

| AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2013 | | | | | | SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED | | | | | | | |
|--|---|---------------------------|---------------------------|---------------------------|-------------------------|--|------------------------------------|--|---------------------------|---------------------------|---------------------------|-------------------------|-------------------------|
| Sr. No. | Particulars | Rs. in Lacs | | | | | Sr. No. | Particulars | Rs. in Lacs | | | | |
| | | Quarter Ended | | | Year Ended | | | | Quarter Ended | | | Year Ended | |
| | | 31.03.2013 (Unaudited) | 31.03.2012 (Unaudited) | 31.12.2012 (Unaudited) | 31.03.2013 (Audited) | 31.03.2012 (Audited) | | | 31.03.2013 (Unaudited) | 31.03.2012 (Unaudited) | 31.12.2012 (Unaudited) | 31.03.2013 (Audited) | 31.03.2012 (Audited) |
| | | | | | | 1 | Segment Revenue : | | | | | | |
| PART I | | | | | | | | | | | | | |
| 1 | Income from operations | | | | | | | | | | | | |
| | (a) Net Sales/income from operations (Net of excise duty) | 30,508.03 | 22,352.78 | 24,915.91 | 100,408.76 | 77,691.13 | a) Inorganic Intermediates | 3,406.21 | 3,779.39 | 3,263.53 | 13,472.25 | 13,209.64 | |
| | (b) Other operating income | 544.66 | 347.19 | 290.95 | 1,531.24 | 1,298.06 | b) Organic Intermediates * | 19,860.27 | 13,654.86 | 14,422.67 | 61,299.15 | 46,097.92 | |
| | Total Income from operations (net) | 31,052.69 | 22,699.97 | 25,206.87 | 101,940.00 | 78,989.19 | c) Fine & Speciality Chemicals | 7,936.33 | 5,760.34 | 7,877.35 | 28,349.99 | 22,053.54 | |
| 2 | Expenses | | | | | | d) Others | 445.66 | - | 0.75 | 702.18 | - | |
| | (a) Cost of materials consumed | 19,585.33 | 14,710.08 | 16,890.77 | 66,683.73 | 50,833.23 | Total | 31,648.47 | 23,194.59 | 25,564.30 | 103,523.57 | 81,361.10 | |
| | (b) Purchases of stock-in-trade | 2,180.15 | 1,219.52 | 1,127.09 | 4,672.87 | 4,349.07 | Less : Inter segment revenue | 595.78 | 494.62 | 357.43 | 1,583.57 | 2,371.91 | |
| | (c) Changes in inventories of finished goods, Work-in-progress and stock-in-trade | 916.52 | (92.52) | (571.07) | 104.93 | (874.16) | | | | | | | |
| | (d) Employee benefits expense | 1,653.99 | 1,322.93 | 1,355.11 | 6,185.65 | 5,057.55 | Net Sales/Income from operations | 31,052.69 | 22,699.97 | 25,206.87 | 101,940.00 | 78,989.19 | |
| | (e) Depreciation and amortisation expense | 497.98 | 459.64 | 468.45 | 1,893.86 | 1,778.58 | * Includes Trading turnover | 2,185.41 | 1,257.25 | 1,163.10 | 4,755.23 | 4,483.24 | |
| | (f) Power & Fuel expense | 2,468.36 | 2,054.15 | 2,370.08 | 9,044.71 | 7,688.41 | | | | | | | |
| | (g) Other expenses | 2,174.47 | 1,562.51 | 2,253.96 | 8,195.93 | 6,338.77 | | | | | | | |
| | Total expenses | 29,476.80 | 21,236.31 | 23,894.39 | 96,784.68 | 75,174.45 | 2 | Segment Results before Tax & Interest: | | | | | |
