



# **Glory Polyfilms Limited**

**13th Annual Report  
2009 - 10**





## CORPORATE INFORMATION

### Board of Directors

Mr. Prakash N. Kela	<i>Chairman</i>
Mr. Yogesh P. Kela	<i>Managing Director</i>
Mr. Umesh P. Kela	<i>Executive Director</i>
Mr. Vilas R. Shah	<i>Independent Director</i>
Mr. Navin C. Chokshi	<i>Independent Director</i>
Mr. Devi Prasad Taparia	<i>Independent Director</i>
Mr. Sanjeev A. Jain (Appointed w.e.f. 06.04.2010)	<i>Additional Director</i>

### Statutory Auditors

M/s. Mittal & Associates  
Chartered Accountants, Mumbai

### Bankers

State Bank of India  
Indian Overseas Bank  
Central Bank of India  
Kotak Mahindra Bank

### Registered Office

201, Vintage Pearl, A Wing, 29th Road,  
Bandra (W), Mumbai – 400 050  
Tel: +91-22-2651 4811,  
Fax; +91-22-2651 4812  
Email: investor@glorypolyfilms.com  
Website: www.glorypolyfilms.com

### Works

Survey No. 261, 262, 263 & 292,  
Village Dunetha, Nani Daman (U.T)  
Tel: 0260 – 2992526  
E-mail:factory@glorypolyfilms.com

### Registrar and share Transfer Agent

M/s. Bigshare Services Pvt. Ltd.  
E/2, Ansa Industrial Estate, Saki Vihar Road,  
Saki Naka, Andheri (E), Mumbai - 400 072  
Tel: +91-22-2847 0652,  
Fax: +91-22-2847 5207

## CONTENTS

Notice	2
Directors' Report	5
Management Discussion and Analysis	8
Corporate Governance Report	10
Auditor's Report	19
Balance Sheet	22
Profit and Loss Account	23
Schedules	24
Significant Account Policies	32
Notes of Accounts	33
Cash Flow Statement	38
Balance Sheet Abstract	40
Attendance Slip and Proxy	

## 13th Annual Report 2009 - 2010

---

### NOTICE

Notice is hereby given that the 13<sup>th</sup> Annual General Meeting of the members of Glory Polyfilms Limited will be held on Wednesday, the 29<sup>th</sup> September, 2010 at the Scarlet Hall, Hotel Shubhangan, 21<sup>st</sup> Road, Khar Danda, Khar (W), Mumbai - 400 052 at 12.30 P.M. to transact the following business:

#### As Ordinary Business:

- 1) To receive, consider and adopt the audited Balance Sheet as at 31<sup>st</sup> March, 2010 and the profit & loss account for the year ended 31<sup>st</sup> March, 2010 and the Reports of the Directors and Auditors thereon.
- 2) To appoint a Director in the place of Mr. Navin C. Chokshi, who retires by rotation and being eligible, offers him-self for re-appointment.
- 3) To appoint a Director in the place of Mr. Vilas R. Shah, who retires by rotation and being eligible, offers him-self for re-appointment.
- 4) To re-appoint M/s. Mittal & Associates, Chartered Accountants, Mumbai, as the Statutory Auditors of the Company and authorize the Board of Directors to fix their remuneration.

#### As Special Business:

- 5) To consider and if thought fit, to pass the following resolution with or without modification(s), as an Ordinary Resolution:  
"RESOLVED THAT Mr. Sanjeev A. Jain, who was appointed as an Additional Director of the Company and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 (Act) and in respect of whom the Company has received a notice pursuant to Section 257 of the Act, be and is hereby appointed a Director of the Company, liable to retire by rotation."

For and on behalf of the Board of Directors

Place : Mumbai  
Date : 12<sup>th</sup> August, 2010

**Prakash N. Kela**  
Chairman

#### NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. In order to be effective Proxies, duly stamped and executed, must reach the Registered Office of the Company not less than 48 hours before the time fixed for the Annual General Meeting. A Proxy form is enclosed for this purpose.
3. The Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956, is annexed herewith.
4. The Register of Members and the Share Transfer Book of the Company will remain closed from 24<sup>th</sup> September, 2010 to 29<sup>th</sup> September, 2010 (Both days inclusive) for the purpose of Annual General Meeting.
5. Information under the Listing Agreement of the Directors proposed to be re-appointed forms part of this Notice, which is annexed herewith.
6. The Members are requested to lodge/notify the transfer deed, communication for change of address, Bank details, ECS details, wherever applicable, mandates (if any), for shares held in physical Mode with M/s. Bigshare Services Limited, the Registrar and Share Transfer Agents of the Company, having their office at E/2, Ansa Industrial Estate, Saki Vihar Road, Naka, Andheri (E), Mumbai 400 072.
7. "All the Investor queries/complaints/grievances may be addressed to investor@glorypolyfilms.com".
8. Documents mentioned in the Notice are available for inspection by eligible members at the Registered Office of the Company between 11.00 a.m. to 1.00 p.m. during Monday to Friday till the date of the Annual General Meeting.



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

### **Item No. 5**

Mr. Sanjeev A. Jain was appointed as Additional Director of the Company with effect from 06<sup>th</sup> April, 2010 and as per the provisions of the Companies Act, 1956 (Act), he holds office up to the date of the forthcoming Annual General Meeting of the Company. The Company has received Notice along with requisite deposit under section 257 of the Act, proposing his appointment as a Director of the Company.

Details regarding the person proposed to be appointed as Director and his brief resume has been given in the Annexure attached to the Notice. Keeping in view the experience and expertise of Mr. Sanjeev A. Jain, Board has recommended his appointment as Director of the Company.

Mr. Sanjeev A. Jain is concerned or interested in the resolution at item no. 5 of the Notice to his own appointment.

Your Directors recommend passing of the resolutions set out in the Notice.

For and on behalf of the Board of Directors

Place : Mumbai  
Date : 12<sup>th</sup> August, 2010

**Prakash N. Kela**  
Chairman

## **ADDITIONAL INFORMATION ON DIRECTORS RECOMMENDED FOR APPOINTMENT OR SEEKING RE-ELECTION/APPOINTMENT AT THE ANNUAL GENERAL MEETING:**

### **a) Mr. Navin C. Chokshi**

Mr. Navin C. Chokshi is aged around 56 years and has been appointed as the Non-Executive and Independent Director of the Company on 02.12.2005. He is a Member of the Institute of Chartered Accountants of India. He is also the Chairman of the Audit Committee of the Company. In view of his experience, the Board of Directors considers that the continuance of Mr. Navin C. Chokshi on the Board of the Company will be beneficial to the Company and recommend the resolution for your approval. Additionally Mr. Navin C. Chokshi is the member of Remuneration Committee of the Company.

#### **Other Directorship:**

1. Hilton Metal Forgings Limited.
2. Gloria Technocost Enterprises Limited.

#### **Shareholding:**

Mr. Navin C. Chokshi does not hold any shares as on 31<sup>st</sup> March, 2010.

### **b) Mr. Vilas R. Shah**

Mr. Vilas Shah is aged around 52 years of age and has been appointed as the Non-Executive and Independent Director of the Company on 02.12.2005. He is a well-reputed Builder & Land Developer in Nashik. In view of his experience, the Board of Directors considers that the continuance of Mr. Vilas R. Shah on the Board of the Company will be beneficial to the Company and recommend the resolution for your approval. Additionally Mr. Vilas R. Shah is the Chairman of Shareholder Grievance Committee of the Company.

#### **Other Directorship:**

1. Viraj Estates Pvt. Ltd.
2. Vilas Farmhouse Pvt. Ltd.
3. Rajvi Housing Pvt. Ltd
4. Rajvi Reality Pvt. Ltd.
5. Viraj Landmark Pvt. Ltd

#### **Shareholding:**

Mr. Vilas R. Shah does not hold any shares as on 31<sup>st</sup> March, 2010.

## 13th Annual Report 2009 - 2010

---

**c) Mr. Sanjeev A. Jain**

Mr. Sanjeev A. Jain is aged around 51 years and has been appointed as the Non-Executive and Independent Director of the Company on 06.04.2010. He is a graduate from Mumbai University and having over 20 years of experience in the ship breaking industry. In view of his experience, the Board of Directors considers that the continuance of Mr. Sanjeev A. Jain on the Board of the Company will be beneficial to the Company and recommend the resolution for your approval.

**Other Directorship:**

1. Shakun Gases (P) Limited.

**Shareholding:**

Mr. Sanjeev A. Jain does not hold any shares as on 31<sup>st</sup> March. 2010.



## DIRECTORS' REPORT

The Directors have pleasure in presenting the 13<sup>th</sup> Annual Report of the Company along with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March, 2010. The Report also includes the Management Discussion and Analysis Report in accordance with the provisions of the Clause 49 of the Listing Agreement.

### Financial Highlights

(Rs. in Lac)

Particulars	31 <sup>st</sup> March, 2010	31 <sup>st</sup> March, 2009
Total Income	<b>11476.29</b>	8190.56
Total Expenditure	<b>9842.99</b>	7147.2
Profit before Interest, Depreciation & Tax (PBDIT)	<b>1633.30</b>	1042.84
Depreciation	<b>304.64</b>	159.17
Interest & Financial Charges	<b>577.87</b>	276.72
Profit Before Tax (PBT)	<b>750.79</b>	606.95
Provision for Taxation	<b>355.13</b>	100.93
Profit after Tax (PAT)	<b>395.66</b>	506.02

In the year under review, the turnover from operations recorded excellent growth; it increased from Rs. 8190.56 lacs in the previous year to Rs. 11476.29 lacs this year, an increase of about 40.11%. The profit before tax also recorded 23.69% growth and increased from Rs. 606.95 lacs in the previous year to Rs. 750.79 lacs this year. Your management's efforts succeeded in fulfilling the promise of increasing revenues and market share. The coming years hold new promises with lot of new development happening within the Company.

### Dividend

The Board has not recommend payment of any dividend during the year.

### Authorised Share Capital & Global Depository Receipts (GDRs) Issue

Pursuant to the resolution passed by the Members at their meeting held on 29<sup>th</sup> March, 2010, the Authorized Capital of the Company has increased from Rs. 32.00 Crs. to Rs. 63.00 Crs. by creation of 3,10,00,000 Equity shares of Rs.10/- each.

In February, 2010 the Company came out with the first issue of 35,00,000 Global Depository Receipts (GDRs) through the Luxembourg Stock Exchange at a price of US\$ 1.0246 per GDR and raised USD 3.58 million pursuant to the Offering Circular dated 18<sup>th</sup> February, 2010 and GDRs are listed on LuxSE and are traded on the Euro MTF. Each GDR represents two equity share of Rs.10/- each. The underlying equity shares are listed with NSE and BSE.

### Issue of Promoters Warrants

During the year, the Company has approved issue and allotment of 15,00,000 warrants to promoters on preferential basis at an issue price of Rs. 24/- per warrant convertible into at par number of equity shares and received 25% of issue price aggregating to Rs.90.00 lacs. Further the Company has applied to Stock Exchanges for their in principal approval and the same is pending before the exchanges.

### Manpower Development Process

The Company's Human Resource Division has finalized an organization structure that supports the vision and strategy of the Company. The organization structure is divided into five bands: Strategic, Operational, Manager, Executive and Support, which have been further divided into various levels. All Glory employees are assigned a level under a particular band depending upon their role, impact and criticality of job and the contribution to the Company's strategy.

### Particulars of Employees

None of the employees fall under the purview of the provision of Section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 as amended.

### Auditors

M/s. Mittal & Associates, the Statutory Auditors of the Company, retires at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Company has received a letter from them to the effect that their

## 13th Annual Report 2009 - 2010

---

appointment, if made, would be within the prescribed limit under section 224 (1) (B) of the Companies Act, 1956. Your Directors recommend reappointment of M/s. Mittal & Associates, as Auditors of the Company, at the ensuing Annual General Meeting.

***The comments on the Statement of Account referred to in Report of Auditors are self-explanatory.***

### **Fixed Deposits**

The Company has not accepted any deposits and, as such, no amount of principal or interest was outstanding on the date of the Balance Sheet.

