaid in such manner as it may determine in its absolute discretion and to take such steps and to do all such acts, deeds, matters and things as may be required, necessary, proper or expedient.

VII. RISK MANAGEMENT COMMITTEE

The Board has further constituted Risk Management Committee with the object to examine and supervise the management for all the risk that can affect the company's objectives, business, its sustainability and reputation. The Committee will also be responsible for spreading awareness about the possible risks and taking appropriate and timely steps to mitigate it. Risks include Credit risk, Market risk, Operational risk, Reputation risk and also Macro Economic risk.

The Composition record during the year is as under:

S. No.	Name of the Members	Designation	Category
1	Pradip Kumar Banerji	Director	Chairman
2	Narender Kumar Garg	Director	Member
3	Vikas Garg	Director	Member

The scope of activities of the Risk Management Committee is as under:

- Ensure that the identification and evaluation of key risks that threaten achievement of the company's objectives is carried out, and that a register of these risks is maintained.

- Monitoring and managing the credit risk, market risk, operational risk, macroeconomic risk and other risk of the company.
- Review and assess the quality, integrity and effectiveness of the risk management framework with a view to ensure that the risk policies and strategies are efficaciously and effectively operated.
- Ensure implementation of an effective ongoing process to identify risk, measure potential impact and activate what is necessary to pro-actively manage risks, and decide the company's appetite or tolerance for risk.
- Ensure that a systematic, documented assessment of the processes and outcomes surrounding key risks is undertaken periodically (at least annually) for the purpose of assessing the efficacy of risk management.
- Oversee formal reviews of activities associated with the effectiveness of risk management and internal control processes.
- Monitor external developments relating to the practice of corporate accountability and the reporting of specifically associated risk, including emerging and prospective impacts
- Report regularly to the Board and Audit committee on risk areas and measures to mitigate it.
- Contribute to raising awareness of risk across the company and to maintaining the profile of risk management.
- Address such other matters related to risk as may arise from time to time.

CODE OF CONDUCT

Commitment to ethical professional conduct is a must for every employee, including Board members and senior Management, of VGL. The Code is intended to serve as a basis for ethical decision-making in conduct of professional work. The Code of Conduct states that each individual in the organization must know and respect existing laws, accept and provide appropriate professional views, and be upright in his conduct and observe corporate discipline.

The Code of Conduct is available on the website of the company www.vikasglobal.in. All Board members and senior Management personnel have affirmed compliance with the Code of Conduct. A declaration signed by the Chief Executive Officer (CEO) to this effect is enclosed at the end of this report.

SUBSIDIARY MONITORING FRAMEWORK

All subsidiaries of the Company are managed by their Boards having the rights and obligations to manage such companies in the best interest of their stakeholders. The Company has material unlisted subsidiary and hence as per requirements Mr. Narender Garg, Independent and Non-Executive Director of the Company is on the Board of its subsidiary. The Company monitors performance of subsidiary companies, inter alia, by the following means:

- (a) Financial statements, in particular the investments made by the unlisted subsidiary companies, are reviewed quarterly by the Audit Committee of the Company.
- (b) All minutes of Board meetings of the unlisted subsidiary companies are placed before the Company's Board regularly.
- (c) A statement containing all significant transactions and arrangements entered into by the unlisted subsidiary companies is placed before the Company's Board.

DISCLOSURES

- **Details on materially significant related party transactions**

There are no materially significant related party transactions during the year that have potential conflict with the interests of the Company at large. Other related party transactions are given in the Schedules annexed to and forming part of the accounts for the year ended March 31, 2013.

- **Disclosure of Accounting Standards in preparation of financial statements**

The Company has followed the Accounting Standards as prescribed by the Institute of Chartered Accountants of India in preparation of financial statements.

- **Details of non compliance by the Company, penalties, strictures, imposed on the Company by the Stock Exchange or SEBI**

The Company has complied with the requirements of listing agreements of Stock Exchanges. Consequently, no non-compliance or penalties imposed on your company by Stock Exchanges or SEBI or any statutory authority or any matter related to capital markets during the year.

- **Whistle Blower Policy**

Your Company has adopted a Whistle Blower Policy which is permanently posted on the Company's intranet. All issues raised under the Whistle Blower Policy are directly reported to the Chairman of the Company's Audit Committee and no personnel have been denied access to the Audit Committee.

- The Company has complied with all the mandatory requirements and most of the non-mandatory requirements specified in the revised Clause 49 of the Listing Agreement.

SECRETARIAL AUDIT

- Pursuant to clause 47 (c) of the Listing Agreement compliance, certificates on half yearly basis have been issued by Company Secretary in practice for due compliance of share transfer formalities by the Company.
- A qualified practicing Company Secretary carried out the Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital.

MEANS OF COMMUNICATION

Half Yearly & Quarterly Results: The Company regularly intimates the Stock Exchanges regarding the Audited Financial Results as well as the Unaudited Results for every quarter of the Company. The results of the Company are published in one English and one Hindi newspaper as per the requirement of Clause 32 the Listing Agreement with the Stock Exchanges.

Annual Report : Annual Report containing, inter alia, Audited Annual Accounts, Directors' Report, Auditors' Report and other important information is circulated to members and others entitled thereto.

GENERAL INFORMATION FOR MEMBERS

Annual General Meetings Details

Date	27 th September 2013
Venue	Haryana Maitri Bhawan, Pitampura, New Delhi – 110027
Time	11:30 A.M
Book Closure Dates	21 st September 2013 – 27 th September 2013
Dividend Payment Date	On or after 27 th September 2013

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report forms part of the Reports of Board of Directors

REGISTRARS & SHARE TRANSFER AGENT (RTA)

Alankit Assignments Limited

Alankit House, 2E/21, Jhandewalan Extension, New Delhi-110055

ADDRESS FOR CORRESPONDENCE

1. Company Secretary
Vikas GlobalOne Limited, Vikas House, 34/1, East Punjabi Bagh, New Delhi-110026
2. Registrar & Share Transfer Agent
Alankit Assignments Limited, 2E/21, Jhandewalan Extension, New Delhi-110055

COMPLIANCE OFFICER

Ms. Jyoti Somani, Company Secretary, is the Compliance Officer under Clause 47 of the Listing Agreement with Stock Exchange.

DEMATERIALIZATION OF SHARES AND LIQUIDITY

The Shares of the Company are required to be traded in dematerialized form and are available for trading under both the Depository Systems in India- NSDL and CDSL. The International Securities Identification Number (ISIN) allotted to the Company's Share under Depository System is INE806A01012. The annual custody fee for the financial year 2013-14 has been paid to NSDL and CDSL, the Depositories. In the Company, 98.19% (percent) of shares of the Company have been dematerialized as on 31st March, 2013.

LISTING OF SHARES ON STOCK EXCHANGES

National Stock Exchange of India Limited, Exchange Plaza, C-1, Block-G, Bandra –Kurla Complex, Bandra (E), Mumbai- 51.

Bombay Stock Exchange Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001

Delhi Stock Exchange Association Limited, DSE House, 3/1, Asaf Ali Road, New Delhi-110 002

STOCK EXCHANGE CODE

ISIN NO: INE806A01012

National Stock Exchange of India Limited: VIKASGLOB

The Bombay Stock Exchange limited: 530961

The Delhi Stock Exchange: 530961

FINANCIAL CALENDAR

Financial Year 2012-2013	
First Quarter Results	June, 2012
Second Quarter and Half-Year Results	September, 2012
Third Quarter Results	December, 2012
Fourth Quarter and Annual Results	March, 2013

GENERAL BODY MEETINGS

Details of last three Annual General Meetings were held at:

Financial year Date	Time	Venue
Saturday, the 28 th September, 2010	11:30 A.M.	Haryana Maitri Bhawan, Pitampura, New Delhi
Wednesday, the 28 th September, 2011	11:30 A.M.	Haryana Maitri Bhawan, Pitampura, New Delhi
Thursday, the 27 th September, 2012	11:30 A.M.	Haryana Maitri Bhawan, Pitampura, New Delhi

No **Special Resolution** was passed in the last Annual General Meeting:

DEPOSITORY SERVICES

Shareholders may write to our RTA or to their respective Depositories for guidance on depository services.

ADDRESS FOR CORRESPONDENCE WITH DEPOSITORY**NATIONAL SECURITIES DEPOSITORY LIMITED**

Trade world, "A" Wing, 4th floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai 400 013
Telephone: 022-24994200, Facsimile: 022-24976351, E-mail: info@nsdl.co.in, Website: www.nsdl.co.in

CENTRAL DEPOSITORY SERVICES (INDIA) LIMITED

Phiroze Jeejeebhoy Towers , 17th floor, Dalal Street, Mumbai 400 001, Telephone: 022-22723333, Facsimile: 022-22723199/2072, E-mail: investor@cdslindia.com, Website: www.cdslindia.com

SHARE TRANSFER SYSTEM

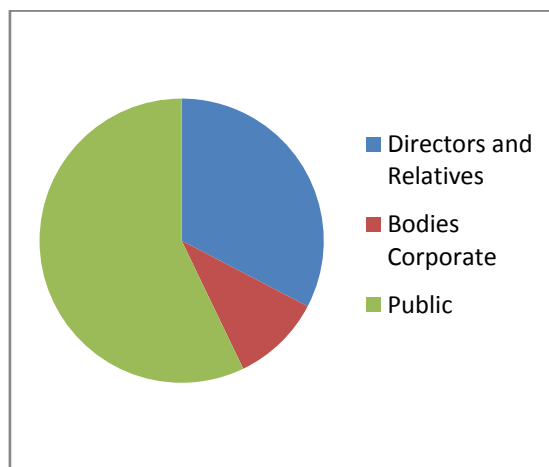
Shares lodged with the Registrar's office are usually processed within 15 days from the date of lodgment, if the documents are clear in all respects. All requests for dematerialization of securities are processed and confirmed within 15 days.

DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2013

Shareholding of nominal value			Share/Debenture holders		Share/ Debenture Holding	
	In Rs.		Number	%age	Shares	%age
1	To	5000	862	74.632	1054450	1.044
5001	To	10000	88	7.619	715770	0.708
10001	To	20000	43	3.723	692100	0.685
20001	To	30000	14	1.212	3512000	0.348
30001	To	40000	12	1.039	435860	0.431
40001	To	50000	15	1.299	695440	0.688
50001	To	100000	30	2.597	2094940	2.073
100001	To	Above	91	7.879	94999610	94.022
Total			1155	100.00	10103937	100.00

SHAREHOLDING PATTERN AS ON 31ST MARCH, 2013

Category	Number of Shares	Percentage of Holding
(A) PROMOTERS		
Directors and Relatives	3297488	32.64
Bodies Corporate	1032963	10.22
Total (A)	4330451	42.86
(B) PUBLIC SHAREHOLDING		
Bodies Corporate	2199094	21.77
Individuals/HUF/NRI's	3574392	35.38
Total (B)	5773486	57.14
Grand Total (A+B)	10103937	100.00



STOCK MARKET DATA

The stock market data of BSE and NSE for the year are as follows:

Month	BSE		NSE	
	High Price	Low Price	High Price	Low Price
April 2012	73.60	65.00	73.50	62.85
May 2012	75.00	60.00	74.00	60.00
June 2012	82.00	66.00	81.00	66.05
July 2012	88.00	70.20	80.95	70.00
August 2012	89.00	69.50	81.00	67.10
September 2012	100.90	62.10	100.00	68.85
October 2012	97.95	75.05	97.00	72.15
November 2012	117.80	79.00	118.10	73.05
December 2012	145.00	113.00	146.00	112.50
January 2013	245.00	136.00	248.85	135.55
February 2013	182.00	101.95	183.00	101.85
March 2013	145.00	76.5	160.00	75.30

ANNEXURE TO THE REPORT OF THE DIRECTORS

CERTIFICATE OF COMPLIANCE FROM AUDITOR AS STIPULATED UNDER CLAUSE 49 OF THE LISTING AGREEMENT OF THE STOCK EXCHANGES IN INDIA

To the members of VIKAS GLOBALONE LIMITED

We have examined the compliance of conditions of Corporate Governance by Vikas GlobalOne Limited (the Company) for the year ended 31st March 2013, as stipulated in Clause 49 of the Listing agreement of the Company with the Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to the procedure and implementation thereof, adopted by the Company, for ensuring the compliance of the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

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

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the company.

We further state that such compliance is neither an assurance as to future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For R S P H & Associates

Chartered Accountants

Sd/-

C.A Tarun Kumar Batra

Partner

Membership Number: - 094318

Firm's Registration Number: - 003013N

Place: - New Delhi

Date: - 14th August 2013

DECLARATION BY THE CHIEF EXECUTIVE OFFICER UNDER CLAUSE 49 OF THE LISTING AGREEMENT

I, Vikas Garg, Managing Director, of Vikas GlobalOne Limited, to the best of our knowledge and belief certify that:

1. I have reviewed the Balance Sheet and Profit and Loss Account of the Company for the year ended 31st March, 2013 and its entire schedule and notes on accounts, as well as the Cash Flow Statement.
2. To the best of our knowledge and information:
 - a. These statements do not contain any materially untrue statement or omit to state a material fact or contains statement that might be misleading.
 - b. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. We also certify, that based on our knowledge and the information provided to us, there are no transactions entered into by the company, which are fraudulent, illegal or violate the company's code of conduct.
4. The company's other certifying officers and we are responsible for establishing and maintaining internal controls for financial reporting and procedures for the Company, and we have evaluated the effectiveness of the Company's internal controls and procedures pertaining to financial reporting.
5. The Company's other certifying officers and we have disclosed, based on our most recent evaluation, wherever applicable, to the Company's auditors and through them to the Audit Committee of the Company's Board of Directors:
 - a. All significant deficiencies in the design or operation of internal controls, which we are aware and have taken steps to rectify these deficiencies.
 - b. Significant changes in internal control over financial reporting during the year;
 - c. Any fraud, which we have become aware of and that involves Management or other employees who have a significant role in the Company's internal control systems over financial reporting;
 - d. Significant changes in accounting policies during the year.

We further declare that all board members and senior Management have affirmed compliance with the code of conduct for the current year.

For Vikas GlobalOne Limited

Sd/-

Vikas Garg
Managing Director

Place: New Delhi

Date: 14th August 2013

INDEPENDENT AUDITOR'S REPORT

To the Members of **M/s Vikas Globalone Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of Vikas Globalone Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows 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". 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

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

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 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 Profit and Loss Account**, of the **profit** for the year ended on that date; and
- (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, 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, 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;
- 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.
- f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, we are not in a position to comment upon the regularity or otherwise of the Company in depositing the same.

For R S P H & Associates

Chartered Accountants

Sd/-

C.A Tarun Kumar Batra

Partner

Membership Number: - 094318

Firm's Registration Number: - 003013N

Place: - New Delhi

Date: - 30.05.2013

ANNEXURE TO THE AUDITORS' REPORT
REFERRED TO IN PARA I OF THE SAID REPORT OF EVEN DATE

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
2. The fixed assets have been physically verified by the management at all location at reasonable intervals. No material discrepancies between book records and the physical inventories have been noticed on such verifications.
3. The Inventories have been physically verified at reasonable intervals by the management. In our opinion and according to information and explanation given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business. On the basis of examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on such physical verification of inventory as compared to book records were not material which have been properly dealt with.
4. In respect of Loans, secured or unsecured, granted or taken by the company to / from companies, firms or other parties required to be listed in the register maintained under section 301 of the Companies Act'1956
 - The company has not taken unsecured loans from parties covered in the Register maintained under section 301 of the Companies Act, 1956.
 - The Company has not granted any unsecured from parties covered in the register maintained under section 301 of the Companies Act, 1956. Hence Clause 3(a) to 3(c) are not applicable
 - In our opinion and according to information and explanation given to us, the rate of interest and terms and conditions are not prime-facie prejudicial to the interest of the company.
 - In respect of loans, if any, taken by the company, the loans are repayable on demand and therefore the question of overdue amount does not arise.
5. In our opinion and according to the information and explanations given to us, there is an adequate internal control procedure commensurate in the size of the company and the nature of its business for purchase of inventory and fixed assets and on the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls. We have not observed any failure on the part of the Company to correct major weakness in internal control.
6. (a) Based on audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that needs to be entered into the register maintained under section 301 of Companies Act, 1956 have been so entered.
(b) According to information and explanation given to us, the transactions made in pursuance of contracts or arrangements entered in the registers maintained under section 301 and exceeding the value of five lakh rupees in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at relevant time.
7. In our opinion and according to information and explanations given to us, the company has not accepted any public deposit during the year under consideration. Otherwise the Company has complied with the provisions of sections 58A and 58AA of the Company, 1956 and rules framed there under. We have been informed that no order has been passed by the Company Law Board or national company law tribunal or Reserve Bank of India or any court or any Tribunal in this regard.
8. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government of India, the maintenance of cost records has been prescribed under clause (d) of subsection (1) of Section 209 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
9. In our opinion the company has an internal audit system commensurate with the size and nature of its business.
10. According to information and explanations given to us, the company is depositing with appropriate authorities, undisputed statutory dues including provident fund, investor education fund, employees state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other statutory dues to the extent applicable to it. There are no undisputed demands in respects of income tax, sales tax, service tax, excise duty, cess and other statutory dues payable for a period of more than six months from the date they become payable as at 31st March'2013 except a Vat Disputed

amount of Rs 0.88 Lacs and VAT Disputed demand of Rs 90.66 Lacs for 2011-2012 for which appeal is pending before Special Commissioner, Department of Trade and Taxes and Custom Duty dispute of Rs 5.33 Lacs and Income Tax demand of Rs 31.44 Lacs in the case of Vikas Utilities Private Limited which was merged with Vikas Globalone Limited on amalgamation. Delay has been observed in deposit of the Service Tax, TDS, ESI and PF with respective authorities during the year under consideration.

11. Based on the audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to any financial institution, bank or debenture holder.
12. Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that there is no such transaction and contracts relating to shares, securities and other investment dealt in by the company in relation to which proper records are required to be maintained.
13. The company has given corporate guarantee for loans taken by Subsidiary Company Moonlite Technochem Private Limited for a sum of Rs. 800 Lacs and 600 Lacs in the case of Sigma Plastics Industries (Partnership concern in which company is partner) from banks or financial institutions, the terms and conditions thereof are **prima facie** prejudicial to the interest of the company.
14. Term loan taken by the company has been utilized for the purpose for which it has been taken.
15. According to the information and explanations given to us, and on an overall examination of the Balance Sheet of the company, we report that the company has not utilized funds raised on short- term basis for long-term investment.
16. The company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 during the year.
17. The Company does not have accumulated losses as at the end of financial year and has not incurred cash losses in the current financial year and in the immediately preceding financial year.
18. According to the information and explanation given to us, the Company has not granted any loans/ advances on the basis of security by way of pledge of shares, debentures and other securities.
19. Clause 4(xiii) of the Order is not applicable to the Company as the Company is not a chit fund or a Nidhi / mutual benefit fund/ society.
20. On the basis of the records made available to us, the Company has no debentures outstanding during the year.
21. The Company has not raised any money through public issue during the year.
22. During the course of our examination of the books and records of the Company carried out in accordance with the auditing standards generally accepted in India, we have neither come across any material instance of fraud on or by the Company, noticed nor reported during the year nor have we been informed of such a case by the management.
23. Other clauses of the Order are not applicable to the Company.

For R S P H & Associates

Chartered Accountants

Sd/-

C.A Tarun Kumar Batra

Partner

Membership Number: - 094318

Firm's Registration Number: - 003013N

Place: - New Delhi

Date: - 30.05.2013

STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2013

(In Rupees)

PARTICULARS	NOTE	AS AT 31-03-13	AS AT 31-03-12
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	101,039,370	101,039,370
Reserves and Surplus	3	267,687,021	239,330,274
Non-Current Liabilities			
Long-term borrowings	4	23,635,398	23,404,849
Deferred tax liabilities (Net)	5	3,401,974	2,863,463
Current Liabilities			
Short-term borrowings	6	342,150,381	231,143,534
Trade payables	7	227,010,711	137,026,662
Other current liabilities	8	47,318,275	68,263,337
Short-term provisions	9	7,143,736	6,332,475
TOTAL		1,019,386,866	809,403,964
ASSETS			
Non-current assets			
Fixed assets			
-Tangible Assets	10	177,486,005	178,668,239
-Intangible Assets		1,168,585	1,752,878
Deferred tax assets (net)		-	-
Non - Current Investment	11	75,421,515	69,604,750
Long term loans and advances	12	1,259,152	3,064,352
Other non-current assets	13	326,339	1,285,666
Current assets			
Inventories	14	275,017,706	183,263,554
Trade receivables	15	363,615,673	263,646,503
Cash and cash equivalents	16	3,500,850	2,910,451
Short-term loans and advances	17	121,591,041	105,083,695
Other current assets	18	-	123,876
TOTAL		1,019,386,866	809,403,964

NOTES TO ACCOUNTS

1

The accompanying notes including other explanatory information form an integral part of the financial statements

As per our report of even date attached

FOR RSPH & ASSOCIATES

Chartered Accountants (Firm No: 003013N)

For and on Behalf of the Board

Sd/-

C.A TARUN BATRA

Partner (Membership No:094318)

Sd/-

NAND KISHORE GARG

Chairman

Sd/-

VIKAS GARG

Managing Director

Sd/-

SUMER CHAND TAYAL

Director

Sd/-

JYOTI SOMANI

Company Secretary & Manager Corporate Affairs

PLACE : NEW DELHI

DATE : 30.05.2013

STANDALONE PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013 (In Rupees)

PARTICULARS	NOTE	FOR THE PERIOD ENDED ON 31-03-13	FOR THE PERIOD ENDED ON 31-03-12
Revenue			
Revenue from Operations		1,638,698,326	1,140,710,651
Less: Excise Duty		(70,765,583)	(36,080,810)
Net Sales	19	1,567,932,743	1,104,629,841
Other Income	20	12,874,617	43,964,852
Total Revenue		1,580,807,360	1,148,594,693
Expenses			
Cost of Material Consumed	21	754,955,672	357,680,188
Purchases of Stock-in-Trade	22	610,392,461	540,580,730
Changes in inventories of finished goods	23	12,401,298	19,155,855
Employee benefit expense	24	27,193,251	20,907,990
Financial costs	25	44,627,548	38,351,706
Depreciation and amortization expense	26	16,818,986	15,855,015
Other Expense	27	85,102,750	92,152,872
Total Expenses		1,551,491,966	1,084,684,356
Profit before exceptional, extraordinary and prior period items and Tax		29,315,394	63,910,337
Exceptional Item		-	-
Profit before extraordinary and prior period items and Tax		29,315,394	63,910,337
Extraordinary Items		-	(584,293)
Prior Period Items		(26,092)	(3,539)
Profit before tax		29,289,302	63,322,505
Tax expense:			
Current tax		(565,937)	(460,950)
Deferred tax		(538,511)	(865,305)
Excess/ Short provision relating earlier year tax		176,653	562,809
Profit(Loss) from the period from continuing operations		-	-
Profit/(Loss) for the period		28,361,507	62,559,059
Share Earnings from Partnership Firm		5,866,766	24,651,893
Profit/(Loss) for the period		34,228,273	87,210,952
Earning per equity share:			
	Basic	3.39	8.63
	Diluted	3.39	8.63

NOTES TO ACCOUNTS

1

The accompanying notes including other explanatory information form an integral part of the financial statements

As per our report of even date attached

FOR RSPH & ASSOCIATES

Chartered Accountants (Firm No: 003013N)

For and on Behalf of the Board

Sd/-

C.A TARUN BATRA

Partner (Membership No:094318)

Sd/-

NAND KISHORE GARG

Chairman

Sd/-

VIKAS GARG

Managing Director

Sd/-

SUMER CHAND TAYAL

Director

Sd/-

JYOTI SOMANI

Company Secretary & Manager Corporate Affairs

PLACE : NEW DELHI**DATE : 30.05.2013**

STANDALONE CASH FLOW STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH 2013

(In Rupees)

PARTICULARS	FOR THE PERIOD ENDED ON 31-03-13	FOR THE PERIOD ENDED ON 31-03-12
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit (loss) before extraordinary items	29,289,302	63,906,798
Adjustments for:		
Depreciation	16,234,693	15,270,722
Amortization	584,293	584,293
Provision for income tax	176,653	562,809
Interest expenses	44,627,548	38,351,706
Interest on current investments	(2,997,509)	(1,458,838)
Operating Profit (Loss) before working capital changes	87,914,980	117,217,490
Adjustments for:		
(Increase)/Decrease in inventories	(91,754,151)	(73,600,934)
(Increase)/Decrease in trade receivables	(99,969,170)	(51,272,543)
(Increase)/Decrease in other current assets	123,876	267,785
(Increase)/Decrease in loans and advances	(13,742,819)	23,311,468
(Increase)/Decrease in trade payables	89,984,049	20,697,064
(Increase)/Decrease in other liabilities	(20,945,062)	61,423,845
(Increase)/Decrease in provisions	811,261	(11,201,692)
Cash generated from operations	(47,577,036)	86,842,483
Direct taxes (paid)/refunded	(565,937)	(460,950)
Net Cash flow from (used) in operating activities	(48,142,973)	86,381,533
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(16,477,412)	(72,778,939)
Purchase /Sale of other Investments	(5,816,765)	(1,893)
Sale of tangible fixed assets	1,424,951	280,058
Other interest received	2,997,509	1,458,838
Other investing activities net	5,866,767	24,651,893
Net cash flow from (used) in investing activities	(12,004,950)	(46,390,043)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	230,549	-
Proceeds from short term borrowings	111,006,846	18,684,350
Repayments of long term borrowings	-	(12,733,743)
Interest Paid on bank borrowings	(44,627,548)	(38,351,706)
Dividend paid	(5,051,969)	(5,051,969)
Dividend distribution tax paid on equity shares	(819,556)	(819,556)
Net cash flow from (used) in financing activities	60,738,322	(38,272,624)
Net increase (decrease) in cash and cash equivalents	590,399	1,718,866
Cash and Cash Equivalents at the beginning of the year	2,910,451	1,191,585
Cash and Cash Equivalents at the end of the year	3,500,850	2,910,451

NOTES TO ACCOUNTS

1

The accompanying notes including other explanatory information form an integral part of the financial statements

As per our report of even date attached

FOR RSPH & ASSOCIATES

Chartered Accountants (Firm No: 003013N)

For and on Behalf of the Board

Sd/-

Sd/-

Sd/-

C.A TARUN BATRA**NAND KISHORE GARG****VIKAS GARG**

Partner (Membership No:094318)

Chairman

Managing Director

Sd/-

Sd/-

PLACE : NEW DELHI

SUMER CHAND TAYAL**JYOTI SOMANI**

DATE : 30.05.2013

Director

Company Secretary & Manager Corporate Affairs

NOTE 1: NOTES TO ACCOUNTS**1. Background and nature of operations**

Vikas GlobalOne Limited (VGL) is a Delhi based professionally managed company incorporated on 30th November, 1984 under the Companies Act, 1956, having its registered office at Vikas House, 34/1, East Punjabi Bagh, New Delhi-110026 and is actively engaged in the business of Manufacturing and Distribution of Specialty Polymers Compounds and Additives. The company is listed in National Stock Exchange of India, Bombay Stock Exchange and Delhi Stock Exchange.

The company is manufacturing high end products used in Agricultural Pipes, Auto Parts, Wires and Cables, Artificial Leather, Footwear, Organic Chemicals, Polymers, Pharmaceuticals and Packaging industries while alongside acting as distributor of global conglomerates with niche in specialty chemicals and polymers.

Manufacturing plants of the company are spread in various geographical locations across India, in the state of J&K and Rajasthan. This has been done keeping in mind the strategic and location advantages with regard to availability of raw material, tax incentives, subsidy grants as well as market potential for finished goods. These industrial units have speedy connectivity to Road, Rail and Air transport. The company has built the plants with the best of the machineries and technical knowhow available from the world's leading suppliers. The manufactured products of the company have been well received in the market and have further scope of greater development with increased production capacities. The products manufactured by the Company are environmental friendly.

2. Summary of significant accounting policies

- a) **Basis of presentation:** The financial statements have been prepared to comply in all material respects with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared as a going concern under the historical cost convention on an accrual basis. The accountings policies have been consistently applied by the Company are consistent with those used in the previous year. The significant accounting policies adopted by the Company, in respect of the financial statements are set out below.
- b) **Use of estimates:** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Hence, the differences between the actual results and estimates are recognized in the year in which the results are known / materialized.
- c) **Inventories**
 - i) Raw Material is valued at lower of cost OR net realizable value.
 - ii) Finished products are valued at lower of cost OR net realizable value. Cost being the weighted average material cost & includes cost of conversion & other cost incurred in bringing the goods to their present location & condition. Closing balance of finished stock are accounted for on the basis of physically verified quantities.
 - iii) Packing Material, stores & spares parts are valued at lower of moving weighted average cost and net realizable value.
 - iv) Inventory on construction activities has been valued at cost incurred.
 - v) Obsolescence: Obsolete, slow moving & defective inventories are identified at the time of physical verification of inventories & wherever necessary provision is made for such inventories.

vi) Shortage / Excess of Packing Material, Stores & spares parts and finish goods arising from physical verification are charged/adjusted to consumption/production.

- d) **Fixed assets, depreciation and amortization, impairment:** Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment of losses if any. The Company capitalizes all direct costs relating to the acquisition and installation of fixed assets. Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date and the cost of fixed assets not ready to use before such date are disclosed under 'Capital advances'.
- Depreciation on fixed assets are computed using written down value method, as per the rates and as per the manner prescribed in Schedule XIV of the Companies Act, 1956.
 - Depreciation on additions / deletions to fixed assets is provided on pro-rata basis from/till the date the asset is put to use / discarded. Individual assets costing less than Rs. 5,000 are fully depreciated in the year of purchase.

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired, based on internal or external factors. If any such indication exists, the Company estimates the recoverable amount of the asset or the cash generating unit. If such recoverable amount of the asset or cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. The reduction is treated as an impairment loss and is recognized in the Profit and Loss Account. If, at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the reassessed recoverable amount. Impairment losses previously recognized are accordingly reversed.

- e) **Investments:** Investments are classified as long term or current investments. Long term investments are stated at cost and provision for diminution in their value, other than temporary, is recorded in the books of account. Current investments are stated at the lower of cost or fair value. 100 % Provision has been made in case the realizable value is uncertain.

- f) **Revenue recognition:** Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of goods: - Revenue from sale of goods is recognized when significant risks and rewards of ownership of goods are transferred to the customers. Sales are net of sales return, free quantities delivered and trade discounts.

Interest: - Interest income from deposits and others is recognized on accrual basis (i.e. time proportion basis).

Construction Contract:-The Company follows complete contract method of accounting in respect of its construction activity. Under this method, the profit on unit sold is recognized only when the work in respect of the relevant unit is completed or substantially completed which is determined on technical estimations and the underlying sale deed is executed.