### **Directors**

Mr. Navin C. Chokshi and Mr. Vilas R. Shah, Directors of the Company retire by rotation and being eligible offers themselves for re-appointment. Mr. Sanjiv A. Jain has been appointed as Additional Director and he holds office up to the date of ensuing Annual General Meeting. He is eligible for appointment as Director.

Mr. Girdharilal Goenka, Mr. Kishore N. Kela and Mr. Ramakant B. Jhunjhunwala have submitted their resignation to the directorship of the Company with effect from 18.02.2010, 07.05.2010 and 05.04.2010 respectively and same were accepted by the Board. Your Board placed on records its appreciation to outgoing Directors for their valuable services rendered during their tenure on the Board of the Company.

### **Directors' Responsibility Statement**

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors state:

- (i) that in the preparation of the Annual Accounts, the applicable accounting standards have been followed, with explanation for deviation, if any;
- (ii) that the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31<sup>st</sup> March, 2010 and of the Profit of the Company for that financial year.
- (iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting record in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) that the Directors have prepared the Annual Accounts on a going concern basis.

### **Report on Corporate Governance**

A detailed report on Corporate Governance has been provided elsewhere in the Annual Report.

### **Management Discussion and Analysis**

A separate section on Management Discussion and Analysis, as stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges is given in the Annual Report.

### **Conservation of Energy & Technology Absorption, Foreign Exchange Earning and Outgo**

As required under Section 217(1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, the particulars in respect of conservation of energy, technology absorption and foreign exchange earnings and outgo are set out in Annexure to this Report.

### **Acknowledgement**

Your Directors place on record their appreciation of the support extended by customers, investors, bankers, business associates, vendors and various government agencies. The Directors also sincerely acknowledge the significant contributions made by all the employees for their dedicated services to the Company.

For and on behalf of the Board of Directors

Place : Mumbai

Date : 12<sup>th</sup> August, 2010

**Prakash N. Kela**

Chairman





## ANNEXURE TO THE DIRECTORS' REPORT

### CONSERVATION OF ENERGY

#### FORM A

Power and Fuel Consumption	Year ended 31.03.2010	Year ended 31.03.2009
Electricity –		
Total Units	<b>2181600</b>	1812000
Amount (Rs. In lacs)	<b>79.15</b>	56.24
Rate Per Unit (Rs.)	<b>3.63</b>	3.10
Consumption per unit of Production (in unit/kg.)	<b>0.95</b>	1.02
Own Generation – (Through Diesel Generator)		
Total Units (in liters)	<b>115673</b>	112890
Amount (Rs. In lacs)	<b>17.05</b>	13.74
Rate Per Unit (Rs.)	<b>14.74</b>	12.17

#### FORM 'B'

### Technology Absorption

#### Research & Development

##### 1) Specific area in which R & D carried out by the Company:

During the year under review, efforts were made in the following areas with the objective of optimizing process systems and adopting parameters that ensure product improvement and cost reduction:

- Total Quality Management (TQM) rolled out in the Company resulted in process improvements and new methods of increasing production and manpower efficiencies across divisions.
- Energy saving measures like single tank condensate, natural draft cooling tower and improved lighting system led to energy conservation and natural energy source optimization initiatives.
- Renewed focus on safety measures and proper training resulted in reduced wastage of resources and avoidance of unfortunate incidents thus increasing overall efficiency.
- Reducing cost of materials, effecting import substitution, simplifying processes and achieving time savings.
- Quality improvements and up-gradation of raw material suppliers.

##### 2) Benefits derived as a result of the above R & D:

- High quality, value added and cost effective multilayer films & laminates preferred by the consumers were developed.
- Reduction in cost of raw materials and packaging materials and higher productivity.
- Significant reduction in the emission of pollutants into environment; use of clean methods of energy generation.
- Improved quality of products and thereby strong market position and premium positioning of the products.

##### 3) Future plan of action:

The Company will continue to pursue its R&D work on developing high quality products to meet the ever changing consumer needs and on adding value to our existing products.

##### 4) Expenditure on R & D:

Charged to the respective heads of accounts and not allocated separately.

Foreign Exchange Earning and Outgo

Foreign Exchange Earned : NIL

Foreign Exchange used : Rs. 3,80,93,467 (import of Raw Material) & Rs. 8,91,78,454 (Capital Goods)

For and on behalf of the Board of Directors

Place : Mumbai

Date : 12<sup>th</sup> August, 2010

**Prakash N. Kela**

Chairman

## MANAGEMENT DISCUSSION AND ANALYSIS

### Packaging Industry

The current wave of economic development in India is being seen from all over the world. As infrastructure, manufacturing, agriculture, and services grow at high rates the packaging industry is also showing great variety and depth in its growth. India's packaging industry may achieve an annual turnover as high as US\$ 5 billion in the current financial year with a growth rate nearly 25 per cent in significant segments. Leading companies in the Indian packaging industry show a compound annual growth rate of 30 percent and the Indian Rupee is strengthening against the US dollar at annual rate of 4 to 5 per cent. Even then, the US\$ 5 billion figure would represent about one per cent of the current global packaging industry.

In 2001, the packaging industry worldwide generated an annual estimated turnover of US\$ 417 billion. The major regions that made up this total include Europe, US\$ 129 billion; North America, \$116 billion; and Japan, US\$ 81 billion. India's consumer packaging accounted for just US\$ 2.3 billion in that year, that is about half of one per cent of the global packaging volume.

### Packaging in India

Today, packaging is produced more quickly and efficiently. It is generally lighter in weight, uses less material, is easier to open, dispense from, reseal, store, and dispose. Packaging has evolved from a relatively small range of heavy, rigid containers made of wood, glass, and steel, to a broad array of rigid, semi rigid and flexible packaging options increasingly made from specialized lightweight materials.

### Flexible Packaging

Flexible packaging consists of multi-layer laminated sheets of plastics (PVC, LDPE, HDPE, BOPP, BOPET), paper, cloth, or metal foils that are used separately or in combination for various packaging applications. However, this article discusses flexible packaging as laminates of plastics that have a unique set of properties that ensure toughness, moisture resistance, aroma retention, gloss, grease resistance, heat sealability, printability, low odour and taste. These find use in packaging food, tea, coffee, spices, chewing tobacco, bakery, confectionary, oils, and in certain other non-food applications such as household detergents, health and personal care, soaps, and shampoos.

### Flexible Packaging Demand in India and Worldwide

World demand for converted flexible packaging will grow at more than 4 per cent per year through 2005 to nearly 14 million metric tons, with a value exceeding US\$ 50 billion. The best gains are expected in the world's emerging markets, including Eastern Asia, Eastern Europe, Africa, and Middle East. India holds largely untapped markets with a potential of double digit market growth. The flexible packaging industry in India is currently estimated to be US\$ 1 billion and records a high growth rate of approximately 20 per cent.

The expansion of the Indian flex-pack market has accelerated due to:

- A growing middle class of over 300 million.
- The conversion of the more traditional rigid packaging into flexible forms.
- A favourable government tax structure. Excise duty that was once 24% has been reduced to 16%.
- Liberalization of the Indian economy since 1991.
- Globalization and the influx of multinational companies.
- Modern plants and equipment available to the flexible packaging industry.

Considering these factors it is only obvious that flexible packaging has a very bright future in India and is here to stay and grow in a big way. The current demand for flexible packaging in India, stands at about 500,000 tons.



### **Consumption of Flexible Packaging — India in Comparison to the Rest of the World**

According to industry experts, annual flexible packaging consumption per capita in various parts of the world is roughly as follows:

N. America	:	US\$45
Japan	:	US\$31
W. Europe	:	US\$25
S. Korea	:	US\$15
Thailand	:	US\$3
China	:	US\$2
India	:	US\$1

It is also observed that a mere 20 per cent of the population in India consumes 80 per cent of the packaged production whereas the remaining 80 per cent of the population have an access to only 20 per cent of the packaged production. There exists an exceptional gap in India between the necessary and actual demand for packaging of essential commodities and this is one of the major reasons why the growth of flexible packaging is not an alternative here but is rather an imperative.

#### **Opportunities & Threats:**

##### **Opportunities**

- Rapidly growing economy resulting in rising demand for plastic packaging products in India and abroad.
- Mushrooming of malls in India in both tier I cities and tier II cities due to the emergence of the organized retailing where leading companies have entered the retailing sector.

##### **Threats**

- Raw material availability and its prices shooting up due to unforeseen circumstances (Petroleum prices).
- Inadequate management controls arising from the massive increase in scale of operation might result in losing market share and profits.

#### **Internal Control Systems and their Adequacy**

The Company has in place adequate internal control systems and procedure commensurate with size and nature of the business. These procedures are designed to ensure:

- That all assets and resources are used efficiently and are adequately protected;
- That all the internal policies and statutory guidelines are complied with; and
- The accuracy and timing of financial reports and management information is maintained.

#### **Human Resources/ Industrial Relations**

Industrial relations remained cordial during the year. Employees' competencies and skills were enhanced by exposing them to several internal and external training programmes. Additional efforts continued to be implemented with a view to obtain commitment and loyalty towards the organisation.

#### **Cautionary Statement:**

Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

## CORPORATE GOVERNANCE REPORT

### Our governance philosophy

The basic philosophy of Corporate Governance of the Company is to achieve business excellence and enhance shareholder value keeping in view the interest of all stakeholders. The Company stands by transparency in all its dealing and strict regulatory compliance.

### Board of Directors - Composition of Board of Directors

The Board of Directors of the Company consists of an optimum combination of Executive, Non-Executive and Independent Directors, to ensure the independent functioning of the Board.

None of the Directors on the Board is a member of more than 10 committees or acts as Chairman of more than five committees (as per Clause 49 (IV) (B)) across all the companies in which he is a Director. All the Directors have made the requisite disclosures regarding committee positions held by them in other companies.

The composition of the Board of Directors and also the number of other Board Committees in which they are Chairman/ Member is given as under. Out of the present Board strength of Seven, Three are Executive Directors.

The following is the composition of Board as on 31<sup>st</sup> March, 2010.

Name of Directors	Category & Position	Board Meeting held during the year	No. of Board Meeting attended	Whether attended last AGM	Member/ Chairman of other Board Committees	No. of Other Directorship held
Mr. Prakash N. Kela	Executive Chairman	10	10	Yes	-	-
Mr. Yogesh P. Kela	Managing Director	10	10	Yes	-	-
Mr. Umesh P. Kela	Executive Director	10	10	Yes	-	-
Mr. Kishore N. Kela**	Non-Executive Director	10	6	-	-	-
Mr. Navin C. Chokshi	Non-Executive and Independent Director	10	5	Yes	-	2
Mr. Deviprasad Taparia	Non-Executive and Independent Director	10	6	Yes	-	4
Mr. Ramakant Jhunjunwala	Non-Executive and Independent Director	10	6	Yes	-	-
Mr. Vilas R. Shah	Non-Executive and Independent Director	10	4	-	-	-
Mr. Girdharilal Goenka	Non-Executive and Independent Director	10	2	-	-	-

\*\* Brother of Mr. Prakash N. Kela

Mr. Girdharilal Goenka, Mr. Kishore N. Kela and Mr. Ramakant B. Jhunjunwala have submitted their resignation to the directorship of the Company with effect from 18.02.2010, 07.05.2010 and 05.04.2010 respectively and same were accepted by the Board.

None of the Directors are disqualified under section 274 (1) (g) of the Companies Act, 1956 read with (Disqualification of Directors under section 274 (1) (g) of the Companies Act, 1956) Rules, 2003

### Committees of the Board of Directors -

#### Audit Committee

The Audit Committee consists of Shri Navin C. Chokshi, Shri Deviprasad Taparia and Shri Ramakant B. Jhunjunwala \*. The Audit Committee is chaired by Shri Navin C. Chokshi, who has a wide experience on financial issues. All members have the financial knowledge and expertise mandated by Clause 49 of the Listing Agreement.