Profit on sale of investment: - Profit on sale of investment is recognized on the date of transaction of sale and is computed with reference to the cost of investments.

- g) **Borrowing Costs:** Borrowing costs attributable to the acquisition, construction or production of qualifying assets are capitalized as part of cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue in the year in which they are incurred.

- h) **Earnings per share:** Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the

weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

- i) **Operating leases:** Leases of assets under which all the risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments under operating leases are recognized as an expense on a straight-line basis over the lease term in accordance with Accounting Standard 19 (AS 19) - Leases as notified under the Companies (Accounting Standards) Rules, 2006, as amended.
- j) **Cash & cash equivalent:** Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.
- k) **Cash Flow Statement:** Cash Flows are reported using indirect method, whereby profit before tax is adjusted for efforts of transactions of non cash nature and any deferral or accruals of any past or future cash receipts or payments. The Cash Flows from regular revenue generating, financing and investing activity of the Company segregated.
- l) **Employee's retirement benefits:** The Company's employee benefits primarily cover provident fund, gratuity and leave encashment. Provident fund is **defined contribution schemes** and the Company has no further obligation beyond the contributions made to the fund. Contributions are charged to profit and loss account in the year in which it is due. Leave encashment is paid as and when it becomes due to the employee. Gratuity and other retirement benefits have been provided as per Actuarial Valuation in accordance with AS-15.
- m) **Taxes on Income:** Tax expense comprises of current tax and deferred tax.
Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act 1961. Deferred income taxes are recognized for the future tax consequences attributable to timing differences between the financial statement income and taxable income for the year. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.
Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Unrecognized deferred tax assets of earlier periods are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which deferred tax assets can be realized.
- n) **Provisions, Contingent Liabilities and Contingent Assets:** Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. Contingent liability is disclosed for:
 - i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or,
 - ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
 Contingent Assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.
- o) **Foreign Currency Transactions:** As stipulated in Accounting Standard 11, the effects of changes in foreign exchange rates, notified under the Companies (Accounting Standards) Rules, 2006, as amended.

- i). **Initial Recognition:** Foreign currency transactions are recorded in the reporting currency, by applying the exchange rate between the reporting currency and the foreign currency at the date of the transaction to the foreign currency amount.
- ii). **Conversion :** Foreign currency monetary items are converted to reporting currency using the closing rate. Non monetary items denominated in a foreign currency which are carried at historical cost are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or any other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.
- iii). **Exchange Differences:** Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded, are recognized as income or expense in the year in which they arise except those arising from investments in non-integral operations.
- p) **Employee Stock Option Scheme:** The Company will follow the accounting guidelines which have been issued by Securities and Exchange Board of India under Section 11 of the Securities and Exchange board of India Act'1992.

3. Commitments

- a) **Capital commitment:** There are no contracts remaining to be executed on capital account and not provided for as at 31 March, 2013.
- b) **Lease commitment:** The Company has taken various premises on operating leases. The lease rental of Rs. 1,470,000/- (Previous year Rs. 1,103,000/-) has been charged to Profit and Loss Account for the year ended March 31, 2013. The underlying agreements are executed for a period generally ranging from one year to three years, renewable at the option of the Company and the lessor. There are no restrictions imposed by such leases and there are no subleases.

The minimum rental payments to be made in future in respect of these operating leases are as under: (In Rs)

MINIMUM LEASE RENTALS	AS AT 31-03-13	AS AT 31-03-12
Within one year	1,470,000	1,103,000
Later than one year, not later than five years	--	--
Total	1,470,000	1,103,000

4. There is no significant event that has been taken place after the date of Balance Sheet.
5. There is a Contingent Liability in form of Bank Guarantee of Rs. 1,412,200/- and Rs. 147,261,887/- in respect of LC and duty saved against Advance License is Rs. 57,735,526/-.

6. Details of pending cases are given below: -

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Disputed demands/ show-cause notices under:-		
Income Tax cases*	3,144,000	3,144,000
Customs Duty cases	533,266	533,266
VAT	88,000	88,000
VAT (2011-2012) (Appeal pending Before Special Commissioner, Department of Trade and Taxes)	9,067,107	9,067,107

*Note : The Appeal is pending in ITAT and rectification pending with AO.

7. **Segmental reporting:-** The segment reporting of the company has been prepared in accordance with accounting standard (AS-17) Accounting for Segment Reporting issued by The Institute of Chartered Accountant of India.

The Company has determined the following business segments as the primary segments for disclosure:

- 1) Chemical Division
- 2) Real estate Division

The above business segments have been identified and reported considering:

- The nature of the services
- The related risk and returns
- The internal financial reporting systems

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Segment Revenue		
Chemical Division	1,576,180,791	1,079,547,643
Real Estate Division	4,626,569	69,047,050
Total	1,580,807,360	1,148,594,693
Segment Expenditure		
Chemical Division	1,499,850,649	1,020,519,067
Real Estate Division	1,172,994	1,749,522
Total	1,501,023,643	1,022,268,589
Segment Results		
Chemical Division	76,330,142	59,028,576
Real Estate Division	3,453,575	67,297,528
	79,783,717	126,326,104
Less : Interest	44,627,649	38,351,706
Profit before Tax	35,156,068	87,974,398
Capital Employed		
Chemical Division	344,369,770	321,475,601
Real Estate Division	24,356,621	18,894,043
Total	368,726,391	340,369,644

Geographical Revenue		
Domestic Revenue	1,387,100,864	1,120,242,576
Export Revenue	193,706,496	28,352,117
Total Revenue	1,580,807,360	1,148,594,693

Segment revenue, results, assets and liabilities include amounts identifiable to each segment and amounts allocated on a reasonable basis based on their relationship to the operating activities of the segment.

8. The company had not received information from suppliers regarding their status under the “Micro, Small and Medium Enterprises Development Act 2006” and accordingly no disclosure regarding overdue outstanding of principal amount and interest thereon has been given.

9. In the opinion of the Board of Directors of the Company, all Current Assets, Loans and Advances appearing in the balance sheet as at March 31, 2013 have a value on realization in the ordinary course of the Company's business at least equal to the amount at which they are stated in the balance sheet. Certain balances shown under current assets, current liability, loans and advances and balances with banks, are subject to confirmation / reconciliation.
10. In the opinion of the Board of Directors, no provision is required to be made against the recoverability of these balances except provided.
11. **Employee Benefit Obligation:** During year ended March 31, 2013 the Company has contributed Rs. 420,310/- to provident fund under defined contributions plan of Employees' Provident Fund and Miscellaneous Provisions Act, 1952. During the year ended 31st March 2013, the Company has made a provision of Rs 706,274/- in respect of provision for gratuity and defined benefits as per actuarial valuation made as per AS-15
12. In the opinion of the Board of Directors, provision for diminution in the value of investment is Rs. 50,000/- (Previous year Rs. NIL) required in current year towards diminution in value of Long Term Investments, where the decline in value is temporary in nature but 100 % provision has been made for the same.
13. As per the best estimate of the management, no provision is required to be made as per Accounting Standard 29 (AS 29) Provisions, Contingent Liabilities and Contingent Assets as notified under the Companies (Accounting Standards) Rules, 2006, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

14. Prior Period Items: -

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Expenses:-		
Water Expenses	-	3,539
Telephone expenses	18,663	-
Provident Fund	565	-
Staff Welfare	6,864	-
Total	26,092	3,539

15. Disclosures in respect of Accounting Standard (AS) 18 "**Related Party Disclosures**" as notified under the Companies (Accounting Standards) Rules, 2006, as amended:

Names of related parties and description of relationship:

NATURE OF RELATIONSHIP	NAME OF PARTY
Subsidiary Company (100% share)	Moonlite Technochem Private Limited
Associates	Sigma Plastic Industries (Partnership Firm) Vikas Polymer India (Partnership Firm)
Key Management Personnel	Mr. Nand Kishore Garg (Chairman) Mr. Vikas Garg (Managing Director) Mr. Vivek Garg (Whole Time Director)
Relative of Key management Personnel	Mrs. Usha Garg, Mrs. Seema Garg

The following transactions were carried out during the year with related parties in the ordinary course of business: (In Rs)

NATURE OF TRANSACTION	SUBSIDIARY	ASSOCIATES	KMP & RELATIVE	TOTAL
Sales	41,003,098	74,219,737	-	115,222,835
Purchase	94,866,316	24,706,151	-	119,572,467
Investment in shares	27,631,800	50,711,179	-	78,342,979
Rent Paid	-	-	1,131,000	1,131,000
Director Remuneration	-	-	360,000	360,000
Unsecured Loan	-	166,146	425,000	591,146
TOTAL	163,501,214	149,803,213	1,916,000	315,220,427

In accordance with AS 18, disclosures in respect of transactions with identified related parties are given only for such period during which the relationship existed.

16. **Earnings per share:** Basic earnings per share is computed by dividing the net profit/(loss) attributable to equity shareholders, for the year by the weighted average number of equity shares outstanding during the year. (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Net Profit/(Loss) After Tax as per Profit & Loss Account (in Rs)	34,228,273	87,210,952
Weighted average no of shares outstanding during the year	10,103,937	10,103,937
Basic and diluted Earnings Per Share (in Rs)	3.39	8.63
Nominal value per Equity Share (in Rs)	10/-	10/-

17. **Deferred Tax:** In compliance with Accounting Standard 22 (AS 22) - Accounting for Taxes on Income, as notified under the Companies (Accounting Standards) Rules, 2006, as amended, the Company has recognised deferred tax liabilities (net) in the Profit and Loss Account of Rs. 538,511/- (Previous year Rs. 865,305/-) during the year ended March 31, 2013.

The Breakup of Deferred Tax Liabilities into major components as at March 31, 2013 is as under: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
DEFERRED TAX LIABILITIES		
Arising on account of temporary difference due to:		
Excess of Book WDV of Fixed Assets over Tax WDV of Fixed Assets	3,401,974	2,863,463
Total	3,401,974	2,863,463

18. In the AGM of the Company held on 28th September 2011, the members of the company passed a resolution for introducing a Stock Compensation Plan called the **Employees Stock Option Scheme 2011(ESOS 2011)**, for the benefit of employees of the Company. The resolution also accorded approval for the Board of Directors, to formulate the Scheme as per board parameters outlined in the resolution, either directly or through a committee. Accordingly, a committee of directors called Compensation committee was constituted. The Committee, after due deliberations and after studying the provisions of SEBI employee Stock option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 as amended from time to time, has formulated the Employees Stock Option Scheme'2011(ESOS 2011). The Scheme has been approved by the Stock exchange on 7th May 2012 (NSE) and 2nd May 2012 (BSE). The Compensation Committee

at its meeting held on 2nd June 2012 has granted Stock Option to the eligible employees and accordingly the option will be granted shall vest over a period of 3 years, or as may be decided by the CC, as per schedule as under

Year from the date of Grant	Vesting of Options Granted
End of first Year	30 % of the Grant
End of Second Year	30 % of the Grant
End of third year	40 % of the Grant

There shall be a minimum period of one year between grant date and the vesting period for the first lot of vesting of granted options. The interval between the subsequent lots shall be one year.

19. The Company has not entered into any foreign exchange derivative instruments during the year.
20. The scheme of amalgamation was filed under section 391 read with section 394 of the companies Act 1956 w.e.f. April 1, 2007 for the amalgamation of the following three transferor companies a) Hulchul International Private Limited, b) Vikas Utilities Private Limited, c) South Delhi Projects Private Limited, With the transferee company Vikas Globalone Limited (formally known as Vikas Profin Limited). The same has been approved by the High Court wide order no 18457/1 dated October 17, 2008. The amalgamation has been accounted for the manner specified in the Scheme, The Surplus of Rs. 965,934/- arising out of amalgamation is shown under the head Capital Reserve Account.
21. Additional information pursuant to the provision of paragraph 3, 4, 4A, 4B, 4C and 4D of Part II of Schedule VI of the Companies Act, 1956 to the extent applicable are as follows:-

a) Managerial remuneration: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Salaries	360,000	360,000
Employer's Contribution to Provident Fund	--	--
TOTAL	360,000	360,000

b) Auditors remuneration: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Audit Fees & Tax Audit	320,600	200,000

c) Expenses incurred in foreign currency during the year ended March 31, 2013 aggregates to:- (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Expenditures:-		
Purchase	379,590,659	282,208,191
Foreign Travelling	1,693,627	510,185
TOTAL	381,284,286	282,718,376

d) CIF value of imports: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Raw Material Purchased	379,590,659	282,208,191
Capital Goods(Including Spares)	-	-
TOTAL	379,590,659	282,208,191

e) CIF value of export made during the year included in the sales amounting Rs. 193,706,496/-(Previous Year: Rs. 17,542,884/-)

22. Previous year's figures have been regrouped, where necessary to confirm with current year's classification.

NOTE NO:- 2 SHARE CAPITAL

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
AUTHORIZED CAPITAL		
(1,59,50,000 shares of Rs. 10 each)		
(Previous year it was 1,59,50,000 shares of Rs. 10 each)	159,50,000	159,50,000
ISSUED , SUBSCRIBED & PAID UP CAPITAL		
1,01,03,937 Equity Shares of Rs. 10/- each, Fully Paid up	101,039,370	101,039,370

Reconciliation of the shares outstanding at the beginning and the end of the reporting year

PARTICULARS	AS AT 31-03-13		AS AT 31-03-12	
	No of Shares	Amount	No of Shares	Amount
Shares outstanding at the beginning of the year	10,103,937	101,039,370	10,103,937	101,039,370
Bonus Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,103,937	101,039,370	10,103,937	101,039,370

Details of Shareholders holding shares more than 5% shareholding

PARTICULARS	AS AT 31-03-13		AS AT 31-03-12	
	No of Shares	%	No of Shares	%
Vikas Garg	2,364,490	23.40%	2,364,490	23.40%
Vikas Polymerland Private Limited	1,032,963	10.22%	1,032,963	10.22%
Goodlife Impex Private Limited	1,197,000	11.85%	1,250,000	12.31%
Alankit Assignments Limited	667,912	6.61%	-	-

Equity shares: - The Company has only one class of Equity having a par value Rs. 10.00 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in ensuing Annual General Meeting, except in case of interim dividend. 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.