**Terms of reference:**

1. to oversee the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. to recommend Board, the appointment, re-appointment and if required, the replacement or removal of statutory auditor and fixation of audit fees;
3. to review with management the financial statements before submission to the board for approval, with particular reference to:
  - a. Any changes in accounting policies and practices,
  - b. Major accounting entries based on exercise of judgment by management,
  - c. Qualifications in the draft audit report,
  - d. Compliance of accounting standards,
  - e. Significant adjustments arising out of audit,
  - f. Compliance with stock exchange and legal requirements concerning financial statement,
4. To review with the management external and internal auditors and the adequacy of internal control system.
5. Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
6. Discussion with the internal auditor for any significant findings and follow up thereof.
7. Reviewing findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or failure of internal control system of material nature which require reporting to the board.
8. Discussions with statutory auditors before the audit commences, about the nature and scope of the audit as well as post-audit discussion to ascertain any area of concern.
9. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.

The Composition and Attendance of the Members of the Audit Committee is as follows:

<b>Name of Members</b>	<b>Category</b>	<b>Meeting Held during the tenure of directors</b>	<b>Meeting Attended</b>
Mr. Navin C. Chokshi (Chairman)	Non-Executive and Independent Director	4	4
Mr. Ramakant B. Jhunjhunwala* (Member)	Non-Executive and Independent Director	4	4
Mr. Devi Prasad K. Taparia (Member)	Non-Executive and Independent Director	4	4

The Chairman of the Audit Committee was present at the Company's last Annual General Meeting held on 29<sup>th</sup> September, 2009

The meeting considered all the points in terms of its reference at periodic intervals.

\* Mr. Ramakant B. Jhunjhunwala has resigned from the directorship of the Company effective from 05<sup>th</sup> April, 2010.

**Remuneration Committee**

The Remuneration Committee of the Board is constituted to formulate and recommend to the Board from time to time, a compensation structure for whole time directors. As on 31<sup>st</sup> March, 2009, the Committee comprised three non-executive Directors. All members are independent.

The broad terms of reference of the Remuneration Committee are as given below:

1. To recommend the Board, the remuneration package of the Company's Directors.
2. All information about the Directors/Managing Directors/Whole Time Directors i.e. background details, past remuneration, recognition or awards, job profile shall be considered and disclosed to shareholders.

## 13th Annual Report 2009 - 2010

3. The Committee shall take into consideration and ensure the compliance of provisions under Schedule XIII of the Companies Act, 1956 and other applicable provisions of the Act, while recommending remuneration of managing directors / whole time directors.

The Composition and Attendance of the Members of the Remuneration Committee is as follows:

Name of Members	Category	Meeting Held	Meeting Attended
Mr. Devi Prasad K. Taparia (Chairman)	Non-Executive and Independent Director	1	1
Mr. Ramakant B. Jhunjhunwala* (Member)	Non-Executive and Independent Director	1	1
Mr. Navin C. Chokshi (Member)	Non-Executive and Independent Director	1	1

No sitting fee paid to Non-Executive Directors including independent Directors and also there are no materially significant related party transactions, pecuniary transactions or relationship between the Company and its Directors except those disclosed in the financial statements for the year ended 31<sup>st</sup> March, 2010.

\* Mr. Ramakant B. Jhunjhunwala has resigned from the directorship of the Company effective from 05<sup>th</sup> April, 2010.

### Shareholders/Investor Grievances Committee

As on 31<sup>st</sup> March, 2010, the Committee comprised three non-executive Directors. All members are independent. The Committee is specifically responsible for the redressal of the shareholder grievances in accordance with the provisions of Clause 49 of the Listing Agreement(s).

The Composition of Members of the Shareholders/Investor Grievance Committee is as follows:

Name of Members	Category	Meeting Held	Meeting Attended
Mr. Vilas R. Shah (Chairman)	Non-Executive and Independent Director	1	1
Mr. Ramakant B. Jhunjhunwala* (Member)	Non-Executive and Independent Director	1	1
Mr. Devi Prasad K. Taparia (Member)	Non-Executive and Independent Director	1	1

The terms of reference of the Shareholders / Investor Grievances Committee are to look into the redressal of shareholder and investors complaints like transfer/transmission of shares, non-receipt of balance sheet, non-receipt of declared dividend etc. none of the complaints are pending. The Company has appointed M/s. Bigshare Services Pvt. Ltd. to act as Registrar and Transfer Agent of the Company.

\* Mr. Ramakant B. Jhunjhunwala has resigned from the directorship of the Company effective from 05<sup>th</sup> April, 2010.

### Disclosures

#### a) Related Party Transactions

Related party transactions during the year have been disclosed as required under Accounting Standard 18 issued by ICAI. The transactions with the firms where the Directors of the Company are interested were in normal course of business and there were no materially significant related party transactions that may have potential conflict with the interests of the Company at large.

#### b) Remuneration of Directors

The compensation to the Board of Directors is approved by the shareholders and disclosed separately in Notes to Accounts. Compensation to Whole-time Director(s) consists of fixed salary and/or incentives.

Sr. No.	Name	Aggregate Salary including incentive/commission (Amount in Lacs)
1.	Mr. Prakash N. Kela	12.00
2.	Mr. Yogesh P. Kela	24.00
3.	Mr. Umesh P. Kela	24.00
	<b>Total</b>	<b>60.00</b>



**c) Code of conduct**

In terms of Clause 49 of the Listing Agreement(s), the Company has adopted a Code of Conduct for the board of Directors and Senior Management Personnel of the Company. The same has been posted on the Company's website. The Declaration by the Chairman of the Company forms part of this Report.

**d) Insider Trading Code**

The Company has adopted the Employees Share dealing code in terms of the SEBI (prohibition of Insider Trading) Regulations 1992. This code is applicable to all Directors and designated Employees. The Code ensures prevention of dealing in shares by persons having access to unpublished price sensitive information.

**(e) Management**

Management Discussion and Analysis (MDA) Report is given as a separate statement, included in this Annual Report and forms a part of this Report.

As per the disclosure received from senior management no material financial and commercial transactions that may have a potential conflict with the interest of the Company at large were reported to the Company during the year under report.

**(f) Shareholders**

Mr. Navin C Chokshi and Mr. Vilas R. Shah Directors of the Company retire by rotation at the ensuing Annual General Meeting and are eligible for re-appointment. The Board has recommended the re-appointment of the retiring Director.

Further Mr. Sanjiv A. Jain has been appointed as an Additional Director on 06th April, 2010 and he holds office up to the date of ensuing Annual General Meeting. He is eligible for appointment as Director.

The information about the brief resume and other information required to be disclosed under this section are provided in the notice of the Annual General Meeting.

**Postal Ballot**

There are no ordinary or special resolutions that need to be passed by the shareholders through a postal ballot for the year ended March 31, 2010.

**CEO/CFO Certification**

The CEO and CFO certification of the financial statements for the last year is enclosed at the end of the report.

**Means of Communication**

The quarterly, half yearly and annual results are published in the Free Press Journal (National Daily) and Nav Shakati (Regional language Newspaper). Press Releases made by the Company from time to time are informed to the Stock Exchange(s) on which the Company's equity shares are listed. A Management Discussion and Analysis Statement and Corporate Governance Report forms part of the Company's Annual Report.

**General Body Meetings**

The particulars of last three Annual General Meeting of the Company are given hereunder.

Year	Date and Time	Venue
2006-07	29.09.2007, 12.00 Noon	Scarlet Hall, Hotel Shubhangan, 21 <sup>st</sup> Road, Khar Danda, Khar (West), Mumbai - 400 052
	08.02.2008, 12.00 Noon*	Scarlet Hall, Hotel Shubhangan, 21 <sup>st</sup> Road, Khar Danda, Khar (West), Mumbai - 400 052
2007-08	07.08-2008, 12.30 P.M.	Scarlet Hall, Hotel Shubhangan, 21 <sup>st</sup> Road, Khar Danda, Khar (West), Mumbai - 400 052
2008-09	29.09.2009, 12.30 P.M.	Scarlet Hall, Hotel Shubhangan, 21 <sup>st</sup> Road, Khar Danda, Khar (West), Mumbai - 400 052
	29.03.2010, 11.00 A.M.	Scarlet Hall, Hotel Shubhangan, 21 <sup>st</sup> Road, Khar Danda, Khar (West), Mumbai - 400 052

## 13th Annual Report 2009 - 2010

Details of special resolutions passed in the above referred meeting are as under -

### Extra Ordinary Meeting held on 29<sup>th</sup> March, 2010 –

- 1) Increase in the Authorised Capital of the Company.
- 2) Issue of Warrants Convertible into equity shares to promoters.

### AGM held on 29.09.2009 -

- 1) Issue of ADRs/GDRs/ FCCBs u/s 81 (1A)
- 2) creation of charge on Company's assets u/s 293 (1) (a) and 3) increase in borrowing powers u/s 293 (1) (d).

### AGM held on 07.08.2008 -

- 1) Issue of ADRs/GDRs/ FCCBs u/s 81 (1A)  
Extra Ordinary Meeting held on 08<sup>th</sup> February, 2008 –
  - 1) Increase in the Authorised Capital of the Company.
  - 2) Approval for further issue of Shares/FCCBs/GDRs/ADRs and/or other securities.
  - 3) Issue of Warrants Convertible into equity shares.

### AGM held on 29.09.2007 -

- 1) creation of charge on Company's assets u/s 293 (1)(a).
- 2) increase in borrowing powers u/s 293 (1) (d).

All the resolutions were passed with requisite majority. There was no special resolution passed in the Annual General Meeting for the year 2006-07.

### General Shareholder Information

<b>Date and Time of 13<sup>th</sup> AGM</b>	29 <sup>th</sup> day, September 2010 at 12.30 p.m.
<b>Venue</b>	Scarlet Hall, Hotel Shubhangan, 21 <sup>st</sup> Road, Khar Danda, Khar (West), Mumbai - 400 052
<b>Financial Year</b>	31 <sup>st</sup> March, 2010
<b>Book Closure Date</b>	24 <sup>th</sup> September, 2010 to 29 <sup>th</sup> September, 2010 (both days inclusive)
<b>Registered Office Address</b>	201, Vintage Peal, A Wing, 29 <sup>th</sup> Road, Bandra (W), Mumbai – 400 050
<b>WebSite Address</b>	www.glorypolyfilms.com

### Financial Calendar (Tentative and subject to change for the financial year 2010-11)

<b>First Quarter Results</b>	On or before 14 <sup>th</sup> August, 2010
<b>Half Yearly Results</b>	On or before 15 <sup>th</sup> Novemebr, 2010
<b>Third Quarter Results</b>	On or before 15 <sup>th</sup> February, 2011
<b>Fourth Quarter Results</b>	On or before 15 <sup>th</sup> May, 2011

### Listing of Shares

The equity shares of the Company are listed on the following Stock Exchanges:

<b>Name of Stock Exchange</b>	<b>Address</b>	<b>Scrip Code</b>
Bombay Stock Exchange Limited	25 <sup>th</sup> floor, P.J. Tower, Dalal Street, Mumbai – 400 001	532857
The National Stock Exchange of India Limited	Exchange Plaza, Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051	GLORY

Listing fee for the financial year 2010-11: The listing fee has been paid up to date to the Stock Exchange(s).