NOTE NO:- 3 RESERVE AND SURPLUS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Capital Reserves*		
Opening Balance	965,934	965,934
Add: Addition during the year	-	-
Less: Deletion during the year	-	-
Closing Balance	965,934	965,934
Securities Premium Account		
Opening Balance	69,500,000	69,500,000
Add: Addition during the year	-	-
Less: Deletion during the year	-	-
Closing Balance	69,500,000	69,500,000

Reserve and Surplus		
Opening Balance	168,864,339	87,524,913
Add: Addition during the year	34,228,273	87,210,952
Less: Deletion during the year	5,871,525	5,871,525
Closing Balance	197,221,087	168,864,340
Profit and Loss Account		
Opening As Per Last Balance Sheet		
Add: Addition during the year	34,228,273	87,210,952
Less: Deletion during the year	34,228,273	87,210,952
Closing Balance	-	-
Balance Carried forward to Balance Sheet	267,687,021	239,330,274

*Point No 20 of Note No 1 provide the details of the Capital Reserve

NOTE NO: - 4 LONG TERM BORROWING

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Term loans from banks		
Loan taken for vehicles secured	629,723	1,278,156
Loan taken for fixed assets secured	23,005,675	21,701,693
Loans from Others	-	425,000
	23,635,398	23,404,849

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Loan Taken on Vehicles		
HDFC - Vehicle Loan (Agreement No 17104807)	-	50,885
HDFC - Vehicle Loan (Agreement No 17105637)	-	50,885
HDFC - Vehicle Loan (Agreement No 17105275)	-	50,885
HDFC - Vehicle Loan (Agreement No 17105815)	-	43,842
PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
ICICI Loan No - LADEL00017599702	413,157	1,081,659
ICICI Loan No - LADEL00026826516	216,566	-
Total	629,723	1,278,156
Loan Taken for Fixed Assets		
BOB TL – 21000600000514	84,44,793	13,839,273
BOB TL – 21000600000515	41,70,284	7,862,420
OBC TL – 11167015000461	10,390,598	-
	23,005,675	21,701,693
Loan Taken from Others		
Loan from Individuals	-	425,000
	-	425,000

NOTE NO: - 5 DEFERRED TAX LIABILITIES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Deferred Tax Liability		
Deferred Tax Liability depreciation	3,401,974	2,863,463
Gross Deferred Tax Liability	3,401,974	2,863,463
Deferred Tax Assets		
Deferred Tax Assets Fixed Assets		-
Gross deferred tax Assets	-	
Net Deferred Tax Liability/ Assets	3,401,974	2,863,463

NOTE NO: - 6 SHORT TERM BORROWING

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Secured		
Cash Credit from Bank Secured	328,005,027	219,551,911
Current Maturities of the Loan taken for vehicles	950,346	1,183,571
Current Maturities of the Loan taken for fixed assets	13,195,008	10,408,052
	342,150,381	231,143,534

CASH CREDIT

The Company is availing a cash credit (Hypo) limit of Rs. 1,980 Lacs from **Oriental Bank of Commerce** against Hypothecation of stock, receivable, advance to suppliers and other current assets on pari passu basis with Bank of Baroda. No DP against stock and Book debts exceeding 90 days. The rate of interest is Bank Base Rate + 2.00% which at present is 12.25% p.a sublimit Book debt Rs. 990 Lacs. Further the Company is also availing LC (Import) DA/DP basis on Fund Based Limit of Rs. 1,200 Lacs for procurement of Raw Material and spares

The Company is also availing Cash Credit limit of Rs. 1,320 Lacs from **Bank of Baroda** with a sublimit FCNR(B) of Rs. 990 Lacs & Sub limit of FBP/FBD of Rs. 330 Lacs under the same Cash Credit limit. The limit is secured by way of hypothecation of stock, receivables & other current assets on pari passu basis on the OBC. DP shall be permitted against receivable upto 90 days. Margin is 25% & Rate of interest is BR+3.00 %. Further the Company is availing Non Fund Based LC (Import/Inland/DP/DA/BG). Buyers Credit of Rs. 800 Lacs for procurement of raw material and spares. Cash Margin is 20% in the shape of FDR.

Further the limit is secured on following Collateral Properties:

1. Residential Property bearing Khasra No. 14/5/2 6min, 15/1/2, 9/2 & 10 mn Vill Ghevra, Near Mundka Railway Crossing, Delhi owned by Mr. Seema Garg and Mr. Namita Garg.
2. Roof 34/1 East Punjabi Bagh, New Delhi owned by Vikas Globalone Limited.
3. Industrial property at Industrial Growth Centre, Phase 1, Samba, Jammu owned by Vikas Globalone Limited.
4. Residential property situated at Khasra no. 710/201 in Village Rithala, Delhi owned by Mr. Vivek Garg.
5. Property situated at A-28 Khasra No. 12/10 and 13/6 Village Kamruddi Nagar Nangloi owned by M.s Seema Garg and Ms. Usha Garg.
6. Residential property situated at B-1, Upper Basement floor, 1/34, Punjabi Bagh, New Delhi owned by Ms. Usha Garg.
7. Mortgage of Agricultural land situated at village Sultanpur Dabas held owned by Vikas GlobalOne Limited.

8. Plot of land situated at Khasra No. 142/132, situated at Village Khanjawala, Delhi owned by New Age Polypacks Coats Private Limited.
9. Exclusive Equitable mortgage of factory land and building situated at G-24-29, RIICO Industrial Area, Vigyan Nagar, Shahjahanpur, Dist. Alwar, Rajasthan owned by Vikas GlobalOne Limited.
10. Exclusive Equitable mortgage of factory land and building situated at G-24-29, RIICO Industrial Area, Vigyan Nagar, Shahjahanpur, Dist. Alwar, Rajasthan owned in the name of Vikas GlobalOne Limited.

Further limit is guaranteed by Personal guarantee of the following

1. Mr. Nand Kishore Garg
2. Mr. Vikas Garg
3. Mr. Vivek Garg
4. Mrs. Seema Garg
5. Mrs. Usha Garg
6. Mrs. Namita Garg
7. Corporate Guarantee of M/s New Age PolyPack Coats Private Limited

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Loan Taken on Vehicles		
HDFC - Vehicle Loan (Agreement No 17104807)	50,885	113,624
HDFC - Vehicle Loan (Agreement No 17105637)	50,885	113,624
HDFC - Vehicle Loan (Agreement No 17105275)	50,885	113,624
HDFC - Vehicle Loan (Agreement No 17105815)	43,842	97,894
Kotak Mahindra Prime Limited	-	133,634
ICICI Loan No - LADEL00017599702	668,501	611,171
ICICI Loan No - LADEL00026826516	85,348	-
Total	950,346	1,183,571

HDFC - Vehicle Loan (Agreement No 17104807) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 10,440 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17105637) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 10,440 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17105275) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 10,440 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17105815) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 8,995 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

ICICI Loan No - LADEL00017599702 was taken during 2010 year and carries interest @13.03% per annum. The Loan is repayable in 57 installments of Rs. 61,560 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

ICICI Loan No - LADEL00026826516 was taken during 2013 year and carries interest @13.03% per annum. The Loan is repayable in 36 installments of Rs. 10,086 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Loan Taken for Fixed Assets		
BOB TL – 21000600000514	5,726,604	5,726,604
BOB TL – 21000600000515	4,549,404	4,681,448
OBC TL – 11167015000461	2,919,000	-
	13,195,008	10,408,052

Term Loan-1 (Bank of Baroda) limits Rs. 141.17 Lacs & **Term Loan –II** (Bank of Baroda)Rs. 87.20 Lacs. The Term Loan is secured on the Plant and Machinery and Land and Building located at G-24-29 & 30, RIICO Industrial Area, Vigyan Nagar, Shahjahanpur, Dist. Alwar, Rajasthan owned by Vikas GlobalOne Limited. The term loan has been taken over from the existing loan of ICICI Bank Limited. The Rate of Interest is BR+ 3%. The term loan is repayable in equal monthly installment of Rs. 8.67 Lacs. The Period of Maturity from the Balance Sheet date is 26 months. Further limit is guaranteed by **Personal guarantee** of Mr. Nand Kishore Garg, Mr. Vikas Garg, Mr. Vivek Garg, Mrs. Seema Garg, Mrs. Usha Garg, Mrs. Namita Garg, M/s Corporate Guarantee of M/s New Age PolyPack Coats Private Limited.

During the year the Company was sanctioned fresh term loan for purchase of Machinery of Rs. 200 Lacs from Oriental Bank of Commerce. The loan was sanctioned on 24th December 2012 and the company has started utilizing the same in respect of advance for purchase of machinery. The Moratorium period is nine months. The Loan will be repayable in Equal Installments of Rs. 4.17 lacs per month. The rate of interest shall be BR+ 2%. The installment will start after the Moratorium period of 9 months. The amount utilized from the said loan till 31st March, 2013 is Rs. 133.10 Lacs.

NOTE NO: - 7 TRADE PAYABLES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Sundry Creditors	227,010,711	137,026,662
	227,010,711	137,026,662

NOTE NO: - 8 OTHER CURRENT LIABILBITES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Service Tax payable	428,558	2,321,820
Advance From Customers *	13,687,091	61,744,594
Expenses Payable	5,346,127	2,793,716
Cheque Issued but not presented	27,814,499	
Others	42,000	1,403,207
	47,318,275	68,263,337

*Advance from customers includes Rs. 11,306,939/- (One Crores Thirteen Lacs Six Thousand Nine Hundred and Thirty Nine Only) from the wholly owned subsidiary, Moonlite Technochem Private Limited.

NOTE NO: - 9 SHORT TERM PROVISIONS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Dividend on Equity Shares	5,051,969	5,051,969
Dividend Distribution Tax	819,556	819,556
Current Tax Provision	1,272,211	460,950
	7,143,736	6,332,475

NOTE 10: FIXED ASSETS												
PARTICULARS	GROSS BLOCK						DEPRECIATION				NET BLOCK	
	Rate	As at 31.03.2012	Additions	Deductions	As at 31.03.2013	As on 31.03.2012	for the year	Deductions	As on 31.03.2013	As on 31.03.2013	As on 31.03.2012	
Tangible Assets												
Leasehold Land	-	42,232,827	6,633,756	-	48,866,583	-	-	-	-	-	48,866,583	42,232,827
Building	5.00%	49,553,597	1,887,543	602,800	50,838,340	3,877,344	2,297,050	-	6,174,394	44,663,946	45,676,253	
Plant and Machinery	13.91%	98,455,112	5,527,976	822,151	103,160,937	17,489,355	11,527,779	-	29,017,134	74,143,803	80,965,757	
Furniture and Fittings	18.10%	1,831,964	249,186	-	2,081,150	768,171	212,011	-	980,182	1,100,968	1,063,793	
Vehicles	25.89%	10,965,883	514,214	-	11,480,097	6,504,954	1,164,418	-	7,669,372	3,810,725	4,460,929	
Office Equipments	13.91%	6,035,193	1,007,394	-	7,042,587	2,861,123	485,971	-	3,347,094	3,695,493	3,174,070	
Computers	40.00%	3,155,858	657,341	-	3,813,199	2,061,248	547,464	-	2,608,712	1,204,487	1,094,610	
TOTAL (A)		212,230,434	16,477,410	1,424,951	227,282,893	33,562,195	16,234,693	-	49,796,888	177,486,005	178,668,239	
Intangible Assets												
Goodwill		2,921,464	-	-	2,921,464	1,168,586	584,293	-	1,752,879	1,168,585	1,752,878	
TOTAL (B)		2,921,464	-	-	2,921,464	1,168,586	584,293	-	1,752,879	1,168,585	1,752,878	
Total (Current Year)		215,151,898	16,477,410	1,424,951	230,204,357	34,730,781	16,818,986	-	51,549,767	178,654,590	180,421,117	
As on 31.03.2012		143,238,884	72,778,939	865,925	215,151,898	18,877,340	15,855,015	1,574	34,730,781	180,421,117	124,361,544	

NOTE NO: - 11 NON- CURRENT INVESTMENTS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Moonlite Technochem Private Limited *	24,710,336	24,710,336
Sigma Plastic Industries	50,711,179	44,844,414
Others	-	50,000
	75,421,515	69,604,750

*Moonlite Technochem Private Limited is the wholly owned subsidiary of the company.

Investment in Sigma Plastic Industries Partnership Firm	Share of profit (in %)	
Name of Partners	AS AT 31-03-13	AS AT 31-03-12
Vikas GGlobalOne Limited	75%	75%
Vikas Garg	15%	15%
Vivek Garg	10%	10%

NOTE NO: - 12 LONG TERM LOANS AND ADVANCES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Security Deposit	1,259,152	3,064,352
	1,259,152	3,064,352

NOTE NO: - 13 OTHER NON – CURRENT ASSETS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Government Receivables	326,339	1,285,666
	326,339	1,285,666

NOTE NO: - 14 INVENTORIES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Finished Goods	18,750,511	21,628,386
Real Estate Inventory	24,356,621	18,894,043
Traded Goods	-	36,757,919
Raw Material	208,459,304	105,403,780
Goods in transit/ WIP	23,451,270	579,426
Total	275,017,706	183,263,554

NOTE NO: - 15 TRADE RECEIVABLES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Outstanding for more than six months		
Unsecured, Considered Good :	28,220,093	26,841,581
Less: Provision for doubtful debts	-	-
Sub Total	28,220,093	26,841,581
Outstanding for less than six months		
Unsecured, Considered Good	335,395,580	236,804,922
Less: Provision for doubtful debts	-	-
Sub Total	335,395,580	236,804,922
	363,615,673	263,646,503

NOTE NO: - 16 CASH AND CASH EQUIVALANTS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Cash-in-Hand		
Cash Balance	1,619,554	2,156,522
Sub Total	1,619,554	2,156,522
Bank Balance		
Bank Current Account	1,444,738	529,740
Unpaid Dividend Account	436,558	224,189
Sub Total	1,881,296	753,929
	3,500,850	2,910,451

NOTE NO: - 17 SHORT TERM LOANS AND ADVANCES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Security Deposit	6,006,990	4,475,535
Advance to Suppliers	20,372,560	48,052,562
Advance to Staff	353,399	277,300
Cenvat Credit Receivable	1,928,137	377,352
Tax Deducted at Source	3,433,441	2,520,998
MAT Credit	14,736,839	8,853,862
Advance Tax	1,500,000	701,000
PLA Excise	-	1,087,133
Others	73,259,675	38,737,953
	121,591,041	105,083,695

NOTE NO: - 18 OTHER CURRENT ASSETS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Miscellaneous Expenses Written Off	-	123,876
	-	123,876

NOTE NO: - 19 REVENUE FROM OPERATIONS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Sales of Product	1,539,028,173	1,050,724,868
Other Operative Income		
Revenue Franchise	24,278,001	20,379,363
Other Operative Income	4,626,569	33,525,610
	1,567,932,743	1,104,629,841

Sales of Product includes following transactions with the related party:

PARTICULARS	AMOUNT
Moonlite Technochem Private Limited	41,003,098
Sigma Plastic Industries	68,912,107
Vikas Polymers (India)	5,307,630

NOTE NO: - 20 OTHER INCOME

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Commission & Interest Income	2,997,509	1,458,838
Other Non-Operating Income		
Profit on disposal of Tangible Assets	-	33,919,015
Excise Refund	7,545,579	6,724,313
Rent on Investment Properties	197,738	297,437
Other Receipts	2,133,791	1,565,249
	12,874,617	43,964,852

NOTE NO: - 21 COST OF MATERIAL CONSUMED

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Inventory at the beginning		
Raw Material	121,043,516	34,854,802
	121,043,516	34,854,802
Add: Purchases		
Raw Material	864,303,095	443,868,902
	864,303,095	443,868,902
Add/Less: Other Adjustment		
Raw Material	-	-
Less: Inventory at the end		
Raw Material	230,390,939	121,043,516
	230,390,939	121,043,516
	754,955,672	357,680,188

(In Rupees)

PARTICULARS	OPENING	PURCHASES	CLOSING	CONSUMPTION
Tin Alloy	6,459,120	69,184,516	9,311,482	66,332,154
Ethylhexyl Thioglycolate	5,431,628	6,500,510	-	11,932,138
Tinmate	4,657,891	82,098,650	11,832	86,744,709
Industrial Chemical-2EHTG	-	10,386,624	3,306,262	7,080,362
PVC Compound	3,341,754	89,848,419	13,305,176	79,884,997
TPR Compound	3,965,630	337,614,339	1,188,464	340,391,505
Hydrogen Peroxide 60%50	143,670	17,439,799	4,491,176	13,092,293
RSO Refined Soyabean Oil	812,004	100,288,192	7,423,739	93,676,457
Styrene Butadiene Copolymer	6,665,020	26,498,201	948,280	32,214,941
Thermal Plastic Elastomer	10,854,573	14,727,822	14,145,585	11,436,810
Methyl Chlori De Pure(Gas)	290,045	1,706,241	239,259	1,757,027
Others	78,422,181	108,009,782	176,019,684	10,412,279
Grand Total	121,043,516	864,303,095	230,390,939	754,955,672

DETAILS OF MATERIAL CONSUMED

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Raw Material		
Consumption Raw Material	754,955,672	357,680,188
	754,955,672	357,680,188

DETAILS OF INVENTORY

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Raw Material		
Consumption Raw Material	230,390,939	121,043,516
	230,390,939	121,043,516

NOTE NO: - 22 PURCHASES OF STOCK IN TRADE

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Purchase of traded goods	610,392,461	540,580,730
	610,392,461	540,580,730

Purchase of Stock in Trade includes following transactions with the related party:

PARTICULARS	AMOUNT
Moonlite Technochem Private Limited	94,866,316
Sigma Plastic Industries	14,908,544
Vikas Polymers (India)	9,797,607

NOTE NO: - 23 CHANGES IN INVENTORIES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Opening Stock	36,757,919	55,913,774
Closing Stock	24,356,621	36,757,919
(Increase)/Decrease in Inventory	12,401,298	19,155,855

NOTE NO:- 24 EMPLOYEE BENEFITS EXPENSES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Salary including Employee Benefits	23,847,429	17,550,374
Wages Including Benefits	2,039,256	1,882,908
Staff Welfare Expenses	946,566	1,114,708
Director Remuneration	360,000	360,000
	27,193,251	20,907,990

NOTE NO: - 25 FINANCE COST

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Interest		
Interest on Long Term Loans from Banks	4,077,013	6,537,033
Interest on other Borrowing	31,044,186	29,555,979
Other Borrowing Cost		
Other Financing Charges	9,506,349	2,258,694
Total	44,627,548	38,351,706

NOTE NO: - 26 DEPRECIATION AND AMORTIZATION EXPENSES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Depreciation	16,234,693	15,270,722
Amortization	584,293	584,293
	16,818,986	15,855,015

NOTE NO:- 27 OTHER EXPENSES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Manufacturing and other Direct Expenses		
Custom Duty	13,021,145	26,099,048
Freight	15,101,821	11,619,486
Loading and Unloading expenses	2,295,863	1,813,988
Power and fuel	13,410,537	8,902,272
Demurrage and Inland Haulage Charges	10,729,041	7,564,703
Consumption of Stores and Spare Parts	1,012,751	715,755
Administrative Expenses		
Foreign Exchange Fluctuation	6,009,973	8,181,755
Legal and Professional Charges	1,837,596	3,156,187
Conveyance Charges	732,846	3,305,781
Advertisement Expenses	1,488,492	4,526,056
Rent	1,110,380	1,103,000
Tour and Travelling Expenses	3,213,069	1,478,450
Vehicle Running Expense	782,325	1,012,083
Repair and Maintenance of Plant and Machinery	1,069,335	1,167,836
Repair and Maintenance Expenses	250,515	1,019,447
Repair and Maintenance Building	319,059	111,739
Security Charges	1,127,253	1,315,623
Rates and Taxes	479,669	793,973
Insurance Expenses	591,676	737,385
Printing and Stationery	638,029	579,746
Director Sitting Fees	160,000	160,000
Auditors Remuneration	842,700	220,600
Rebate and Discount	833,924	2,051,327
Commission paid	315,273	300,000
Miscellaneous Expenses W/off	123,876	267,785
Other Interests	518,114	373,503
Other Expenses	7,087,488	3,575,344
	85,102,750	92,152,872

INDEPENDENT AUDITOR'S REPORT

To the Members of **M/s Vikas Globalone Limited**

Report on the Financial Statements

We have audited the accompanying Consolidated financial statements of Vikas Globalone Limited (VGL "the Company"), and its Subsidiary and its Associates (VGL "Group") which comprise the Consolidated Balance Sheet as at March 31, 2013, and the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information. As we have not Audited the Financial Statements of the Subsidiary, While preparing the Consolidated financial Statement we have relied on the Audit report and notes of the fellow Auditors who have audited the same.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows 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"). 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

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

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 and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the **Consolidated Balance Sheet, of the state of affairs** of the Company as at March 31, 2013;
- (b) in the case of **the Consolidated Profit and Loss Account**, of the **profit** for the year ended on that date; and
- (c) in the case of the **Consolidated 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, 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, 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;
 - 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.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, we are not in a position to comment upon the regularity or otherwise of the Company in depositing the same.

For R S P H & Associates

Chartered Accountants

Firm's Registration Number: - 003013N

Sd/-

Tarun Kumar Batra

Partner

Membership Number: - 094318

Place: - New Delhi

Date: - 30.05.2013

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2013

(In Rupees)

PARTICULARS	NOTE	AS AT 31-03-13	AS AT 31-03-12
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	101,039,370	101,039,370
Reserves and Surplus	3	275,573,103	244,759,291
Non-Current Liabilities			
Long-term borrowings	4	58,151,423	57,246,607
Deferred tax liabilities (Net)	5	2,925,729	2,306,203
Current Liabilities			
Short-term borrowings	6	481,136,421	321,057,887
Trade payables	7	334,997,986	158,359,652
Other current liabilities	8	86,833,177	88,181,616
Short-term provisions	9	8,735,298	7,622,005
TOTAL		1,349,392,507	980,572,631
ASSETS			
Non-current assets			
Fixed assets			
-Tangible Assets	10	196,119,565	197,825,103
-Intangible Assets		1,168,585	1,752,878
Deferred tax assets (net)		-	
Non - Current Investment	11	-	50,000
Long term loans and advances	12	1,518,779	3,300,138
Other non-current assets	13	8,613,682	9,929,299
Current assets			
Inventories	14	298,166,025	218,879,875
Trade receivables	15	687,637,459	401,593,512
Cash and cash equivalents	16	5,346,533	9,891,935
Short-term loans and advances	17	150,821,879	137,226,015
Other current assets	18	-	123,876
TOTAL		1,349,392,507	980,572,631

NOTES TO ACCOUNTS

1

The accompanying notes including other explanatory information form an integral part of the financial statements
As per our report of even date attached

FOR RSPH & ASSOCIATES

Chartered Accountants (Firm No: 003013N)

Sd/-

C.A TARUN BATRA

Partner (Membership No:094318)

Sd/-

NAND KISHORE GARG

Chairman

For and on Behalf of the Board

Sd/-

VIKAS GARG

Managing Director

Sd/-

SUMER CHAND TAYAL

Director

Sd/-

JYOTI SOMANI

Company Secretary & Manager Corporate Affairs

PLACE : NEW DELHI

DATE : 30.05.2013

CONSOLIDATED PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013

(In Rupees)

PARTICULARS	NOTE	FOR THE PERIOD ENDED ON 31-03-13	FOR THE PERIOD ENDED ON 31-03-12
Revenue			
Revenue from Operations		2,598,910,599	1,708,178,066
Less: Excise Duty		(77,484,697)	(60,694,979)
Net Sales	19	2,521,425,902	1,647,483,087
Other Income	20	20,412,108	58,434,196
Total Revenue		2,541,838,010	1,705,917,283
Expenses			
Cost of Material Consumed	21	792,071,309	547,200,026
Purchases of Stock-in-Trade	22	1,462,400,255	761,537,264
Changes in inventories of finished goods	23	19,607,394	72,225,065
Employee benefit expense	24	30,497,838	25,346,542
Financial costs	25	64,376,029	54,125,841
Depreciation and amortization expense	26	19,658,811	19,508,458
Other Expense	27	111,915,332	121,597,490
Total Expenses		2,500,526,968	1,601,540,686
Profit before exceptional, extraordinary and prior period items and Tax		41,311,042	104,376,597
Exceptional Item		-	(172,568)
Profit before extraordinary and prior period items and Tax		41,311,042	104,204,029
Extraordinary Items			(584,293)
Prior Period Items		(57,545)	(18,539)
Profit before tax		41,253,497	103,601,197
Tax expense:			
Current tax		(2,157,499)	(1,750,480)
Deferred tax		(619,526)	(308,045)
Excess/ Short provision relating earlier year tax		164,455	562,809
Profit(Loss) from the period from continuing operations		38,640,927	102,105,481
Profit/(Loss) for the period		38,640,927	102,105,481
Minority Interest		(1,955,589)	(12,167,036)
Profit/(Loss) for the period		36,685,338	89,938,445
Earning per equity share:			
	Basic	3.63	8.90
	Diluted	3.63	8.90

NOTES TO ACCOUNTS

1

The accompanying notes including other explanatory information form an integral part of the financial statements

As per our report of even date attached

FOR RSPH & ASSOCIATES

Chartered Accountants (Firm No: 003013N)

For and on Behalf of the Board

Sd/-

C.A TARUN BATRA

Partner (Membership No:094318)

Sd/-

NAND KISHORE GARG

Chairman

Sd/-

VIKAS GARG

Managing Director

Sd/-

SUMER CHAND TAYAL

Director

Sd/-

JYOTI SOMANI

Company Secretary & Manager Corporate Affairs

PLACE : NEW DELHI

DATE : 30.05.2013

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH 2013

(In Rupees)

PARTICULARS	FOR THE PERIOD ENDED ON 31-03-13	FOR THE PERIOD ENDED ON 31-03-12
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit (loss) before extraordinary items	41,253,497	103,773,765
Adjustments for:		
Depreciation	19,074,518	18,924,165
Amortization	584,293	584,293
Provision for income tax	164,455	562,809
Interest expenses	64,376,029	54,125,841
Interest on current investments	(4,386,502)	(2,269,402)
Operating Profit (Loss) before working capital changes	121,066,290	175,701,471
Adjustments for:		
(Increase)/Decrease in inventories	(79,286,150)	(11,230,157)
(Increase)/Decrease in trade receivables	(286,043,947)	(93,511,636)
(Increase)/Decrease in other current assets	123,876	267,785
(Increase)/Decrease in loans and advances	(10,498,889)	38,624,703
(Increase)/Decrease in trade payables	176,638,334	(52,018,073)
(Increase)/Decrease in other liabilities	(1,348,439)	67,301,183
(Increase)/Decrease in provisions	1,113,295	(5,318,503)
Cash generated from operations	(78,235,630)	119,816,773
Direct taxes (paid)/refunded	(2,157,499)	(1,750,480)
Exceptional Items	-	(172,568)
Net Cash flow from (used) in operating activities	(80,393,129)	117,893,725
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(19,122,842)	(77,555,269)
Purchase /Sale of other Investments	50,000	500,000
Sale of tangible fixed assets	1,753,861	1,796,723
Other interest received	4,386,502	2,269,402
Other investing activities net	(1,955,589)	(12,167,036)
Net cash flow from (used) in investing activities	(14,888,068)	(85,156,180)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	904,816	9,734,317
Proceeds from short term borrowings	160,078,533	24,438,310
Repayments of long term borrowings	-	-
Interest Paid on bank borrowings	(64,376,029)	(54,125,841)
Dividend paid	(5,051,969)	(5,051,969)
Dividend distribution tax paid on equity shares	(819,556)	(819,556)
Net cash flow from (used) in financing activities	90,735,795	(25,824,739)
Net increase (decrease) in cash and cash equivalents	(4,545,402)	6,912,806
Cash and Cash Equivalents at the beginning of the year	9,891,935	2,979,129
Cash and Cash Equivalents at the end of the year	5,346,533	9,891,935

NOTES TO ACCOUNTS

1

The accompanying notes including other explanatory information form an integral part of the financial statements

As per our report of even date attached

FOR RSPH & ASSOCIATES

Chartered Accountants (Firm No: 003013N)

For and on Behalf of the Board

Sd/-

C.A TARUN BATRA

Partner (Membership No:094318)

Sd/-

NAND KISHORE GARG

Chairman

Sd/-

VIKAS GARG

Managing Director

Sd/-

SUMER CHAND TAYAL

Director

Sd/-

JYOTI SOMANI

Company Secretary & Manager Corporate Affairs

PLACE : NEW DELHI

DATE : 30.05.2013

NOTE 1: NOTES TO ACCOUNTS

1. **Background and Nature of Operations**

Vikas GlobalOne Limited (VGL) is a Delhi based professionally managed company incorporated on 30th November, 1984 under the Companies Act, 1956, having its registered office at Vikas House, 34/1, East Punjabi Bagh, New Delhi-110026 and is actively engaged in the business of Manufacturing and Distribution of Specialty Polymers Compounds and Additives. The company is listed in National Stock Exchange of India, Bombay Stock Exchange and Delhi Stock Exchange.

The company is manufacturing high end products used in Agricultural Pipes, Auto Parts, Wires and Cables, Artificial Leather, Footwear, Organic Chemicals, Polymers, Pharmaceuticals and Packaging industries while alongside acting as distributor of global conglomerates with niche in specialty chemicals and polymers.

Manufacturing plants of the company are spread in various geographical locations across India, in the state of J&K and Rajasthan. This has been done keeping in mind the strategic and location advantages with regard to availability of raw material, tax incentives, subsidy grants as well as market potential for finished goods. These industrial units have speedy connectivity to Road, Rail and Air transport. The company has built the plants with the best of the machineries and technical knowhow available from the world's leading suppliers. The manufactured products of the company have been well received in the market and have further scope of greater development with increased production capacities. The products manufactured by the Company are environmental friendly.

Moonlite Technochem Private Limited was incorporated on 19th November 1995 with the name of Akshatha Management Consultants Private Limited. Thereafter the name of the company changed to Akshatha Services Private Limited vide a fresh certificate of incorporation issued by Registrar of Companies dated 29th May 2001 and then to Moonlite Technochem Private Limited vide a fresh certificate of incorporation issued by Registrar of Companies dated 29th day of December 2008. The registered office of the company is located at A-520, Pocket-III, Paschim Puri, New Delhi-110063. The company is not listed in any Stock Exchange. It is wholly own subsidiary of Vikas GlobalOne Limited. Presently company is engaged in the business of Trading in Specialty chemicals and compounds.

Sigma Plastic Industries is the Partnership firm engaged in the business of manufacturing high speed specialty plastic compound. The firm owns a manufacturing plant located at Industrial Growth Centre, Phase – I, SIDCO Complex, Dist – Samba – 184121. It is a subsidiary of the Vikas GlobalOne Limited. The firm has sound financial track records.

2. **Summary of significant accounting policies**

- a) **Basis of Consolidation and Preparation:** The Consolidated Financial Statements are prepared in accordance with Accounting Standard 21 (AS 21) on Consolidated Financial Statements as notified under the Companies (Accounting Standards) Rules, 2006, as amended. Reference in these notes to the Company, Holding Company, Companies or Group shall mean to include Vikas Globalone Limited (“VGL”) (“The Company”) or any of its subsidiaries and associates, unless otherwise stated.
- b) **Principles of Consolidation:** The Consolidated Financial Statements comprise of the Financial Statements of Vikas Globalone Limited (“Parent Company”) and it's Subsidiary Enterprises and associated concerns. The Consolidated Financial Statements are prepared according to uniform accounting policies, in accordance with accounting principles generally accepted in India. The Consolidated Financial Statements are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group

balances and intra-group transactions resulting in unrealised profits or losses in accordance with Accounting Standard 21 (AS 21) Consolidated Financial Statements as notified under the Companies (Accounting Standards) Rules, 2006, as amended.

- c) **Goodwill / Capital Reserve:** The difference between the cost of investment in the subsidiaries and the net assets at the time of acquisition of shares in the subsidiaries is recognised in the Consolidated Financial Statements as Goodwill or Capital Reserve as the case may be. Goodwill/Capital Reserve represents the difference between the Company's share in the net worth of subsidiaries and the cost of acquisition at each point of time of making the investment in the subsidiaries. For this purpose, the Company's share of net worth is determined on the basis of the latest financial statements of such subsidiaries, prior to the acquisition, after making necessary adjustments for material events between the date of such financial statements and the date of respective acquisition.