**Market Price Data:**

Month	National Stock Exchange of India Limited			Bombay Stock Exchange Limited		
	High (Rs.)	Low (Rs.)	Total No. of Shares Traded	High (Rs.)	Low (Rs.)	No. of Shares Traded
Apr. 09	39.60	25.10	27,37,643	40.70	25.80	32,11,736
May 09	30.60	23.50	51,14,608	31.00	23.60	52,01,163
June 09	33.15	21.80	88,54,565	33.20	21.65	61,14,416
Jul. 09	25.40	18.85	32,77,305	25.25	18.85	21,17,883
Aug. 09	28.85	22.10	50,68,884	28.40	22.05	38,89,523
Sep. 09	27.90	23.00	83,73,334	28.00	23.10	57,91,576
Oct. 09	30.10	22.10	11,390,890	30.15	22.00	73,25,916
Nov. 09	24.15	20.30	24,22,625	24.20	20.10	16,15,299
Dec. 09	27.00	21.85	30,98,347	25.50	21.50	22,55,638
Jan. 10	29.25	21.45	76,96,113	29.40	21.35	50,06,788
Feb.10	27.40	22.00	60,69,283	27.20	21.90	40,36,080
Mar. 10	25.20	20.90	29,26,284	25.10	20.80	26,28,676

**Shareholding as on 31<sup>st</sup> March, 2010**
**a) Distribution of Shareholding as on 31.03.2010**

Range (in Rs.)	Total Share Holders	% Total Share Holders	% of Total Capital
01-5000	8115	72.53	6.93
50001-10000	1442	12.88	5.19
10001-20000	732	6.54	4.89
20001-30000	264	2.36	2.81
30001-40000	112	1.00	1.70
40001-50000	149	1.33	2.94
50001-100000	182	1.62	5.61
100001 above	191	1.70	69.89
<b>Grand Total</b>	<b>11187</b>	<b>100</b>	<b>100</b>

**b) Categories of Shareholders as on 31.03.2010**

Category	No. of Shares	Percentage
Promoters Holding	46,63,997	19.06
Insurance Companies	-	-
Mutual fund/UTI	-	-
Indian Public / Others	83,17,013	34.01
Corporate Bodies	40,78,273	16.66
Bank, Financial Institution, State & Central Govt.	-	-
Foreign Institutional Investors	86,000	0.35
NRIs/OCBs/Foreign Nationals	3,22,865	1.32
Shares held by custodian and against which depository receipts have been issued	70,00,000	28.60
<b>GRAND TOTAL</b>	<b>2,44,68,148</b>	<b>100</b>

## 13th Annual Report 2009 - 2010

---

### **Registrar and Share Transfer Agent**

For lodgment of transfer deed and other documents or any grievances / complaints, investor may contacts the Company's Registrar and Transfer Agent at the followings address:

#### **M/s. Bigshare Services Pvt. Ltd.**

E/2, Ansa Industrial Estae, Saki Vihar Road, Saki Naka, Andheri (E), Mumbai – 400 072

Telephone: 91-22-2847 0652, Fax: 91-22-2847 5207, Email: ipo@bigshareonline.com

### **Share Transfer System**

Shares sent for the transfer in physical form are registered and returned by Registrar and Share Transfer Agents with in 30 days from the date of receipt of documents, provided the documents are found in order. Shares under objection are returned within 21days. As regards remat of shares the document can be lodged with Bigshare Services Private Limited at the address mentioned above. During the financial year 2009-10, there was no instance of transfer of shares in the physical form.

### **Dematerialization of Shares and liquidity**

The Company's equity shares are traded compulsorily in dematerialized form and are available for trading on both the depositories in India viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). As on 31.03.2010, 99.99% of the equity shares have been dematerialized.

The Company's' shares are regularly trades on The National Stock Exchange of India Limited and the Bombay Stock Exchange Limited, in electronic form. Under the Depository system, ISIN allotted to the Company's shares is INE408H01012.

### **Address for correspondence**

Shareholders correspondence should be addressed to the Company's Registrar and Share Transfer Agent at the address mentioned above.

Investors can also send their complaints at investor@glorypolyfilms.com, a special e-mail ID created pursuant to amendment in clause 47 (f) of the Listing Agreement. Shareholders may also contact at the Registered Office of the Company for any assistance.

### **Outstanding GDRs/ADRs/Warrants, its conversion date and likely impact on equity**

**Outstanding GDRs:** As on 31st March, 2010 total outstanding GDRs were 35,00,000 representing 70,00,000 underlying equity shares constituting 28.60% of the Paid up Equity Share Capital of the Company. Each GDR represents two underlying equity shares in the Company. GDR is not a specific time-bound instrument and can be surrendered any time and converted into the underlying equity shares in the Company. The shares so released in favour of the investors upon surrender of GDRs can either be held by the investors concerned in their name or sold off in the Indian secondary markets for cash.

**Plant Location :** Survey No. 261, 262, 263 & 292, Village Dunetha, Nani Daman (U.T)

Tel: 0260 – 2992526, E-mail:factory@glorypolyfilms.com

### **Details of non-compliance**

There was no non-compliance during the year and no penalties were imposed on the Company by the Stock Exchange, SEBI or any other statutory authority. The Company obtained a certificate from the statutory auditor of the Company with respect to compliance with the conditions of corporate governance and annexed the certificate with the Directors' Report and sent the same to all the shareholders of the Company and to all the concerned Stock Exchanges alongwith the annual reports filed by the Company.



---

## **AUDITORS' REPORT ON CORPORATE GOVERNANCE**

To the Members,

### **GLORY POLYFILMS LIMITED**

We have examined the compliance of conditions of Corporate Governance by Glory Polyfilms Ltd., for the year ended on 31st March, 2010, as stipulated in Clause 49 of listing agreement of the said Company with stock exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India we have to state that no investor grievances were pending for a period of one month against the company as per the records maintained by the Share transfer-cum-investors Grievance Committee.

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

### **For Mittal & Associate**

Firm Reg. No-106456W  
Chartered Accountants

**Sd/-**

**M. Mehta**

Partner

M. No. 42990

Place : Mumbai

Dated : 12.08.2010

**DECLARATION**

We Prakash N. Kela, Chairman and Yogesh P. Kela, Managing Director of Glory Polyfilms Limited hereby certify that:

- a. we have reviewed financial statements and cash flow statement for the year and that to best of our knowledge and belief:
  - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii. These statements together present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to best of our knowledge and belief, no transactions entered into by Glory Polyfilms Limited during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c. We are responsible for establishing and maintaining internal controls for financial reporting in Glory Polyfilms Limited, and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting. We have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take rectify these deficiencies.
- d. We further declare that all Board Members and senior management have affirmed compliance with the Company's code of conduct for the current Year.

**For Glory Polyfilms Limited**

**Prakash N. Kela**

Chairman

Date : 12<sup>th</sup> August, 2010

Place : Mumbai

**For Glory Polyfilms Limited**

**Yogesh P. Kela**

Managing Director



## AUDITORS' REPORT

### TO THE MEMBERS OF GLORY POLYFILMS LIMITED

1. We audited the attached Balance Sheet of **GLORY POLYFILMS LIMITED** as at **31<sup>st</sup> March, 2010** and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub section (4A) of the Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - (b) In our opinion, proper books of account as required by the law have been kept by the Company so far as appears from our examinations of those books;
  - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the applicable accounting standards (except for AS-15 in respect of employees benefits), referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - (e) On the basis of written representations received from the Directors of Company, as on March 31, 2010 and taken on record by the Board of Directors of the Company, none of Directors is disqualified as on March 31, 2010 from being appointed as the director in term of clause (g) of sub-section (1) of section 274(1) of the Companies Act, 1956.
  - (f) In our opinion and to the best of our information and according to the explanations given to us except given in note no. (vi) in annexure on matters specified in paragraphs 4 and 5 of companies (Auditor's Report) Order, 2003, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principals generally accepted in India:
    - (i) In the case of the balance sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2010;
    - (ii) In the case of the Profit and Loss Account, of the 'Profit' for the year ended on that date; and
    - (iii) In the case of Cash Flow statement, of the cash flows for the year ended on that date.

For **Mittal & Associates**  
Firm Reg. No-106456W  
Chartered Accountants

**M. Mehta**  
Partner  
M.No. 42990

Place : Mumbai  
Date : May 29, 2010

### ANNEXURE TO AUDITORS' REPORT

Referred to in paragraph 3 of the Auditor's Report of even date to the members of **GLORY POLYFILMS LIMITED** on the financial statements for the year ended March 31, 2010

We report the following:

- (i) In respect of its fixed assets:
  - (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The fixed assets are physically verified by the management, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. Pursuant to above verification no material discrepancies between the book records and the physical inventory have been noticed.
  - (c) During the year, in our opinion, no substantial part of fixed assets has been disposed off by the Company.
- (ii) In respect of its inventory:
  - (a) As explained to us, inventories were physically verified by the management at the end of the year.
  - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
  - (c) In our opinion and according to the information and explanations given to us, Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iii) (a) The Company has granted loans to 3 parties covered in the register maintained u/s 301 under Companies Act, 1956 and maximum amount involved during the year was Rs. 576.18 Lacs and year end balance of loan granted to such parties was Rs. Nil.
  - (b) In our opinion and according to the information and explanations given to us, the rate of interest wherever applicable and other terms and conditions are not prima facie prejudicial to the interest of the Company.
  - (c) The Company is regular in receipt of principal amount and interest wherever stipulated.
  - (d) There is no overdue more than Rs. 1.00 Lac from such parties.
  - (e) The Company has taken unsecured loans from 1 party covered in the register maintained u/s 301 under Companies Act, 1956 and maximum amount involved during the year was Rs. 5.25 Lacs and year end balance of loan taken from such parties was Rs. 0.06 Lac
  - (f) In our opinion and according to the information and explanations given to us, the rate of interest wherever applicable and other terms and conditions are not prima facie prejudicial to the interest of the Company.
  - (g) The Company is regular in payment of principal amount and interest wherever stipulated.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit no major weaknesses has been noticed in the internal controls.
- (v) (a) According to information and explanation given to us, the transactions made in pursuance of contracts or arrangements, that need to be entered into register in pursuance of section 301, of the Act, have been so entered.
  - (b) In our opinion and according to the information and explanations given to us the transactions of purchases of goods and materials and sale of goods, material and services, made in pursuance of contracts and arrangements entered in register maintained under Section 301 of the Companies Act 1956, and exceeding the value of rupees five lakhs in respect of one party during the year have been made on credit basis, at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us the Company has accepted deposit falling within the purview of sections 58 A and 58 AA without issuing statement in lieu of advertisement.



- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (viii) As informed to us, maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.
- (ix) (a) According to the information and explanations given to us, in our opinion, the undisputed statutory dues including Provident Fund, Investors Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues as applicable have generally been regularly deposited by the company during the year with the appropriate authorities. According to the information and explanations given to us, there are no arrears of outstanding statutory dues as mentioned above as at 31<sup>st</sup> March, 2010 for the period of more the six months from the date they became payable.
- (b) According to the records of the Company and the information and explanations given to us, there are no dues of Sales tax, Income tax, Custom duty, Wealth Tax, Excise Duty and Cess, which have not been deposited on account of any dispute.
- (x) The company does not have accumulated losses as at 31<sup>st</sup> March 2010 and has not incurred any cash losses during the financial year ended on that date or in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of its dues to a financial institution and bank, during the year.
- (xii) In our opinion and according to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of share, debentures and other securities.
- (xiii) The provisions of any special statute as specified under clause (xiii) of the order are not applicable to the company.
- (xiv) In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- (xv) The Company has given a corporate guarantee of Rs. 760 lacs to a bank for loans taken by a company in which directors relatives are interested. According to the information and explanations given to us, the term and conditions, whereof, are not prejudicial to the interest of the company.
- (xvi) In our opinion, and according to the information and explanations given to us, on all overall basis, the term loans have been applied for the purposes for which they were obtained.
- (xvii) On the basis of an overall examination of the balance sheet of the company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
- (xix) As the company has no debentures outstanding at any time during the year, Clause 4 (19) of the order is not applicable to the company.
- (xx) We have verified the end use of money raised by public issue as disclosed in the notes to the financial statements.
- (xxi) According to the information and explanations given to us, during the year, no fraud on or by the company has been noticed or reported.