- d) **Companies included in consolidation:**

Name of the Enterprise	Proportion of ownership interest	Year / period ended included in consolidation
Moonlite Technochem Private Limited	100.00%	April 01,2012 to March 31, 2013
Sigma Plastic Industries (Partnership Firm)	75.00%	April 01, 2012 to March 31, 2013

- e) **Basis of Presentation:** The financial statements have been prepared to comply in all material respects with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared as of an going concern under the historical cost convention on an accrual basis. The accountings policies have been consistently applied by the Company are consistent with those used in the previous year. The significant accounting policies adopted by the Company, in respect of the financial statements are set out below.
- f) **Use of estimates:** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Hence, the differences between the actual results and estimates are recognized in the year in which the results are known / materialized.
- g) **Inventories**
- i) Raw Material is valued at lower of cost OR net realizable value.
 - ii) Finished products are valued at lower of cost OR net realizable value. Cost being the weighted average material cost & includes cost of conversion & other cost incurred in bringing the goods to their present location & condition. Closing balance of finished stock are accounted for on the basis of physically verified quantities.
 - iii) Packing Material, stores & spares parts are valued at lower of moving weighted average cost and net realizable value.
 - iv) Inventory on construction activities has been valued at cost incurred.
 - v) **Obsolescence:** Obsolete, slow moving & defective inventories are identified at the time of physical verification of inventories & wherever necessary provision is made for such inventories.

vi) Shortage / Excess of Packing Material, Stores & spares parts and finish goods arising from physical verification are charged/adjusted to consumption/production.

h) **Fixed assets, depreciation and amortization, impairment:** Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment of losses if any. The Company capitalizes all direct costs relating to the acquisition and installation of fixed assets. Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date and the cost of fixed assets not ready to use before such date are disclosed under 'Capital advances'.

- Depreciation on fixed assets is computed using written down value method, as per the rates and as per the manner prescribed in Schedule XIV of the Companies Act, 1956.
- Depreciation on additions / deletions to fixed assets is provided on pro-rata basis from/till the date the asset is put to use / discarded. Individual assets costing less than Rs. 5,000 are fully depreciated in the year of purchase.

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired, based on internal or external factors. If any such indication exists, the Company estimates the recoverable amount of the asset or the cash generating unit. If such recoverable amount of the asset or cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. The reduction is treated as an impairment loss and is recognized in the Profit and Loss Account. If, at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the reassessed recoverable amount. Impairment losses previously recognized are accordingly reversed. Goodwill arising on acquisition is amortized over a five year period.

i) **Investments:** Investments are classified as long term or current investments. Long term investments are stated at cost and provision for diminution in their value, other than temporary, is recorded in the books of account. Current investments are stated at the lower of cost or fair value. 100 % Provision has been made in case the realizable value is uncertain.

j) **Revenue recognition:** Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of goods: - Revenue from sale of goods is recognized when significant risks and rewards of ownership of goods are transferred to the customers. Sales are net of sales return, free quantities delivered and trade discounts.

Interest: - Interest income from deposits and others is recognized on accrual basis (i.e. time proportion basis).

Construction Contract:-The Company follows complete contract method of accounting in respect of its construction activity. Under this method, the profit on unit sold is recognized only when the work in respect of the relevant unit is completed or substantially completed which is determined on technical estimations and the underlying sale deed is executed.

Profit on sale of investment: - Profit on sale of investment is recognized on the date of transaction of sale and is computed with reference to the cost of investments.

k) **Borrowing Costs:** Borrowing costs attributable to the acquisition, construction or production of qualifying assets are capitalized as part of cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue in the year in which they are incurred.

l) **Earnings per share:** Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of

calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

- m) **Operating leases:** Leases of assets under which all the risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments under operating leases are recognized as an expense on a straight-line basis over the lease term in accordance with Accounting Standard 19 (AS 19) - Leases as notified under the Companies (Accounting Standards) Rules, 2006, as amended.
- n) **Cash & cash equivalent:** Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.
- o) **Cash Flow Statement:** Cash Flows are reported using indirect method, whereby profit before tax is adjusted for efforts of transactions of non cash nature and any deferral or accruals of any past or future cash receipts or payments. The Cash Flows from regular revenue generating, financing and investing activity of the Company segregated.
- p) **Employees retirement benefits :** The Company's employee benefits primarily cover provident fund, gratuity and leave encashment. Provident fund is **defined contribution schemes** and the Company has no further obligation beyond the contributions made to the fund. Contributions are charged to profit and loss account in the year in which it is due. Leave encashment is paid as and when it becomes due to the employee. Gratuity and other retirement benefits have been provided as per Actuarial Valuation in accordance with AS-15.
- q) **Taxes on Income:** Tax expense comprises of current tax and deferred tax.
Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act 1961.
Deferred Income Taxes are recognized for the future tax consequences attributable to timing differences between the financial statement income and taxable income for the year. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.
Deferred Tax Assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Unrecognized deferred tax assets of earlier periods are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which deferred tax assets can be realized.
- r) **Provisions, Contingent Liabilities and Contingent Assets:** Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. Contingent liability is disclosed for:
- i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or,
 - ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
- Contingent Assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.

- s) **Foreign Currency Transactions:** As stipulated in Accounting Standard 11, the effects of changes in foreign exchange rates, notified under the Companies (Accounting Standards) Rules, 2006, as amended.
- i) **Initial Recognition:** Foreign currency transactions are recorded in the reporting currency, by applying the exchange rate between the reporting currency and the foreign currency at the date of the transaction to the foreign currency amount.
- ii) **Conversion:** Foreign currency monetary items are converted to reporting currency using the closing rate. Non monetary items denominated in a foreign currency which are carried at historical cost are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or any other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.
- iii) **Exchange Differences:** Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded, are recognized as income or expense in the year in which they arise except those arising from investments in non-integral operations.
- t) **Employee Stock Option Scheme:** The company will follow the accounting guidelines which have been issued by Securities and Exchange Board of India under Section 11 of the Securities and Exchange board of India Act'1992.

3. Commitments

- a) **Capital commitment:** There are no contracts remaining to be executed on capital account and not provided for as at 31 March, 2013.
- b) **Lease commitment:** The Company has taken various premises on operating leases. The lease rental of Rs. 1,565,750/- (Previous year Rs. 1,287,000/-) has been charged to Profit and Loss Account for the year ended March 31, 2013. The underlying agreements are executed for a period generally ranging from one year to three years, renewable at the option of the Company and the lessor. There are no restrictions imposed by such leases and there are no subleases.

The minimum rental payments to be made in future in respect of these operating leases are as under: (In Rs.)

MINIMUM LEASE RENTALS	AS AT 31-03-13	AS AT 31-03-12
Within one year	1,565,750	1,287,000
Later than one year, not later than five years	--	--
Total	1,565,750	1,287,000

4. There is no significant event that has been taken place after the date of Balance Sheet.
5. There is a Contingent Liability in form of Bank Guarantee of Rs. 1,412,200/- and Rs. 192,672,716/- in respect of LC and duty saved against advance license is Rs. 57,735,526/-.
6. Details of pending cases are given below:- (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Disputed demands/ show-cause notices under:-		
Income Tax cases*	3,144,000	3,144,000
Customs Duty cases	533,266	533,266
VAT	88,000	88,000
VAT (2011-2012) (Appeal pending Before Special Commissioner, Department of Trade and Taxes)	9,067,107	9,067,107

*Note : The Appeal is pending in ITAT and rectification pending with AO.

7. Segmental reporting:-

The segment reporting of the company has been prepared in accordance with accounting standard (AS-17) Accounting for Segment Reporting issued by The Institute of Chartered Accountant of India.

The Company has determined the following business segments as the primary segments for disclosure:

- 1) Chemical Division
- 2) Real estate Division

The above business segments have been identified and reported considering:

- The nature of the services
- The related risk and returns
- The internal financial reporting systems

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Segment Revenue		
Chemical Division	2,537,211,441	1,636,870,233
Real Estate Division	4,626,569	69,047,050
Total	2,541,838,010	1,705,917,283
Segment Expenditure		
Chemical Division	2,436,991,079	1,558,607,759
Real Estate Division	1,172,994	1,749,521
Total	2,438,164,073	1,560,357,280
Segment Results		
Chemical Division	100,220,362	78,262,474
Real Estate Division	3,453,575	67,297,528
	103,673,937	145,560,002
Less : Interest	64,376,029	54,125,841
Profit before Tax	39,297,908	91,434,161
Capital Employed		
Chemical Division	352,255,852	326,904,617
Real Estate Division	24,356,621	18,894,043
Total	376,612,473	345,798,660

Geographical Revenue		
Domestic Revenue	2,348,131,514	1,677,565,166
Export Revenue	193,706,496	28,352,117
Total Revenue	2,541,838,010	1,705,917,283

Segment revenue, results, assets and liabilities include amounts identifiable to each segment and amounts allocated on a reasonable basis based on their relationship to the operating activities of the segment.

8. The company had not received information from suppliers regarding their status under the “Micro, Small and Medium Enterprises Development Act 2006” and accordingly no disclosure regarding overdue outstanding of principal amount and interest thereon has been given.

9. In the opinion of the Board of Directors of the Company, all Current Assets, Loans and Advances appearing in the balance sheet as at March 31, 2013 have a value on realization in the ordinary course of the Company's business at least equal to the amount at which they are stated in the balance sheet. Certain balances shown under current assets, current liability, loans and advances and balances with banks, are subject to confirmation / reconciliation.
10. In the opinion of the Board of Directors, no provision is required to be made against the recoverability of these balances except provided.
11. **Employee Benefit Obligation:-** During year ended March 31, 2013 the Company has contributed Rs. 420,310/- to provident fund under defined contributions plan of Employees' Provident Fund and Miscellaneous Provisions Act, 1952. During the year ended 31st March 2013, the Company has made a provision of Rs 706,274/- in respect of provision for gratuity and defined benefits as per actuarial valuation made as per AS-15
12. In the opinion of the Board of Directors, provision for diminution in the value of investment is Rs. 50,000/- (Previous year Rs. NIL) required in current year towards diminution in value of Long Term Investments, where the decline in value is temporary in nature but 100 % provision has been made for the same.
13. As per the best estimate of the management, no provision is required to be made as per Accounting Standard 29 (AS 29) Provisions, Contingent Liabilities and Contingent Assets as notified under the Companies (Accounting Standards) Rules, 2006, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

14. Prior Period Items: -

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Expenses:-		
Water Expenses	-	3,539
Legal and Professional Charges	31,453	15,000
Telephone expenses	18,663	-
Provident Fund	565	-
Staff Welfare	6,864	-
Total	57,545	18,539

15. Disclosures in respect of Accounting Standard (AS) 18 "**Related Party Disclosures**" as notified under the Companies (Accounting Standards) Rules, 2006, as amended:

Names of related parties and description of relationship:

NATURE OF RELATIONSHIP	NAME OF PARTY
Associates	Vikas Polymer India (Partnership Firm)
Key Management Personnel	Mr. Nand Kishore Garg , Mr. Vikas Garg, Mr. Vivek Garg, Mr. Vishal Garg, Mr. Vishesh Gupta, Mr. Pramod Gupta
Relative of Key management Personnel	Mrs. Usha Garg, Mrs. Seema Garg

The following transactions were carried out during the year with related parties in the ordinary course of business: (In Rs)

NATURE OF TRANSACTION	SUBSIDIARY	ASSOCIATES	KMP & RELATIVE	TOTAL
Sales	-	5,307,630	-	5,307,630
Purchase	-	9,797,607	-	9,797,607
Investment in shares	-	-	-	-
Rent Paid	-	-	1,131,000	1,131,000
Director Remuneration	-	-	975,000	975,000
Unsecured Loan	-	-	8,336,146	8,336,146
TOTAL	-	15,105,237	10,442,146	25,547,383

In accordance with AS 18, disclosures in respect of transactions with identified related parties are given only for such period during which the relationship existed.

16. **Earnings per share:** Basic earnings per share is computed by dividing the net profit/(loss) attributable to equity shareholders, for the year by the weighted average number of equity shares outstanding during the year. (In Rs)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Net Profit/(Loss) After Tax as per Profit & Loss Account (in Rs)	36,685,338	89,938,445
Weighted average no of shares outstanding during the year	10,103,937	10,103,937
Basic and diluted Earnings Per Share (in Rs)	3.63	8.90
Nominal value per Equity Share (in Rs)	10/-	10/-

17. **Deferred Tax:** In compliance with Accounting Standard 22 (AS 22) - Accounting for Taxes on Income, as notified under the Companies (Accounting Standards) Rules, 2006, as amended, the Company has recognized deferred tax liabilities (net) in the Profit and Loss Account of Rs. 6,19,526/- (Previous year Rs. 3,08,045/-) during the year ended March 31, 2013.

The breakup of Deferred Tax Liabilities into major components as at March 31, 2013 is as under: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Deferred Tax Liability	-	-
Deferred Tax Liability depreciation	3,401,974	2,863,463
Gross Deferred Tax Liability	3,401,974	2,863,463
Deferred Tax Assets	-	-
Deferred Tax Assets Fixed Assets	476,245	557,260
Gross deferred tax Assets	-	-
Net Deferred Tax Liability/ Assets	2,925,729	2,306,203

18. In the AGM of the Company held on 28th September 2011, the members of the company passed a resolution for introducing a Stock Compensation Plan called the Employees Stock Option scheme, 2011 (ESOS 2011), for the benefit of employees of the Company. The resolution also accorded approval for the Board of Directors, to formulate the Scheme as per board parameters outlined in the resolution, either directly or through a committee. Accordingly, a committee of directors called Compensation committee was constituted. The Committee, after due deliberations and after studying the provisions of SEBI employee Stock option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 as amended from time to time, has formulated the Employees Stock Option Scheme 2011 (ESOS 2011). The Scheme has been approved by the Stock exchange on 7th May 2012 (NSE) and 2nd May 2012 (BSE). The Compensation Committee at

its meeting held on 2nd June 2012 has granted Stock Option to the eligible employees. The Compensation Committee at its meeting held on 2nd June 2012 has granted Stock Option to the eligible employees and accordingly the option will be granted shall vest over a period of 3 years, or as may be decided by the CC, as per schedule as under

Year from the date of Grant	Vesting of Options Granted
End of first Year	30 % of the Grant
End of Second Year	30 % of the Grant
End of third year	40 % of the Grant

There shall be a minimum period of one year between grant date and the vesting period for the first lot of vesting of granted options. The interval between the subsequent lots shall be one year.

19. The Company has not entered into any foreign exchange derivative instruments during the year.
20. The scheme of amalgamation was filed under section 391 read with section 394 of the companies Act 1956 w.e.f. April 1, 2007 for the amalgamation of the following three transferor companies a) Hulchul International Private Limited, b) Vikas Utilities Private Limited, c) South Delhi Projects Private Limited, With the transferee company Vikas Globalone Limited (formally known as Vikas Profin Limited). The same has been approved by the High Court wide order no 18457/1 dated October 17, 2008. The amalgamation has been accounted for the manner specified in the Scheme, The Surplus of Rs. 965,934/- arising out of amalgamation is shown under the head Capital Reserve Account.