For **Mittal & Associates**  
Firm Reg. No-106456W  
Chartered Accountants

**M. Mehta**  
Partner  
M.No. 42990

Place : Mumbai  
Date : May 29, 2010

## BALANCE SHEET AS AT 31ST MARCH 2010

	Schedule	31 March 2010		31 March 2009	
		Rs.	Rs.	Rs.	Rs.
<b>SOURCES OF FUNDS</b>					
<b>Shareholder Funds</b>					
Share Capital	A	253,681,480		191,961,480	
Reserves and Surplus	B	624,033,632	877,715,112	478,812,243	670,773,723
<b>Loan Funds</b>					
Secured Loans	C	934,528,875		890,347,423	
Unsecured Loans	D	115,359,915	1,049,888,790	123,137,805	1,013,485,228
Deferred Tax Liability			38,280,171		15,267,431
			<u>1,965,884,073</u>		<u>1,699,526,382</u>
<b>APPLICATION OF FUNDS</b>					
<b>Fixed Assets</b>					
Gross Block	E	1,002,539,348		1,014,727,753	
Less : Accumulated Depreciation		137,923,367		107,459,164	
Net Block			864,615,981		907,268,589
Capital Work In Progress			428,501,987		44,234,532
<b>Investments</b>					
	F		16,640,583		16,640,583
<b>Current Assets, Loans &amp; Advances</b>					
	G				
Stock In Trade		134,622,805		133,079,240	
Sundry Debtors		273,324,825		269,886,300	
Cash & Bank Balances		25,608,455		28,340,234	
Loans and Advances		640,371,708	1,073,927,793	509,334,028	940,639,801
<b>Less: Current Liabilities &amp; Provisions</b>					
	H				
Liabilities		396,015,239		203,801,304	
Provisions		34,054,116	430,069,355	21,554,116	225,355,420
Net Current Assets			643,858,438		715,284,382
<b>Miscellaneous Expenses</b> (to the extent not written off or adjusted)					
Deferred IPO Expenses			12,267,084		16,098,296
			<u>1,965,884,073</u>		<u>1,699,526,382</u>
Notes on Accounts	I				

As per our even date report

For **Mittal & Associates**  
Firm Reg. No. 106456W  
Chartered Accountant

**M. Mehta**  
Partner  
M. No 42990

Place : Mumbai  
Date : May 29, 2010

For and on behalf of the Board of Directors

**Yogesh Kela**  
Managing Director

**Umesh Kela**  
Executive Director





## PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

	Schedule	31 March 2010		31 March 2009	
		Rs.	Rs.	Rs.	Rs.
<b>Sales</b>					
Export		-		5,085,577	
Domestic		<b>1,204,502,785</b>		868,520,864	
Gross Sale		<b>1,204,502,785</b>		873,606,441	
Less Excise Duty		<b>67,410,430</b>		84,617,351	
Net Sales			<b>1,137,092,355</b>		788,989,090
Other Income	J		<b>10,536,466</b>		2,770,823
Increase/(Decrease) in stock	K		<b>15,449,749</b>		22,847,783
			<b>1,163,078,570</b>		814,607,696
Less :					
Material Consumed	L	<b>891,832,783</b>		627,746,178	
Manufacturing Expenses	M	<b>46,069,719</b>		35,007,569	
Administrative & Selling Expenses	N	<b>56,096,254</b>		42,203,166	
Interest and Financial Charges	O	<b>57,786,661</b>		27,672,623	
IPO Expenses written off		<b>5,749,821</b>	<b>1,057,535,238</b>	5,366,099	737,995,635
<b>Profit before Depreciation</b>			<b>105,543,333</b>		76,612,061
Depreciation	E		<b>30,464,204</b>		15,916,649
<b>Profit before Tax</b>			<b>75,079,129</b>		60,695,412
<b>Provision for Taxation</b>					
Current Year Tax		<b>12,500,000</b>		6,000,000	
Deferred Taxes					
for earlier years		-		-	
for current year		<b>23,012,740</b>		3,743,628	
Fringe Benefit Tax		-	<b>35,512,740</b>	349,994	10,093,622
<b>Profit after Tax</b>			<b>39,566,388</b>		50,601,790
Earning Per Share after Tax			<b>2.17</b>		2.90
Significant Accounting Policies and Notes on Accounts	I				

As per our even date report

For **Mittal & Associates**  
Firm Reg. No. 106456W  
Chartered Accountant

**M. Mehta**  
Partner  
M. No 42990

Place : Mumbai  
Date : May 29, 2010

For and on behalf of the Board of Directors

**Yogesh Kela**  
Managing Director

**Umesh Kela**  
Executive Director

## Schedules forming part of the Balance Sheet as at 31st March 2010

	31 March 2010 Rs.		31 March 2009 Rs.	
<b>SCHEDULE : A</b>				
<b>SHARE CAPITAL</b>				
<b>AUTHORISED</b>				
6,30,00,000 (3,20,00,000) Equity Shares of Rs.10/- each ISSUED, SUBSCRIBED AND PAID-UP		<b>630,000,000</b>		<b>320,000,000</b>
2,44,68,148(1,74,68,148) Equity Shares of Rs 10/- each fully paid up		<b>244,681,480</b>		<b>174,681,480</b>
15,00,000 Share warrant application money		-		<b>17,280,000</b>
Share warrant application money		<b>9,000,000</b>		-
		<b>253,681,480</b>		<b>191,961,480</b>
<b>SCHEDULE : B</b>				
<b>RESERVES &amp; SURPLUS</b>				
Securities Premium Account		<b>408,142,400</b>		<b>319,767,400</b>
Capital Reserve		<b>17,280,000</b>		-
Profit & Loss Account				
Opening Balance	<b>159,044,843</b>		<b>108,443,053</b>	
Add - Profit Trfd from P & L account	<b>39,566,388</b>	<b>198,611,232</b>	<b>50,601,790</b>	<b>159,044,843</b>
		<b>624,033,632</b>		<b>478,812,243</b>
<b>SCHEDULE : C</b>				
<b>SECURED LOANS</b>				
Term Loans from Banks		<b>571,740,916</b>		<b>563,143,436</b>
Working Capital Facilities from Banks		<b>345,801,662</b>		<b>317,266,692</b>
Vehicles Loans		<b>8,023,547</b>		<b>4,067,295</b>
Loan against Keyman Insurance Policy		<b>3,962,750</b>		<b>870,000</b>
Streamline Shipping Co Pvt Ltd (Loan against Shares in Investments)		<b>5,000,000</b>		<b>5,000,000</b>
		<b>934,528,875</b>		<b>890,347,423</b>
<b>SCHEDULE : D</b>				
<b>UNSECURED LOANS</b>				
<b>Banks</b>		<b>44,042,226</b>		<b>73,892,269</b>
<b>Others</b>				
Inter Corporate Deposits	<b>34,800,035</b>		<b>19,991,187</b>	
Directors and their Relatives	<b>6,006,063</b>		<b>0.00</b>	
Others	<b>30,511,591</b>	<b>71,317,689</b>	<b>29,254,349</b>	<b>49,245,536</b>
		<b>115,359,915</b>		<b>123,137,805</b>

## Schedules forming part of the Balance Sheet as at 31st March 2010

### SCHEDULE : E FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK		Dep Rates %
	As on 01.04.2009	Addns / expenses capitalised	Deductions	As on 31.03.2010	As on 01.04.2009	Less Adjustments	Depreciation	As on 01.04.2009	As on 31.03.2010	
<b>Block A : Land</b>										
Land	107,125,263	154,554,650	-	261,679,913	-	-	-	107,125,263	261,679,913	0.00
<b>Block B : Building</b>										
Factory Building	86,864,261	10,211,654	-	97,075,915	-	-	2,925,333	86,864,261	94,150,582	3.34
Office Building *	6,704,006	-	-	6,704,006	983,476	-	109,275	5,720,530	5,611,255	1.63
Staff Flats	769,600	-	-	769,600	85,107	-	12,544	684,493	671,949	1.63
<b>Block C : Plant and Machinery</b>										
3 layer Blown Film Plant	129,735,437	350,906	74,214,802	55,871,541	12,740,675	-	2,649,918	116,994,762	40,480,948	4.75
5 layer Blown Film Plant	171,334,396	230,109	-	171,564,505	65,066,587	-	8,141,079	106,267,809	98,356,839	4.75
7 layer Blown Film Plant	201,032,244	94,845,940	201,032,244	94,845,940	-	-	365,329	201,032,244	94,480,611	4.75
Air Compressor	2,317,799	483,005	-	2,800,804	122,280	-	117,289	2,39,569	2,561,235	4.75
Air Conditioners	882,131	960,487	-	1,842,618	162,384	-	64,918	227,302	1,615,316	4.75
Air Drier	695,702	-	-	695,702	284,027	-	33,046	317,073	378,629	4.75
Boiler	2,414,513	4,352,492	-	6,767,005	-	-	163,967	2,414,513	6,603,038	4.75
Chilling Plant	5,970,945	59,751	-	6,030,696	969,698	-	286,007	1,255,705	4,774,991	4.75
Cooling Tower & Tank	70,625	144,242	-	214,867	30,195	-	8,016	38,211	176,656	4.75
Factory Equipment	9,094,198	177,563	-	9,271,761	146,080	-	437,629	583,709	8,688,052	4.75
Flexo Printing Machine	109,412,579	270,000	-	109,682,579	-	-	5,271,453	109,412,579	104,411,126	4.75
Hydraulic Hand Stacker	643,831	165,507	-	809,338	48,282	-	35,115	83,397	725,941	4.75
Laminating Machine	30,112,956	-	-	30,112,956	4,583,971	-	1,430,365	6,014,336	24,098,620	4.75
Pouch Making Machine	10,207,476	-	-	10,207,476	172,992	-	484,855	657,847	9,549,629	4.75
Printing Machine	85,630,322	435,116	21,361,280	64,704,158	12,441,566	-	3,053,175	15,494,741	49,209,417	4.75
Recycle Machine	307,941	2,479,999	-	2,787,940	-	-	86,481	307,941	2,701,459	4.75
Slitting Machine	10,523,032	-	-	10,523,032	670,562	-	499,844	1,170,406	9,352,626	4.75
Stabilizer	1,409,359	-	-	1,409,359	-	-	66,945	66,945	1,342,414	4.75
Static Eliminator	122,228	-	-	122,228	45,509	-	5,806	51,315	70,913	4.75
Sealing Machine	11,169	-	-	11,169	1,556	-	531	2,087	9,082	4.75
Stretch Wrapper Machine	87,850	-	-	87,850	3,356	-	4,173	7,529	80,321	4.75
Thermic Fluid Systems	1,046,528	-	-	1,046,528	138,331	-	49,710	188,041	858,487	4.75



Schedules forming part of the Balance Sheet as at 31st March 2010

**SCHEDULE : E**  
**FIXED ASSETS (contd.....)**

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK		Dep Rates %	
	As on 01.04.2009	Addns / expenses capitalised	Deductions	As on 31.03.2010	As on 01.04.2009	Less Adjustments	Depreciation	As on 31.03.2010	As on 01.04.2009		As on 31.03.2010
Water Softening Plant	29,000	73,083	-	102,083	9,313	-	2,377	11,690	19,687	90,393	4.75
UPS System	-	4,044,456	-	4,044,456	-	-	129,478	129,478	(85,172)	3,914,978	4.75
Web Guiding System	270,726	-	-	270,726	85,172	-	12,859	98,031	238,856	172,695	4.75
Weighing / Measuring Instruments	210,492	-	-	210,492	31,870	-	9,998	41,868	199,802	168,624	4.75
Wending Machines	25,000	-	-	25,000	10,691	-	1,188	11,879	(93,924)	13,122	4.75
Forlift Trucks	2,077,720	98,022	-	2,175,742	118,924	-	99,840	218,764	2,061,808	1,956,978	4.75
Trim Winding Machine	129,701	-	-	129,701	15,912	-	6,161	22,073	83,040	107,628	4.75
Testing Equipment	319,062	-	-	319,062	46,661	-	15,155	61,816	319,062	257,246	4.75
<b>Block D : Electrical Equipment</b>											
Generating Set	1,750,000	-	-	1,750,000	748,787	-	83,125	831,912	1,249,773	918,088	4.75
Electrical Equipments	1,290,981	2,585,896	-	3,876,877	500,227	-	69,185	569,412	597,794	3,307,466	4.75
Electrical Fittings	12,545,950	-	-	12,545,950	693,188	-	595,933	1,289,121	12,483,694	11,256,829	4.75
Goods Lift	325,187	-	-	325,187	62,256	-	15,446	77,702	118,180	247,485	4.75
Office Electrical Fittings	506,125	-	-	506,125	207,007	-	24,041	231,048	506,125	275,077	4.75
Electrical Transformer	2,148,056	-	-	2,148,056	-	-	102,033	102,033	2,148,056	2,046,023	4.75
<b>Block E : Office Equipment</b>											
EPBX Machine	78,000	66,150	-	144,150	21,470	-	5,926	27,396	72,839	116,754	4.75
Fax Machine	18,400	-	-	18,400	5,161	-	874	6,035	3,416	12,365	4.75
Mobile Phone	221,720	20,000	-	241,720	14,984	-	11,328	26,312	209,267	215,408	4.75
Television	209,158	-	-	209,158	12,453	-	9,935	22,388	208,133	186,770	4.75
Telephone	7,000	-	-	7,000	1,026	-	333	1,359	7,000	5,642	4.75
<b>Block F : Furniture &amp; Fixtures</b>											
Office Furniture	1,728,997	174,735	-	1,903,732	989,227	-	113,784	1,103,011	1,728,997	800,721	6.33
<b>Block G : Vehicles</b>											
Motor Vehicle- Four Wheelers	6,199,230	-	-	6,199,230	3,018,072	-	588,927	3,606,999	3,181,158	2,592,231	9.50
Motor Vehicle-DD03E1013	279,071	-	-	279,071	37,686	-	26,512	64,198	241,385	214,873	9.50

## Schedules forming part of the Balance Sheet as at 31st March 2010

### SCHEDULE : E FIXED ASSETS (contd.....)

Particulars	GROSSBLOCK			DEPRECIATION				NETBLOCK		Dep Rates %	
	As on 01.04.2009	Addns / expenses capitalised	Deductions	As on 31.03.2010	As on 01.04.2009	Less Adjustments	Depreciation	As on 31.03.2010	As on 01.04.2009		As on 31.03.2010
Motor Vehicle-DD03E1023	376,745	-	-	376,745	50,880	-	35,791	86,671	325,865	290,074	9.50
Motor Vehicle-DD03E1029	264,968	-	-	264,968	35,781	-	25,172	60,953	229,187	204,015	9.50
Motor Vehicle-DD03E1031	694,867	-	-	694,867	93,850	-	66,012	159,862	601,017	535,005	9.50
Motor Vehicle-DD03E1041	278,971	-	-	278,971	37,673	-	26,502	64,175	241,298	214,796	9.50
Motor Vehicle-DD03E1047	264,868	-	-	264,868	35,220	-	25,162	60,382	229,648	204,486	9.50
Motor Vehicle-DD03E1056	282,344	-	-	282,344	38,129	-	26,823	64,952	244,215	217,392	9.50
Motor Vehicle-DD03E1125	264,868	-	-	264,868	34,777	-	25,162	59,939	230,091	204,929	9.50
Motor Vehicle-DD03E1746	1,731,202	-	-	1,731,202	129,318	-	477,914	607,232	1,601,884	1,123,970	9.50
Motor Vehicle-DD03E2201	481,936	-	-	481,936	15,429	-	22,310	242,739	466,507	239,197	9.50
Motor Vehicle-DD03E2406	817,441	-	-	817,441	9,361	-	77,657	87,018	808,080	730,423	9.50
Motor Vehicle-DL4CND2296	444,201	-	-	444,201	52,720	-	42,199	94,919	391,481	349,282	9.50
Motor Vehicle-WB42Y9525	293,086	-	-	293,086	37,145	-	27,843	64,988	255,941	228,098	9.50
Mahindra - Jeep	477,070	-	-	477,070	103,310	-	45,322	148,632	373,760	328,438	9.50
Scooter	71,160	-	-	71,160	12,615	-	6,760	19,375	58,545	51,785	9.50
Hero Handa	-	177,200	-	177,200	-	-	12,783	12,783	-	164,417	9.50
Tata Winger - I	-	567,510	-	567,510	-	-	36,015	36,015	-	531,495	9.50
Tata Winger - II	-	567,509	-	567,509	-	-	36,014	36,014	-	531,495	9.50
Motor Vehicle-DD03J0049	-	3,660,024	-	3,660,024	-	-	313,450	313,450	-	3,346,574	9.50
Motor Vehicle-DD03J0093	-	2,213,885	-	2,213,885	-	-	181,526	181,526	-	2,032,359	9.50
<b>Block H : Computers and Peripherals</b>											
Computers	1,888,179	375,030	-	2,263,209	1,370,339	-	319,273	1,689,612	517,840	573,597	16.21
Printer Cum Xerox Machine	131,000	15,500	-	146,500	30,018	-	21,641	51,659	100,983	94,842	16.21
Computers Software	1,068,880	59,500	-	1,128,380	45,879	-	180,632	226,511	1,023,001	901,869	16.21
Total	1,014,727,753	284,419,921	296,608,326	1,002,539,348	107,459,163	-	30,464,204	137,923,367	909,028,074	864,615,981	
Capital Work in progress	44,234,532	390,212,473	5,945,019	428,501,987	-	-	-	-	44,234,532	428,501,987	
Grand Total	1,058,962,285	674,632,394	302,553,345	1,431,041,335	107,459,163	-	30,464,204	137,923,367	953,262,606	1,293,117,967	
Previous Year	323,193,475	735,768,809	-	1,058,962,285	91,542,520	-	15,916,649	107,459,163	231,650,953	951,503,122	

\* Pending for transfer



### Schedules forming part of the Balance Sheet as at 31st March 2010

#### SCHEDULE : F

#### INVESTMENTS

#### Long Term - Quoted , Non Trade, At Cost

	Face Value	Units		
Asian Granito India Ltd	10	5,000	525,183	525,183
Greaves Ltd	10	3,000	1,319,723	1,319,723
Jayaswals Neco Ltd	10	27,000	1,408,155	1,408,155
Lloyds Metal Ltd	2	55,000	3,664,467	3,664,467
Nalwa Sons Investment Ltd	10	500	1,211,600	1,211,600
Nico Uco Al Ltd	10	48,000	328,320	328,320
Reliance Industries Ltd	5	1,500	141,705	141,705
Reliance Petroleum Ltd	10	10,000	1,596,880	1,596,880
SGN TELECOMS Ltd	1	300,000	893,950	893,950
Spice Communication Ltd	3	15,000	952,800	952,800
Sunflag Iron & Steel Ltd	10	95,000	4,029,485	4,029,485
Swaraj Engines Ltd	10	3,000	568,315	568,315
			16,640,583	16,640,583
(Market value-Rs.98,35,556 (Previous Year Rs.53,03,740))				
(The above Shares are in the name of the lender company)				

	31 March 2010		31 March 2009	
	Rs.		Rs.	
<b>SCHEDULE : G</b>				
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>				
<b>1. Stock in Trade *</b>				
Raw Material	38,389,750		49,807,455	
Work in Process	66,124,846		69,012,137	
Finished Goods	28,338,340		9,661,433	
Stores and Consumables	1,236,691		3,672,236	
Packing Material	370,660		423,594	
Saleable Scrap	162,518	134,622,805	502,385	133,079,240
* As valued and certified by the Managing Directors				
<b>2. Sundry Debtors (unsecured, considered good)</b>				
Outstanding for more than six months	40,407,923		52,066,427	
Others	232,916,902	273,324,825	217,819,873	269,886,300
<b>3. Cash and Bank Balances</b>				
Cash in hand	1,389,234		463,061	
Balance with Scheduled Banks				
on Current accounts	9,336,419		7,032,496	
on Fixed Deposit for L/C Margin Money	14,882,802		20,844,677	
		25,608,455		28,340,234
<b>4. Loans and Advances</b>				
(Unsecured, considered good )				
Advances Recoverable in cash or in kind or for value to be received	3,570,231		16,903,668	
Advances against Raw Material and TDS & Advance Payment of Taxes	471,791,882		196,519,484	
Excise Duty Deposits / VAT	36,918,307		351,474,484	
Deposites	51,996,649		41,127,587	
Advances on Capital Assets	7,857,149		9,058,411	
	68,237,490	640,371,708	59,341,308	509,334,028
		<b>1,073,927,793</b>		<b>940,639,801</b>



### Schedules forming part of the Balance Sheet as at 31st March 2010

	31 March 2010 Rs.		31 March 2009 Rs.	
<b>SCHEDULE : H</b>				
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>				
<b>1. CURRENT LIABILITIES</b>				
Sundry Creditors - Capital Goods	<b>23,566,003</b>		16,286,401	
Raw Materials	<b>181,867,716</b>		70,020,084	
Raw Materials against LC	<b>91,636,088</b>		86,833,181	
Expenses	<b>29,776,907</b>	<b>326,846,714</b>	22,585,962	195,725,628
Advances from Customers		<b>61,679,003</b>		-
Other Liabilities				
Statutory Dues Payable	<b>4,750</b>		5,775	
TDS Payable	<b>3,575,992</b>		4,397,399	
Temporary Bank Overdrawn	-		729,888	
Outstanding Expenses	<b>3,908,781</b>	<b>7,489,523</b>	2,942,614	8,075,676
<b>2. PROVISIONS</b>				
Provision for Taxation	<b>12,500,000</b>		6,000,000	
Provision for Income Tax for earlier year	<b>20,940,645</b>		14,940,645	
Provision for Fringe Benefit Tax earlier year	<b>613,471</b>	<b>34,054,116</b>	613,471	21,554,116
		<b>430,069,355</b>		<b>225,355,420</b>

**Schedules forming part of the Profit and Loss Account  
for the year ended 31st March 2010**

	31 March 2010 Rs.		31 March 2009 Rs.	
<b>SCHEDULE : J</b>				
<b>OTHER INCOME</b>				
Income from Job work		4,166,991		7,024,354
Designing & Development		66,000		-
Exchange Flucuation Gain / (Loss)		6,303,475		(4,448,541)
Insurance claim received		-		189,010
		<u>10,536,466</u>		<u>2,764,823</u>
<b>INCOME FROM SALE OF SECURITIES &amp; INCOME FROM DIVIDEND</b>				
Dividend Income (from non-trade investments)		-		6,000
		<u>-</u>		<u>6,000</u>
<b>SCHEDULE : K</b>				
<b>INCREASE/(DECREASE) IN STOCK OF FG &amp; WIP</b>				
Closing Stock				
Finished Goods	28,338,340		9,661,433	
WIP	66,124,846		69,012,137	
Saleable Scrap	162,518	94,625,704	502,385	79,175,955
Less : Opening Stock				
Finished Goods	9,661,433		14,392,822	
WIP	69,012,137		41,498,654	
Saleable Scrap	502,385	79,175,955	436,696	56,328,172
		<u>15,449,749</u>		<u>22,847,783</u>
<b>SCHEDULE : L</b>				
<b>MATERIAL CONSUMED</b>				
Opening Stock				
Raw Material	49,807,455		50,503,215	
Add : Purchases (net)				
Raw Material	873,474,672		619,951,154	
Less : Closing Stock				
Raw Material	<u>38,389,750</u>		<u>49,807,455</u>	
		<u>884,892,377</u>		620,646,914
Freight Inwards		4,590,895		1,360,819
Other Direct Expenses		2,349,512		5,738,445
		<u>891,832,783</u>		<u>627,746,178</u>





**Schedules forming part of the Profit and Loss Account  
for the year ended 31st March 2010**

	31 March 2010 Rs.	31 March 2009 Rs.
<b>SCHEDULE : M</b>		
<b>MANUFACTURING EXPENSES</b>		
Salary, Wages & Other Benefits	14,036,254	7,340,566
Jobwork Expenses	3,776,558	8,094,771
Power & Fuel Expenses	9,578,427	7,888,120
Repairs & Maintainance Plant & Machinery	2,375,234	2,256,904
Repairs & Maintainance Electrical Equipment	954,313	92,503
Repairs & Maintainance other	761,222	273,828
Stores and Consumables Consumed	3,273,782	632,689
Packing Material Consumed	10,131,881	6,927,787
Factory Insurance Charges	1,182,048	1,500,401
	<b>46,069,719</b>	<b>35,007,569</b>
<b>SCHEDULE : N</b>		
<b>ADMINISTRATIVE &amp; SELLING EXPENSES</b>		
Auditors' Remuneration	168,095	150,000
Salary, Wages & Other Benefits to Staff	8,430,789	4,267,679
Remuneration to Director	6,000,000	6,000,000
Insurance Charges	2,152,036	1,334,201
Office Repairs and Maintenance	1,307,717	222,105
Professional and Legal Fees	1,253,553	1,890,509
Sales & Business Promotion Expenses	6,584,021	3,100,155
Freight Outward, Octroi & Transport	21,196,897	17,858,839
Telephone, Mobile & Internet Expenses	822,307	748,631
Miscelleaneous Expenses	8,180,840	6,631,046
	<b>56,096,254</b>	<b>42,203,166</b>
<b>SCHEDULE : O</b>		
<b>INTEREST &amp; FINANCIAL CHARGES</b>		
Bank Charges and Commission	7,391,663	7,608,356
Bank Interest ,Vehicle Interest , etc	50,394,997	20,064,267
Net Interest & Finance Charges paid	<b>57,786,661</b>	<b>27,672,623</b>

## 13th Annual Report 2009 - 2010

---

### SCHEDULES FORMATING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

### ACCOUNTING POLICIES AND NOTES ON ACCOUNTS AND INFORMATION PURSUANT TO PART IV TO THE COMPANIES ACT, 1956

#### SCHEDULE: I

#### (A) SIGNIFICANT ACCOUNTING POLICIES:

##### 1 General:

Accounting Policies, not specifically referred to otherwise, are consistent and in consonance with Generally Accepted Accounting Principles.