21. Additional information pursuant to the provision of paragraph 3, 4, 4A, 4B, 4C and 4D of Part II of Schedule VI of the Companies Act, 1956 to the extent applicable are as follows:-

- a) Managerial remuneration: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Salaries	1,254,000	770,000
Employer's Contribution to Provident Fund	--	--
TOTAL	1,254,000	770,000

- b) Auditors remuneration: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Audit Fees & Tax Audit	398,634	307,760

- c) Expenses incurred in foreign currency during the year ended March 31, 2013 aggregates to:- (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Expenditures:-		
Purchase	551,240,097	372,038,902
Foreign Travelling	1,693,627	510,185
TOTAL	552,933,724	372,549,087

- d) CIF value of imports: (In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Raw Material Purchased	551,240,097	372,038,902
Capital Goods(Including Spares)	-	-
TOTAL	551,240,097	372,038,902

- e) CIF value of export made during the year included in the sales amounting Rs. 193,706,496/- (Previous Year: Rs. 17,542,884/-)

22. The Board of Directors of the Company had in its meeting held on October 17, 2011 had approved a Scheme of Amalgamation for the amalgamation of Mahak Vyapaar Private Limited, Transferor Company No. 1 and Magic Tradelink Private Limited, Transferor Company No. 2 with Moonlite Technochem Private Limited, Transferee Company. The appointed date under the Scheme was April 1, 2011 and the said schemes were filed with the Hon'ble High Court of Delhi, Delhi and the Hon'ble Calcutta High Court, Kolkatta for the dispensation / holding of meetings of the shareholders, secured and unsecured creditors of the respective company. The Hon'ble High Court of Delhi had vide its order dated May 28, 2012 allowed the dispensation from holding of meetings of the members, secured and unsecured creditors of the respective companies i.e. the Transferor Company No. 2 and the Transferee Company and the order of the Hon'ble Calcutta High Court, in respect of Transferor Company No. 1 only, is awaited. The management of the company is quite hopeful to obtain the final order of amalgamation from both the concerned Hon'ble High Courts before the end of December, 2013 and thereafter, the Scheme of Amalgamation shall become effective w.e.f. the appointed date i.e. April 1, 2011. The effective date of the Scheme shall be only after the said orders be obtained from the Hon'ble High Courts and filed with the respective Registrar of Companies. Salient features and other conditions of the Scheme of Amalgamation and / or the copy of Scheme of Amalgamation may be obtained on written request from the company at its registered office and shall also be disclosed with the Balance Sheet when the Scheme would be effective. These Financial Statements would need to be amended to give effect to the Scheme of Amalgamation after the effective date.

23. Previous year's figures have been regrouped, where necessary to conform with current year's classification.

NOTE NO:- 2 SHARE CAPITAL

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
AUTHORIZED CAPITAL		
(1,59,50,000 shares of Rs. 10 each)		
(Previous year it was 1,59,50,000 shares of Rs. 10 each)	159,500,000	159,500,000
ISSUED , SUBSCRIBED & PAID UP CAPITAL		
1,01,03,937 Equity Shares of Rs. 10/- each, Fully Paid up	101,039,370	101,039,370

Reconciliation of the shares outstanding at the beginning and the end of the reporting year

PARTICULARS	AS AT 31-03-13		AS AT 31-03-12	
	No of Shares	Amount	No of Shares	Amount
Shares outstanding at the beginning of the year	10,103,937	101,039,370	10,103,937	101,039,370
Bonus Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,103,937	101,039,370	10,103,937	101,039,370

Details of Shareholders holding shares more than 5% shareholding

PARTICULARS	AS AT 31-03-13		AS AT 31-03-12	
	No of Shares	%	No of Shares	%
Vikas Garg	2,364,490	23.40%	2,364,490	23.40%
Vikas Polymerland Private Limited	1,032,963	10.22%	1,032,963	10.22%
Goodlife Impex Private Limited	1,197,000	11.85%	1,250,000	12.31%
Alankit Assignments Limited	667,912	6.61%	-	-

Equity shares: - The Company has only one class of Equity having a par value Rs. 10.00 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in ensuing Annual General Meeting, except in case of interim dividend. 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.

NOTE NO:- 3 RESERVE AND SURPLUS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Capital Reserves		
Opening Balance	965,934	965,934
Add: Addition during the year	-	
Less: Deletion during the year	-	
Closing Balance	965,934	965,934
Securities Premium Account		
Opening Balance	69,500,000	69,500,000
Add: Addition during the year	-	
Less: Deletion during the year	-	
Closing Balance	69,500,000	69,500,000
Reserve and Surplus		
Opening Balance	174,293,357	90,226,437
Add: Addition during the year	36,685,338	89,938,445
Less: Deletion during the year	5,871,526	5,871,525
Closing Balance	205,107,169	174,293,357
Profit and Loss Account		
Opening As Per Last Balance Sheet		
Add: Addition during the year	36,685,338	89,938,445
Less: Deletion during the year	36,685,338	89,938,445
Closing Balance	-	-
Balance Carried forward to Balance Sheet	275,573,103	244,759,291

*Point No 20 of Note No 1 provide the details of the Capital Reserve

NOTE NO: - 4 LONG TERM BORROWING

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Term loans from banks		
Loan taken for vehicles secured	1,598,748	2,547,914
Loan taken for fixed assets secured	23,005,675	21,701,693
Loans from Others	33,547,000	32,997,000
	58,151,423	57,246,607

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Loan Taken on Vehicles		
HDFC - Vehicle Loan (Agreement No 17104807)	-	50,885
HDFC - Vehicle Loan (Agreement No 17105637)	-	50,885
HDFC - Vehicle Loan (Agreement No 17105275)	-	50,885
HDFC - Vehicle Loan (Agreement No 17105815)	-	43,842
ICICI Loan No - LADEL00017599702	413,157	1,081,659
ICICI Loan No - LADEL00026826516	216,566	-
HDFC - Vehicle Loan (Agreement No 17685320)	-	746,239
TATA Capital Limited Contract No: 7000083164	-	102,225
TATA Capital Limited Contract No: 7000087805	-	231,415
ICICI Loan No - LADEL00026622448	755,104	-
Kotak Mahindra Prime Limited (CF-8516210)	213,921	-
Kotak Mahindra Prime Limited (CF-5467389)	-	189,879
Total	1,598,748	2,547,914
Loan Taken for Fixed Assets		
BOB TL – 21000600000514	84,44,793	13,839,273
BOB TL – 21000600000515	41,70,284	7,862,420
OBC TL – 11167015000461	10,390,598	-
	23,005,675	21,701,693
Loan taken from Others		
Loan from Individual	9,362,000	10,497,000
Loan from Corporate	24,185,000	22,500,000
	33,547,000	32,997,000

NOTE NO: - 5 DEFERRED TAX LIABILITIES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Deferred Tax Liability		
Deferred Tax Liability depreciation	3,401,974	2,863,463
Gross Deferred Tax Liability	3,401,974	2,863,463
Deferred Tax Assets		
Deferred Tax Assets Fixed Assets	476,245	557,260
Gross deferred tax Assets	476,245	557,260
Net Deferred Tax Liability/ Assets	2,925,729	2,306,203

NOTE NO: - 6 SHORT TERM BORROWING

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Secured		
Cash Credit from Bank Secured	465,124,630	306,901,075
Current Maturities of the Loan taken for vehicles	2,816,783	3,748,760
Current Maturities of the Loan taken for fixed assets	13,195,008	10,408,052
	481,136,421	321,057,887

CASH CREDIT FACILITIES

VIKAS GLOBALONE LIMITED

The Company is availing a cash credit (Hypo) limit of Rs. 1,980 Lacs from **Oriental Bank of Commerce** against Hypothecation of stock, receivable, advance to suppliers and other current assets on pari passu basis with Bank of Baroda. No DP against stock and Book debts exceeding 90 days. The rate of interest is Bank Base Rate + 2.00% which at present is 12.25% p.a sublimit Book debt Rs. 990 Lacs. Further the Company is also availing LC (Import) DA/DP basis on Fund Based Limit of Rs. 1,200 Lacs for procurement of Raw Material and spares

The Company is also availing Cash Credit limit of Rs. 1,320 Lacs from **Bank of Baroda** with a sublimit FCNR(B) of Rs. 990 Lacs & Sub limit of FBP/FBD of Rs. 330 Lacs under the same Cash Credit limit. The limit is secured by way of hypothecation of stock, receivables & other current assets on pari passu basis on the OBC. DP shall be permitted against receivable upto 90 days. Margin is 25% & Rate of interest is BR+3.00 %. Further the Company is availing Non Fund Based LC (Import/Inland/DP/DA/BG). Buyers Credit of Rs. 800 Lacs for procurement of raw material and spares. Cash Margin is 20% in the shape of FDR.

Further the limit is secured on following Collateral Properties:

1. Residential Property bearing Khasra No. 14/5/2 6min, 15/1/2, 9/2 & 10 mn Vill Ghevra, Near Mundka Railway Crossing, Delhi owned by Mr. Seema Garg and Mr. Namita Garg.
2. Roof 34/1 East Punjabi Bagh, New Delhi owned by Vikas Globalone Limited.
3. Industrial property at Industrial Growth Centre, Phase 1, Samba, Jammu owned by Vikas Globalone Limited.
4. Residential property situated at Khasra no. 710/201 in Village Rithala, Delhi owned by Mr. Vivek Garg.
5. Property situated at A-28 Khasra No. 12/10 and 13/6 Village Kamruddi Nagar Nangloi owned by M.s Seema Garg and Ms. Usha Garg.
6. Residential property situated at B-1, Upper Basement floor, 1/34, Punjabi Bagh, New Delhi owned by Ms. Usha Garg.
7. Mortgage of Agricultural land situated at village Sultanpur Dabas held owned by Vikas GlobalOne Limited.
8. Plot of land situated at Khasra No. 142/132, situated at Village Khanjawala, Delhi owned by New Age Polypacks Coats Private Limited.
9. Exclusive Equitable mortgage of factory land and building situated at G-24-29, RIICO Industrial Area, Vigyan Nagar, Shahjahanpur, Dist. Alwar, Rajasthan owned by Vikas GlobalOne Limited.
10. Exclusive Equitable mortgage of factory land and building situated at G-24-29, RIICO Industrial Area, Vigyan Nagar, Shahjahanpur, Dist. Alwar, Rajasthan owned in the name of Vikas GlobalOne Limited.

Further limit is guaranteed by Personal guarantee of Mr. Nand Kishore Garg, Mr. Vikas Garg, Mr. Vivek Garg, Mrs. Seema Garg, Mrs. Usha Garg, Mrs. Namita Garg and Corporate Guarantee of M/s New Age PolyPack Coats Private Limited

MOONLITE TECHNOCEM PRIVATE LIMITED

The Company is availing a cash credit (Hypo) limit of Rs. 800.00 Lacs with the sublimit of FCL of Rs. 300.00 Lacs from **Union Bank of India** against Hypothecation of stock and Book debts

The rate of interest is Bank Base Rate + 3.25% which works out to be 13.25% and Margin is 25%. Further the Company is availing Non Fund Based LC (Import/Inland/DP/DA/BG). Buyers Credit of Rs. 700.00 Lacs against Stocks/ Receivable arising under LC transactions & Pledge of Term Deposit Receipts.

Further the limit is secured on following Collateral Properties:

1. EM L&B at Katani No. 341, Plot No. WZ-47-A Basai Dara Pur, New Delhi in the name of Sh. Jai Hind Kumar Gupta
2. EM property out of Kasra No 142/704, Extended Lal Dora Abadi of Village Kanjhawala, Delhi-81 in the name of Smt. Seema Garg
3. EM of flat No. 6(1st Floor) on Plot No. 1/34, Punjabi Bagh (E), New Delhi in the name of Smt. Seema Garg.
4. EM of Lal Dora Land plot No. 749 (800 Sq Yds), Kh No. 142/749, Village Kanjawala, in the name of Sh. Vivek Garg
5. EM of flat No. GF-1 (GF) on plot no. 1/34, Punjabi Bagh (East) New Delhi in the name of Smt. Seema Garg.

Further limit is guaranteed by Personal guarantee of Mr. Vishesh Gupta, Mr. Parmod Gupta, Mr. Vishal Garg, Mr. Vikas Garg, Ms. Seema Garg, Mr. Vivek Garg, Mr. Jai Hind Kumar Gupta, Shri. Sumer Chand Tayal and Corporate Guarantee of M/s Vikas GlobalOne Limited

SIGMA PLASTICS INDUSTRIES

The Firm is availing a cash credit (Hypo) limit of Rs. 600.00 Lacs from **Oriental Bank of Commerce** against Hypothecation of stock of raw materials, stock in progress, finished goods, stocks and spares, receivables and other current assets. No DP against stocks and receivables older than 180 days. The rate of interest is Bank Base Rate + 3.00% which works out to 13.25% and Margin is 25%.

Further the limit is secured on following Collateral Properties:

1. SIDCO Industrial Complex, I.G.C. Phase-I, Samba, Jammu & Kashmir in the name of Sigma Plastics Industries
2. F-5, 4/1 Vikas Apartments, East Punjabi Bagh, New Delhi in the name of Mrs. Seema Garg

Further limit is guaranteed by Personal guarantee Ms. Seema Garg and Corporate guarantee of M/s Vikas Globalone Limited.

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Loan Taken on Vehicles		
HDFC - Vehicle Loan (Agreement No 17104807)	50,885	113,624
HDFC - Vehicle Loan (Agreement No 17105637)	50,885	113,624
HDFC - Vehicle Loan (Agreement No 17105275)	50,885	113,624
HDFC - Vehicle Loan (Agreement No 17105815)	43,842	97,894
Kotak Mahindra Prime Limited	-	133,634
ICICI Loan No - LADEL00017599702	668,501	611,171
ICICI Loan No - LADEL00026826516	85,348	-
HDFC - Vehicle Loan (Agreement No 17685320)	746,240	1,190,532
Kotak Mahindra Prime Limited (CF-5702435)	-	165,025
TATA Capital Limited Contract No: 7000083164	102,225	288,287
TATA Capital Limited Contract No: 7000087805	231,415	520,819
ICICI Loan No - LADEL00026622448	472,756	-
Kotak Mahindra Prime Limited (CF-8516210)	123,921	-
Kotak Mahindra Prime Limited (CF-5467389)	189,880	400,526
Total	2,816,783	3,748,760

HDFC - Vehicle Loan (Agreement No 17104807) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 10,440 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17105637) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 10,440 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17105275) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 10,440 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17105815) was taken during 2010 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 8,995 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

ICICI Loan No - LADEL00017599702 was taken during 2010 year and carries interest @13.03% per annum. The Loan is repayable in 57 installments of Rs. 61,560 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

ICICI Loan No - LADEL00026826516 was taken during 2013 year and carries interest @13.03% per annum. The Loan is repayable in 36 installments of Rs. 10,086 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

HDFC - Vehicle Loan (Agreement No 17685320) was taken during 2011 year and carries interest @15.65% per annum. The Loan is repayable in 36 installments of Rs. 109,880 each along with interest from the date of Loan. The loan is secured by hypothecation of car of the company.

Kotak Mahindra Prime Limited Loan Agreement No CF-5702435 was taken during 2010. The loan is repayable in 35 equal monthly installment of Rs. 19,068/- each. The loan is secured by hypothecation of car of the company.

TATA Capital Limited Loan Contract No: 7000083164 was taken during 2010. The loan is repayable in 36 equal monthly installment of Rs. 26,060/- each. The loan is secured by hypothecation of car of the company.

TATA Capital Limited Loan Contract No: 7000087805 was taken during 2010. The loan is repayable in 36 equal monthly installment of Rs. 47,355/- each. The loan is secured by hypothecation of car of the company.