##### 2 Fixed Assets:

The Gross block & additions to fixed assets are stated at cost (net of Modvat / Cenvat credit, if any) of acquisition inclusive of freight, duties, taxes and other direct incidental expenses.

##### 3 Investments:

Investments are stated at cost.

##### 4 Depreciation:

Depreciation has been provided at the rates prescribed for Straight Line Method in Schedule XIV to the Companies Act, 1956.

##### 5 Sales:

Sales are accounted at net of excise duty, sales tax, trade discount, fluctuations etc. Excise duty and sales tax are accounted separately as liability. Sale also includes delay compensation received, trading sales and sale of printing cylinders.

##### 6 Dividend income:

Dividend receivable on investments is accounted on receipt basis.

##### 7 Inventory:

- a) Stocks of raw material, packing material and consumables are valued at cost or net realisable value, whichever is lower.
- b) Work In Progress is valued at cost.
- c) Stocks of finished good and saleable scarp are valued at cost.
- d) The Company accounts for excise duty liability at the time of clearance of the goods from the factory premises.

##### 8 Purchases:

The Company accounts for purchases at net of Cenvat credit received / receivable.

##### 9 Gratuity:

Provision for gratuity has not been made on the basis of actuarial valuation. The same will be accounted in the year of resignation / termination of services of the employees concerned.

##### 10 Bonus / Exgratia payable to employees:

Bonus / Exgratia payable to employees is accounted for on cash basis.

##### 11 IPO Expenses:

The Company follows the policy of deferring write off of major IPO expenses over a period 5 years after the IPO issue. Other expenses are written off during the year when incurred.



**(B) NOTES OF ACCOUNTS:**

**CONTINGENT LIABILITIES:**

- 1 a) Estimated contract remaining to be executed and not provided for Rs. 1263.00 Lacs (Previous Year: Rs. 1104.00 lacs)
- b) Bank Guarantee Rs. 81,94,790 (Previous Year: Rs. 97,74,410)
- c) Corporate Guarantee Rs. 760.00 Lacs to the Bank for a associate company (Previous Year Rs. 685.00 lacs)
- 2 a) Term Loan from Banks are secured by way of first charge on pari-passu basis on fixed assets both present and future. These loans are further collaterally secured by way of second charge on pari-passu basis on Stocks and Receivables and personal guarantee of three Directors including Managing Director of the Company.
- b) Working Capital loans from banks are secured by way of hypothecation of Stocks and Receivables on pari-passu basis. These loans are further collaterally secured by way of second charge on pari-passu basis on Fixed Assets of the Company and personal guarantee of three Directors including Managing Director of the Company.
- c) Vehicles loans are secured by hypothecation of respective vehicle.
- d) Loan from Streamline Shipping Co Pvt Ltd is secured by delivery of shares transferred in lenders name.
- 3 Balance of Debtors, Creditors and Loans and Advances, given or taken, are subject to confirmatations.
- 4 Office Building is pending for transfer & registration in the name of the Company.
- 5 Remuneration / benefits to Directors debited to Profit and Loss account were as follows:

<b>Particulars</b>	<b>31.03.2010</b>	<b>31.03.2009</b>
Directors sitting fees	<b>NIL</b>	NIL
Remuneration to Director	<b>60,00,000</b>	60,00,000
Commission / Incentive	<b>NIL</b>	NIL
<b>Total</b>	<b>60,00,000</b>	60,00,000

- 6 Auditor's remuneration:

<b>Particulars</b>	<b>31.03.2010</b>	<b>31.03.2009</b>
Statutory Audit & Tax Audit	<b>1,65,000</b>	1,50,000
Service Tax on above	<b>17,000</b>	18,540
<b>Total</b>	<b>1,82,000</b>	1,68,540

- 7 Related Party Transactions

- a) Name of related parties and description of relationship

<b>Sr. No.</b>	<b>Description</b>	<b>Name of the Party</b>
i)	Associate Concern	M/s. Immense Packaging Pvt. Ltd.
ii)	Key Managerial Personnel	Mr. Prakash N. Kela
		Mr. Yogesh P Kela
		Mr. Umesh P Kela

## 13th Annual Report 2009 - 2010

b) Related Party transactions for the year ended as on 31<sup>st</sup> March, 2010

(Rs. in 000's)

Particulars	Party Name	Referred in 7 (i) above	Referred in 7 (ii) above
Sales	Immense Packaging Pvt. Ltd	18,75,12 (19,02,80)	
Interest received	Yogesh & Prakash Kela		1,830 (2,90,37)
Purchase of Raw Material	Yogesh Kela		Nil (10,89)
Directors Remuneration			60,00 (60,00)
<b>Outstanding:-</b>			
Debtors	Immense Packaging Pvt. Ltd	86,077 (5,55,05)	

8 Company has granted loans to directors details of which are as under:

(Rs. in 000's)

Sr. No.	Name of the Party	Maximum Balance	Closing Balance
1.	Mr. Prakash N. Kela	4,00,56 (2,95,95)	Nil (Nil)
2.	Mr. Yogesh P Kela	1,33,73 (42,62)	Nil (Nil)
3.	Mr Umesh Kela	41,89 (30,05)	Nil (Nil)

9 During the year Share warrant money of Rs. 1,72,80,000/- consisting of 16,00,000 Share Warrant has been transferred to capital reserve on account of forfeiture.

10 Warrant application money of Rs. 90,00,000/- is pending for approval from BSE and NSE and hence not considered for diluted EPS.

11 Share Capital includes 35,00,000 Global Depository Receipts (GDRs) issued and allotted at a price of US \$ 1.0246 per GDR pursuant to the Offering Circular dated 18<sup>th</sup> February, 2010 and GDRs are listed on LuxSE and are traded on the Euro MTF. Each GDR represents two equity share of Rs.10 each.

12 Information perusals to the provision of Paragraphs 4D and Part II of schedule VI to the Companies Act 1956:

Licensed and Installed Capacity and Production

Licensed Capacity:	No License is required
Installed Capacity:	Installed Capacity cannot be defined in terms of quantity and value since the same, in the opinion of the directors will vary depending upon the product mix
	(Previous Year : As above)



13 Value of Imported and Indigenous Raw Material, Stores and Spares Consumed:

(Rs. in 000's)

Particulars	31.03.2010				31.03.2009			
	Raw Materials		Stores & Spares		Raw Materials		Stores & Spares	
	Amount (Rs.)	%	Amount (Rs.)	%	Amount (Rs.)	%	Amount (Rs.)	%
Imported	9,16,95	14	—	—	10,46,73	17	—	—
Indigenous	561,3,45	86	32,74	100	47,27,60	83	633	100
<b>Total</b>	<b>65,30,39</b>	<b>100</b>	<b>32,74</b>	<b>100</b>	<b>57,74,32</b>	<b>100</b>	<b>633</b>	<b>100</b>

14 Value of Imports on CIF Basis Rs.8,83,91,528/- for Raw Material and Rs.8,92,45,579/- towards Machinery Purchased (Previous Year: Rs.10,45,39,903/- for Raw Material and Rs.26,02,03,406/- towards machine spares Purchased)

15 Expenditure in Foreign Currency: NIL (Previous Year: NIL)

16 Earnings in Foreign Exchange on FOB Value of Export Rs. Nil (Previous Year: Rs.38,18,738/-)

17 The Profit for the year includes Rs 63,03,475/- (Previous Year: .Rs. (44,48,541)/- ) on account of exchange differences.

18 Sales include Trading Sales of Rs. 2,20,68,422/- (Previous Year Rs. 66,48,156) and Sale of Plastic Scrap Rs. 2,56,66,340/- (Previous Year: Rs. 17,828,830/-)

19 Information pursuant to the provision of Paragraphs 3 Part II of Schedule VI to Companies Act 1956:

**Manufacturing Details:**

**PRODUCT: Plastic Films, Bags, Pouch**

(Rs. in 000's)

		31.03.2010	31.3.2009
Opening Stock	Qty. (Kgs)	93,709	1,00,253
	Value (Rs.)	9,661	14,393
Closing Stock	Qty. (Kgs)	1,70,467	93,709
	Value (Rs.)	28,338	9,661
Turnover	Qty. (Kgs)	73,91,126	60,60,164
	Value (Rs.)	7,51,611	6,36,165
Production	Qty. (Kgs)	74,67,955	60,53,620

**SALE OF TRADING GOODS:**

**PRODUCT: Granules**

		31.03.2010	31.3.2009
Opening Stock	Qty. (Kgs)	Nil	Nil
	Value (Rs.)	Nil	Nil
Purchases	Qty. (Kgs)	52,030	74,250
	Value (Rs.)	45,86,180	56,17,069
Turnover	Qty. (Kgs)	52,030	74,250
	Value (Rs.)	58,73,269	66,48,156
Production	Qty. (Kgs)	Nil	Nil
	Value (Rs.)	Nil	Nil

## 13th Annual Report 2009 - 2010

### PRODUCT: Printing Ink

		31.03.2010	31.3.2009
Opening Stock	Qty. (Kgs)	Nil	Nil
	Value (Rs.)	Nil	Nil
Purchases	Qty. (Kgs)	5,163	Nil
	Value (Rs.)	7,40,886	Nil
Turnover	Qty. (Kgs)	5,163	Nil
	Value (Rs.)	11,96,862	Nil
Production	Qty. (Kgs)	Nil	Nil
	Value (Rs.)	Nil	Nil

### PRODUCT: Chemicals

		31.03.2010	31.3.2009
Opening Stock	Qty. (Kgs)	Nil	Nil
	Value (Rs.)	Nil	Nil
Purchases	Qty. (Kgs)	34,35,659	Nil
	Value (Rs.)	1,48,26,554	Nil
Turnover	Qty. (Kgs)	34,35,659	Nil
	Value (Rs.)	1,49,98,291	Nil
Production	Qty. (Kgs)	Nil	Nil
	Value (Rs.)	Nil	Nil

### Consumption of Raw Material

Sr. No.	Description	31.03.2010		31.03.2009	
		Quantity (Kgs)	Value (Rs.)	Quantity (Kgs)	Value (Rs.)
1	Granules and	1,39,49,686	88,97,24,034	65,91,157	48,35,41,181
2	Plastic Films	8,112	6,89,117	Nil	Nil
3	Polyester Films	89,807	82,26,394	3,34,428	3,35,54,404
4	Metalised Films	13,888	14,70,749	53,731	47,34,370
5	Printing Inks	2,50,602	3,47,31,929	2,40,373	3,44,63,186
6	Printing Chemicals	2,13,292	1,10,17,986	3,24,231	1,80,70,138
7	Additive	10,100	15,75,469	27,149	41,59,031
8	Furnace Oil	2,15,425	56,03,392	1,61,300	45,26,926
TOTAL		1,47,50,912	95,30,39,070	7658119	57,74,32,167

### 20 Earnings Per Share:

Particulars	31.03.2010	31.03.2009
Net Profit as per Profit and Loss account (Rs)	3,95,66,388	5,06,01,790
Weighted Average number of Equity shares (Nos)	1,82,73,627	1,74,68,148
Basic Earnings Per Share of Rs 10 each (Rs)	2.17	2.90



21 Deferred Taxes:

<b>Particulars</b>	<b>31.03.2010</b>	<b>31.03.2009</b>
<b>Deferred Tax Liability</b>		
Opening Balance	<b>1,52,67,431</b>	1,15,23,802
Add: Excess of depreciation allowable under income tax law over depreciation provided in accounts	<b>3,03,26,840</b>	37,43,628
	<b>4,55,94,271</b>	1,52,67,431
<b>Deferred Tax Assets</b>		
MAT Credit	<b>(73,14,100)</b>	Nil
<b>Net Deferred Tax Liability</b>	<b>3,82,80,171</b>	1,52,67,431

- 22 In the absence of information with the company regarding the status of the supplier as defined under the "Micro Small and Medium Enterprises Development Act, 2006" the details if any, the provision or payment of interest and related disclosure under the said Act has not been disclosed.
- 23 The Company is in the process of appointing a full time company secretary by the provision of section 383A of the companies Act 1956. In the absence of the company secretary, these financial statements have not been authenticated by a whole time company secretary u/s 215 of the companies Act 1956.
- 24 Previous Year's figures have been regrouped/ rearranged wherever necessary to make them comparable with the current year's figures.

**For and on behalf of the Board of Directors**

**Yogesh Kela**  
Managing Director

**Umesh Kela**  
Executive Director

Place : Mumbai  
Date : May 29, 2010

### CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

	PARTICULARS	For the year ended 31.03.2010		For the year ended 31.03.2009	
		Rs.	Rs.	Rs.	Rs.
<b>A]</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>				
	Net Profit / (Loss) before Taxation	<b>75,079,128</b>		60,695,412	
	Adjustments to reconcile profit before tax to cash provided by operating activities -				
	Depreciation & Non Cash Expenses	<b>36,214,025</b>		21,282,741	
	Dividend Income	-		(6,000)	
	Interest Expense (Net)	<b>57,786,661</b>		27,672,623	
	Profit & Loss on Shares/Mutual Fund	-		-	
	Profit/Loss on sale of Fixed Assets	-		-	
	<b>Operating Profit before working capital changes</b>	<b>169,079,814</b>		109,644,776	
	<b>Adjustments for</b>				
	Debtors	<b>(3,438,525)</b>		31,451,725	
	Inventories	<b>(1,543,565)</b>		3,598,159	
	Loans & Advances given	<b>(110,238,347)</b>		(94,288,434)	
	Other Current Assets	<b>(6,413,415)</b>		(28,141,903)	
	Current Liabilities	<b>184,934,334</b>		11,025,608	
	Cash generated from operating Activities	<b>232,380,296</b>		33,289,930	
	Tax Paid	<b>5,489,737</b>		12,341,963	
	Income Tax Refund				
	Net Cash generated from Operating Activities		<b>226,890,560</b>		20,947,967
<b>B]</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>				
	Purchases of Fixed Assets/ Capital WIP	<b>(372,079,049)</b>		(735,768,809)	
	Sale of Fixed Assets	-		-	
	Interest/Dividend Income	<b>30,952,064</b>		53,152,288	
	Profit & Loss on Shares/Mutual Fund	-		-	
	Payment/Advances on Capital Account	<b>(1,616,580)</b>		184,023,786	
	<b>Net Cash generated from Investing Activities</b>		<b>(342,743,566)</b>		(498,592,735)





## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010 (contd.....)

	PARTICULARS	For the year ended 31.03.2010		For the year ended 31.03.2009	
		Rs.	Rs.	Rs.	Rs.
<b>C]</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>				
	Proceeds from Issue of shares including Premium	<b>158,375,000</b>		-	
	Share warrant application money	<b>9,000,000</b>			
	Increase / Decrease in Secured Loans from banks	<b>44,181,452</b>		463,322,067	
	Increase / Decrease in Unsecured Loans from directors & relatives	<b>(7,777,891)</b>		102,684,167	
	Interest Expenses	<b>(88,738,725)</b>		(80,818,911)	
	IPO Expenses	<b>(1,918,609)</b>		-	
	<b>Net Cash generated from Financing Activities</b>		<b>113,121,227</b>		<b>485,187,323</b>
	<b>Net Increase in Cash and Cash Equivalents during the period</b>		<b>(2,731,779)</b>		<b>7,542,556</b>
	<b>Cash and Cash Equivalents at the beginning of the period</b>		<b>28,340,234</b>		<b>20,797,678</b>
	<b>Cash and Cash Equivalents at the end of the period</b>		<b>25,608,455</b>		<b>28,340,234</b>
	<b>Notes:</b>				
1)	<b>Cash and Cash Equivalents at the end of the period</b>		<b>25,608,455</b>		<b>28,340,234</b>
	<b>Less: Fixed deposit kept as security deposit with bank for L.C.</b>		<b>14,882,802</b>		<b>18,412,930</b>
	<b>Balance</b>		<b>10,725,653</b>		<b>9,927,304</b>
2)	<b>Cash Flow has been prepared under indirect method as set out AS-3</b>				

For **Mittal & Associates**  
Firm Reg. No. 106456W  
Chartered Accountant

**M. Mehta**  
Partner  
M. No 42990

Place : Mumbai  
Date : May 29, 2010

For and on behalf of the Board of Directors

**Yogesh Kela**  
Managing Director

**Umesh Kela**  
Executive Director

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE  
AS PER PART IV TO SCHEDULE VI TO THE COMPANIES ACT, 1956**

**I Registration Details**

Registration no	<input type="text" value="1"/> <input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="4"/> <input type="text" value="3"/> <input type="text" value="6"/> <input type="text" value="1"/>	State Code	<input type="text" value="1"/> <input type="text" value="1"/>
Balance Sheet Date	<input type="text" value="3"/> <input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="3"/> <input type="text" value="2"/> <input type="text" value="0"/> <input type="text" value="1"/> <input type="text" value="0"/>		

**II Capital raised during the year (Amount Rs. inThousands)**

Public Issue	<input type="text" value="7"/> <input type="text" value="0"/> <input type="text" value="0"/>	Rights Issue	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
Bonus Issue	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	Private Placement	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

**III Position of Mobilisation and Deployment of funds (Amount Rs. inThousands)**

Total Liabilities	<input type="text" value="1"/> <input type="text" value="9"/> <input type="text" value="6"/> <input type="text" value="5"/> <input type="text" value="8"/> <input type="text" value="7"/> <input type="text" value="8"/>	Total Assets	<input type="text" value="1"/> <input type="text" value="9"/> <input type="text" value="6"/> <input type="text" value="5"/> <input type="text" value="8"/> <input type="text" value="7"/> <input type="text" value="8"/>
<b>Sources of Funds</b>		<b>Application of Funds</b>	
Paid-Up Capital	<input type="text" value="2"/> <input type="text" value="5"/> <input type="text" value="3"/> <input type="text" value="6"/> <input type="text" value="8"/> <input type="text" value="1"/>	Net Fixed Assets	<input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="9"/> <input type="text" value="3"/> <input type="text" value="1"/> <input type="text" value="1"/> <input type="text" value="8"/>
Reserves and Surplus	<input type="text" value="6"/> <input type="text" value="2"/> <input type="text" value="4"/> <input type="text" value="0"/> <input type="text" value="3"/> <input type="text" value="4"/>	Investments	<input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="2"/> <input type="text" value="6"/> <input type="text" value="7"/>
Secured Loans	<input type="text" value="8"/> <input type="text" value="9"/> <input type="text" value="4"/> <input type="text" value="9"/> <input type="text" value="2"/> <input type="text" value="7"/>	Net Current Assets	<input type="text" value="6"/> <input type="text" value="4"/> <input type="text" value="3"/> <input type="text" value="8"/> <input type="text" value="5"/> <input type="text" value="2"/>
Unsecured Loans	<input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="4"/> <input type="text" value="9"/> <input type="text" value="8"/> <input type="text" value="6"/>	Misc. Expenditure	<input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="2"/> <input type="text" value="6"/> <input type="text" value="7"/>
Deferred Tax	<input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="0"/> <input type="text" value="6"/> <input type="text" value="5"/> <input type="text" value="2"/>	Accumulated Losses	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

**IV Performance of the Company (Amount Rs. inThousands)**

Turnover (including Miscellaneous Income, Increase in Stocks of FG & WIP)	<input type="text" value="1"/> <input type="text" value="1"/> <input type="text" value="6"/> <input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="7"/> <input type="text" value="9"/>	Total Expenditure (Including Depreciation and prior Period Income/ Expenses)	<input type="text" value="1"/> <input type="text" value="0"/> <input type="text" value="8"/> <input type="text" value="7"/> <input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="9"/>
	<input type="text" value="+"/> <input type="text" value="-"/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/>		<input type="text" value="+"/> <input type="text" value="-"/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/> <input type="text" value=""/>
Profit or Loss before Tax	<input type="text" value="+"/> <input type="text" value="7"/> <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="7"/> <input type="text" value="9"/>	Profit or Loss after Tax	<input type="text" value="+"/> <input type="text" value="3"/> <input type="text" value="9"/> <input type="text" value="5"/> <input type="text" value="6"/> <input type="text" value="6"/>
Earning per Share of Rs.10/- each	<input type="text" value="2"/> <input type="text" value="."/> <input type="text" value="1"/> <input type="text" value="7"/>	Dividend	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

**V Generic Names of Principal Products / Services of the Company (as per monetary terms)**

1. Item Code No. (ITC Code)   
(Excise Code)

Chapter                      Sub-Heading                      Number

Product Description

**For and on behalf of the Board of Directors**

Place : Mumbai  
Date : May 29, 2010

**Yogesh Kela**  
Managing Director

**Umesh Kela**  
Executive Director



## ATTENDANCE SLIP

### GLORY POLYFILMS LIMITED

REGD. OFFICE: 201, Vintage Pearl, "A" Wing, 29th Road, Bandra (W), Mumbai 400 050

(Please fill the attendance slip and hand it over at the entrance of meeting venue. Joint shareholders may obtain additional attendance slip on request.)

Ref. Folio  DP ID\* \_\_\_\_\_

No. of shares held  Client ID \_\_\_\_\_

Name and Address of Shareholder : \_\_\_\_\_

I / We hereby record my / our presence at the **13<sup>th</sup> Annual General Meeting** of **Glory Polyfilms Limited** which will be held on **Wednesday, 29<sup>th</sup> September, 2010 at 12.30 p.m.** at Scarlet Hall, Hotel Shubhangan, 21<sup>st</sup> Road, Khar Danda, Khar (W), Mumbai 400 052.

\_\_\_\_\_  
Signature of Shareholder / Proxy

\* Applicable for Shareholders holding shares in Electronic form.



## PROXY

### GLORY POLYFILMS LIMITED

REGD. OFFICE: 201, Vintage Pearl, "A" Wing, 29th Road, Bandra (W), Mumbai 400 050

Ref. Folio  DP ID\* \_\_\_\_\_

No. of shares held  Client ID \_\_\_\_\_

Name(s) of the Shareholder in full \_\_\_\_\_

I/ We \_\_\_\_\_ of \_\_\_\_\_  
in the district of \_\_\_\_\_ being a member/ members of the above-named company  
hereby appoint \_\_\_\_\_ of \_\_\_\_\_  
in the district of \_\_\_\_\_ or failing him \_\_\_\_\_  
of \_\_\_\_\_ in the district of \_\_\_\_\_

as my/our proxy to vote for me / us on my/our behalf at the **Wednesday, 29<sup>th</sup> September, 2010 at 12.30 p.m.** at Scarlet Hall, Hotel Shubhangan, 21<sup>st</sup> Road, Khar Danda, Khar (W), Mumbai 400 052 and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 20 \_\_\_\_\_.

Signature .....

Affix  
15 paise  
Revenue  
Stamp

#### Note:

- 1) The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the Regd.Office of the Company not less than 48 hours before the time for holding aforesaid Extraordinary General Meeting. Proxy need not be a member of the Company.
- 2) Members holding shares under more than 1 Folio may use photocopy of the Proxy Form for other Folios.
- 3) Company shall provide additional Proxy Forms on request.

## BOOK - POST

If not delivered, please return to:

**Glory Polyfilms Limited**

201, Vintage Pearl, "A" Wing,  
29th Road, Bandra (W),  
Mumbai 400 050