Kotak Mahindra Prime Limited Agreement No CF-5467389 was taken during 2009. The loan is repayable in 47 equal monthly installment of Rs. 37,040/- each. The loan is secured by hypothecation of car of the company.

Loan Taken for Fixed Assets		
BOB TL – 21000600000514	5,726,604	5,726,604
BOB TL – 21000600000515	4,549,404	4,681,448
OBC TL – 11167015000461	2,919,000	-
	13,195,008	10,408,052

Term Loan-I (Bank of Baroda) limits Rs. 141.17 Lacs & Term Loan –II (Bank of Baroda)Rs. 87.20 Lacs. The Term Loan is secured on the Plant and Machinery and Land and Building located at G-24-29 & 30, RIICO Industrial Area, Vigyan Nagar, Shahjahanpur, Dist. Alwar, Rajasthan owned by Vikas GlobalOne Limited. The term loan has been taken over from the existing loan of ICICI Bank Limited. The Rate of Interest is BR+ 3%. The term loan is repayable in equal monthly installment of Rs. 8.67 Lacs. The Period of Maturity from the Balance Sheet date is 26 months.

Further limit is guaranteed by Personal guarantee of Mr. Nand Kishore Garg, Mr. Vikas Garg, Mr. Vivek Garg, Mrs. Seema Garg, Mrs. Usha Garg, Mrs. Namita Garg and Corporate Guarantee of M/s New Age PolyPack Coats Private Limited

During the year the Company was sanctioned fresh term loan for purchase of Machinery of Rs. 200 Lacs from Oriental Bank of Commerce. The loan was sanctioned on 24th December 2012 and the company has started utilizing the same in respect of advance for purchase of machinery. The Moratorium period is nine months. The Loan will be repayable in Equal Installments of Rs. 4.17 lacs per month. The rate of interest shall be BR+ 2%. The installment will start after the Moratorium period of 9 months. The amount utilized from the said loan till 31st March, 2013 is Rs. 133.10 Lacs.

NOTE NO: - 7 TRADE PAYABLES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Sundry Creditors	334,997,986	158,359,652
	334,997,986	158,359,652

NOTE NO: - 8 OTHER CURRENT LIABILBITES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Service Tax payable	428,558	2321820
Advance From Customers	33,288,474	64,309,395
Expenses Payable	8,498,602	4,749,977
Cheque Issued but not presented	40,721,737	-
Minority Interest	3,853,806	15,397,217
Others	42,000	1,403,207
	86,833,177	88,181,616

NOTE NO: - 9 SHORT TERM PROVISIONS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Dividend on Equity Shares	5,051,969	5,051,969
Dividend Distribution Tax	819,556	819,556
Current Tax Provision	2,863,773	1,750,480
	8,735,298	7,622,005

NOTE NO: - 11 NON- CURRENT INVESTMENTS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Others	-	50,000
	-	50,000

NOTE NO: - 12 LONG TERM LOANS AND ADVANCES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Security Deposit	1,518,779	3,300,138
	1,518,779	3,300,138

NOTE NO: - 13 OTHER NON – CURRENT ASSETS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Others	7,374,456	7,273,923
Government Receivables	1,239,226	2,655,376
	8,613,682	9,929,299

NOTE 10: FIXED ASSETS												
PARTICULARS	GROSS BLOCK						DEPRECIATION				NET BLOCK	
	Rate	As at 31.03.2012	Additions	Deductions	As at 31.03.2013	As on 31.03.2012	for the year	Deductions	As on 31.03.2013	As on 31.03.2013	As on 31.03.2012	
Tangible Assets												
Leasehold Land		47,420,707	6,915,756	-	54,336,463	-	-	-	-	54,336,463	47,420,707	
Building	5.00%	51,366,808	1,887,543	602,800	52,651,551	4,100,003	2,376,578	-	6,476,581	46,174,970	47,266,805	
Plant and Machinery	13.91%	104,372,566	5,527,976	822,151	109,078,391	19,523,158	12,074,971	-	31,598,129	77,480,262	84,849,408	
Furniture and Fittings	18.10%	1,987,320	249,186	-	2,236,506	866,280	222,373	-	1,088,653	1,147,853	1,121,040	
Vehicles	25.89%	21,939,955	2,877,646	735,000	24,082,601	10,853,203	3,112,054	406,089	13,559,168	10,523,433	11,086,752	
Office Equipments	13.91%	8,890,667	1,007,394	-	9,898,061	3,916,762	736,328	-	4,653,090	5,244,971	4,973,905	
Computers	40.00%	3,719,346	657,341	-	4,376,687	2,612,860	552,214	-	3,165,074	1,211,613	1,106,486	
TOTAL (A)		239,697,369	19,122,842	2,159,951	256,660,260	41,872,266	19,074,518	406,089	60,540,695	196,119,565	197,825,103	
Intangible Assets												
Goodwill		2,921,464	-	-	2,921,464	1,168,586	584,293	-	1,752,879	1,168,585	1,752,878	
TOTAL (B)		2,921,464	-	-	2,921,464	1,168,586	584,293	-	1,752,879	1,168,585	1,752,878	
Total (Current Year)		242,618,833	19,122,842	2,159,951	259,581,724	43,040,852	19,658,811	406,089	62,293,574	197,288,150	199,577,981	
As on 31.03.2012		170,701,800	77,555,269	5,638,236	242,618,833	27,373,907	19,508,458	3,841,513	43,040,852	199,577,981	143,327,893	

NOTE NO: - 14 INVENTORIES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Finished Goods	18,750,510	22,006,714
Real Estate Inventory	24,356,621	18,894,043
Traded Goods	23,147,387	67,111,402
Raw Material	208,460,237	110,288,290
Goods in transit/ WIP	23,451,270	579,426
Total	298,166,025	218,879,875

NOTE NO: - 15 TRADE RECEIVABLES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Outstanding for more than six months		
Unsecured, Considered Good :	110,793,763	61,896,412
Less: Provision for doubtful debts	-	-
Sub Total	110,793,763	61,896,412
Outstanding for less than six months		
Unsecured, Considered Good	576,843,696	339,697,100
Less: Provision for doubtful debts	-	-
Sub Total	576,843,696	339,697,100
	687,637,459	401,593,512

NOTE NO: - 16 CASH AND CASH EQUIVALANTS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Cash-in-Hand		
Cash Balance	2,227,500	4,475,359
Sub Total	2,227,500	4,475,359
Bank Balance		
Bank Current Account	2,682,475	5,192,387
Unpaid Dividend Account	436,558	224,189
Sub Total	3,119,033	5,416,576
	5,346,533	9,891,935

NOTE NO: - 17 SHORT TERM LOANS AND ADVANCES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Security Deposit	6,236,990	4,955,842
Advance to Suppliers	34,215,314	59,158,916
Advance to Staff	361,899	350,800
Cenvat Credit Receivable	2,807,648	377,352
Tax Deducted at Source	3,624,468	2,650,956
MAT Credit	14,736,839	8,853,862
Advance Tax	1,500,000	701,000
PLA Excise	-	2,229,768
Others	87,338,721	57,947,519
	150,821,879	137,226,015

NOTE NO: - 18 OTHER CURRENT ASSETS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Miscellaneous Expenses Written Off	-	123,876
	-	123,876

NOTE NO: - 19 REVENUE FROM OPERATIONS

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Sales of Product	2,492,521,332	1,591,852,796
Other Operative Income		
Revenue Franchise	24,278,001	20,379,363
Other Operative Income	4,626,569	35,250,928
	2,521,425,902	1,647,483,087

Sales of Product includes following transactions with the related party:

PARTICULARS	AMOUNT
Vikas Polymers (India)	5,307,630

NOTE NO: - 20 OTHER INCOME

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Commission & Interest Income	4,386,502	1,938,797
Other Non-Operating Income		
Profit on disposal of Tangible Assets	-	33,919,015
Excise Refund	10,426,022	14,829,254
Rent on Investment Properties	197,738	297,437
Other Receipts	5,401,846	7,449,693
	20,412,108	58,434,196

NOTE NO: - 21 COST OF MATERIAL CONSUMED

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Inventory at the beginning		
Raw Material	125,424,154	67,734,176
	125,424,154	67,734,176
Add: Purchases		
Raw Material	897,039,028	604,890,004
	897,039,028	604,890,004
Add/Less: Other Adjustment		
Raw Material	-	-
Less: Inventory at the end		
Raw Material	230,391,873	125,424,154
	230,391,873	125,424,154
	792,071,309	547,200,026

(In Rupees)

PARTICULARS	OPENING	PURCHASES	CLOSING	CONSUMPTION
Tin Alloy	6,459,120	69,184,516	9,311,482	66,332,154
Ethylhexyl Thioglycolate	5,431,628	6,500,510	-	11,932,138
Tinmate	4,657,891	82,098,650	11,832	86,744,709
Industrial Chemical-2EHTG	-	10,386,624	3,306,262	7,080,362
PVC Compound	3,341,754	89,848,419	13,305,176	79,884,997
TPR Compound	3,965,630	337,614,339	1,188,464	340,391,505
Hydrogen Peroxide 60%50	143,670	17,439,799	4,491,176	13,092,293
RSO Refined Soyabean Oil	812,004	100,288,192	7,423,739	93,676,457
Styrene Butadiene Copolymer	6,665,020	26,498,201	948,280	32,214,941
Thermal Plastic Elastomer	10,854,573	14,727,822	14,145,585	11,436,810
Methyl Chlori De Pure(Gas)	290,045	1,706,241	239,259	1,757,027
Polyethylene Polymers	-	5,905,523	-	5,905,523
PVC Resin	359,231	8,452,673	-	8,811,904
Styrene Butadiene Styrene	1,263,150	12,523,332	-	13,786,482
Others	81,180,438	113,864,187	176,020,618	19,024,007
Grand Total	125,424,154	897,039,028	230,391,873	792,071,309

DETAILS OF MATERIAL CONSUMED

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Raw Material		
Consumption Raw Material	792,071,309	547,200,026
	792,071,309	547,200,026

DETAILS OF INVENTORY

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Raw Material		
Consumption Raw Material	897,039,028	604,890,004
	897,039,028	604,890,004

NOTE NO: - 22 PURCHASES OF STOCK IN TRADE

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Purchase of traded goods	1,462,400,255	761,537,264
	1,462,400,255	761,537,264

Purchase of Stock in Trade includes following transactions with the related party:

PARTICULARS	AMOUNT
Vikas Polymers (India)	9,797,607

NOTE NO: - 23 CHANGES IN INVENTORIES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Opening Stock	67,111,402	139,336,467
Closing Stock	47,504,008	67,111,402
(Increase)/Decrease in Inventory	19,607,394	72,225,065

NOTE NO:- 24 EMPLOYEE BENEFITS EXPENSES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Salary including Employee Benefits	25,831,467	21,846,025
Wages Including Benefits	2,453,899	1,536,853
Staff Welfare Expenses	958,472	1,193,664
Director Remuneration	1,254,000	770,000
	30,497,838	25,346,542

NOTE NO: - 25 FINANCE COST

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Interest		
Interest on Long Term Loans from Banks	4,404,963	7,096,501
Interest on other Borrowing	48,075,432	39,121,264
Other Borrowing Cost		
Other Financing Charges	11,895,634	7,908,076
Total	64,376,029	54,125,841

NOTE NO: - 26 DEPRECIATION AND AMORTIZATION EXPENSES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Depreciation	19,074,518	18,924,165
Amortization	584,293	584,293
	19,658,811	19,508,458

NOTE NO:- 27 OTHER EXPENSES

(In Rupees)

PARTICULARS	AS AT 31-03-13	AS AT 31-03-12
Manufacturing and other Direct Expenses		
Custom Duty	27,730,154	37,990,328
Freight	17,147,223	17,498,272
Loading and Unloading expenses	2,312,267	1,948,040
Power and fuel	14,165,318	10,159,095
Demurrage and Inland Haulage Charges	14,929,496	9,978,422
Consumption of Stores and Spare Parts	1,029,143	849,502
Administrative Expenses		
Foreign Exchange Fluctuation	7,263,832	9,200,528
Legal and Professional Charges	2,181,927	3,529,621
Conveyance Charges	809,068	3,343,836
Advertisement Expenses	2,212,753	5,144,192
Rent	1,206,130	1,287,000
Tour and Travelling Expenses	3,286,294	1,599,501
Vehicle Running Expense	990,528	1,131,816
Repair and Maintenance of Plant and Machinery	1,114,237	2,299,022
Repair and Maintenance Expenses	264,054	2,516,102

Repair and Maintenance Building	319,059	-
Security Charges	1,484,746	1,446,940
Rates and Taxes	479,669	793,973
Insurance Expenses	1,082,814	1,045,457
Printing and Stationery	666,908	620,495
Director Sitting Fees	160,000	160,000
Auditors Remuneration	988,150	373,917
Rebate and Discount	953,652	-
Commission paid	315,273	300,000
Miscellaneous Expenses W/off	123,876	267,785
Other Interests	669,476	414,379
Other Expenses	8,029,285	7,699,267
	111,915,332	121,597,490

VIKAS GLOBALONE LIMITED

Regd. Office: Vikas House, 34/1, East Punjabi Bagh, New Delhi- 110026

FORM OF PROXY

L.F. NO.

D. P. ID*

Client ID*

I/We.....of.....

..... being a member/members of Vikas GlobalOne Limited hereby appoint
 of.....or failing him/her..... of..... as my/our
 Proxy to attend and vote for me/us on my/our behalf at the 28th Annual General Meeting of the Company, to be
 held at 11:30 A.M on 27th September, 2013 and any adjournment thereof.

Signed this.....day of.....2013.



(Signature of the Share Holder)

Note: the proxy form completed and stamped must reach the Registered Office of the company not less than 48 hours before the time for holding the aforesaid meeting.

*Applicable for investors holding shares in electronic form.

VIKAS GLOBALONE LIMITED

Regd. Office: Vikas House, 34/1, East Punjabi Bagh, New Delhi- 110026

ATTENDANCE SLIP

L.F. NO.

D. P. ID*

Client ID*

NAME FATHER'S / HUSBAND NAME SIGNATURE

- Note:**
1. Attendance slip not filled in properly will not be entertained.
 2. All joint holders should use only one slip.
 3. Bags/briefcases are not allowed inside the venue and the Company shall not be responsible for the loss of the same.

* Applicable for investors holding shares in electronic form.

FORM A
Format of covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company:	VIKAS GLOBALONE LIMITED
2.	Annual financial statements for the year ended	31st March 2013.
3.	Type of Audit observation	As per the audit report attached.
4.	Frequency of observation	Every quarter during the financial year.
5.	To be signed by- <input type="checkbox"/> CEO/Managing Director <input checked="" type="checkbox"/> CFO <input type="checkbox"/> Auditor of the company <input type="checkbox"/> Audit Committee Chairman	Mr. VikasGarg - M/s RSHP & Associates Mr. Narender Kumar Garg



FORM B

Format of covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company:	VIKAS GLOBALONE LIMITED
2.	Annual financial statements for the year ended	31st March 2013
3.	Type of Audit qualification	As per the audit report attached.
4.	Frequency of qualification	Every Quarter during the financial year.
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	As per the report attached (Refer page No. 67 of the Annual Report)
6.	Additional comments from the board/audit committee chair:	No Comments
7.	To be signed by- <input type="checkbox"/> CEO/Managing Director <input checked="" type="checkbox"/> CFO <input type="checkbox"/> Auditor of the company <input type="checkbox"/> Audit Committee Chairman"	Mr. VikasGarg - M/s RSHP & Associates Mr. Narender Kumar Garg