| 3 | Profit/(Loss) from Operations before Other income, Finance costs and Exceptional Items (1-2) | 1,575.89 | 1,463.66 | 1,312.48 | 5,158.32 | 3,817.74 | a) Inorganic Intermediates | 286.00 | 698.53 | 276.39 | 1,573.79 | 1,983.49 | |
| 4 | Other Income | 24.46 | 77.65 | 33.19 | 1,070.04 | 284.13 | b) Organic Intermediates | 1,206.33 | 896.24 | 985.75 | 3,873.74 | 2,813.21 | |
| 5 | Profit/(Loss) from ordinary activities before Finance costs and Exceptional Items (3+4) | 1,600.35 | 1,541.31 | 1,345.67 | 6,228.36 | 4,101.87 | c) Fine & Speciality Chemicals | 565.13 | 489.25 | 740.11 | 2,659.89 | 2,027.47 | |
| 6 | Finance Costs | 256.74 | 204.59 | 284.66 | 970.56 | 943.27 | Total | 2,057.46 | 2,084.02 | 2,002.25 | 8,107.42 | 6,824.17 | |
| 7 | Profit/(Loss) from Ordinary activities after Finance costs but before Exceptional Items (5+6) | 1,343.61 | 1,336.72 | 1,061.01 | 5,257.80 | 3,158.60 | Less: i) Interest | 256.74 | 204.59 | 284.66 | 970.56 | 943.27 | |
| 8 | Exceptional Items | | | | | | ii) Other un-allocable expenditure | 457.11 | 542.71 | 656.58 | 1,879.06 | 2,722.30 | |
| 9 | Profit/(Loss) from Ordinary activities before Tax (7+8) | 1,343.61 | 1,336.72 | 1,061.01 | 5,257.80 | 3,158.60 | Net of un-allocable Income | 1,343.61 | 1,336.72 | 1,061.01 | 5,257.80 | 3,158.60 | |
| 10 | Tax Expense | 401.55 | 379.10 | 147.96 | 1,475.45 | 850.32 | 3 | Capital Employed : | | | | | |
| 11 | Net Profit/(Loss) from Ordinary activities after Tax (9+10) | 942.06 | 957.62 | 913.05 | 3,782.35 | 2,308.28 | a) Inorganic Intermediates | 5,433.07 | 4,597.03 | 7,560.31 | 5,433.07 | 4,597.03 | |
| 12 | Extraordinary Items (Net of Tax expenses) | | | | | | b) Organic Intermediates | 17,984.67 | 15,579.30 | 17,621.64 | 17,984.67 | 15,579.30 | |
| 13 | Net Profit/(Loss) for the period (11+12) | 942.06 | 957.62 | 913.05 | 3,782.35 | 2,308.28 | c) Fine & Speciality Chemicals | 14,248.24 | 11,420.02 | 15,240.01 | 14,748.24 | 11,420.02 | |
| 14 | Paid up Equity Share Capital (Face Value of Rs 10/- each) | 1,045.38 | 1,045.38 | 1,045.38 | 1,045.38 | 1,045.38 | d) Other unallocable | 26,826.53 | 21,408.74 | 25,746.27 | 26,826.53 | 21,408.74 | |
| 15 | Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year | | | | 26,877.86 | 24,080.23 | Total | 64,492.51 | 53,005.09 | 66,168.20 | 64,492.51 | 53,005.09 | |
| 16.i | Earnings per share (before extraordinary items) (of Rs 10/- each) (not annualised) | | | | | | | | | | | | |
| | a) Basic | 9.00 | 9.15 | 8.73 | 36.15 | 22.06 | | | | | | | |
| | b) Diluted | 9.00 | 9.15 | 8.73 | 36.15 | 22.06 | | | | | | | |
| 16.ii | Earnings per share (after extraordinary items) (of Rs 10/- each) (not annualised) | | | | | | | | | | | | |
| | a) Basic | 9.00 | 9.15 | 8.73 | 36.15 | 22.06 | | | | | | | |
| | b) Diluted | 9.00 | 9.15 | 8.73 | 36.15 | 22.06 | | | | | | | |

* Includes Rs. 858.85 Lacs Gain on Sale of shares attached with rights of permanent occupation.

| PART II | | | | | | | | | | | | | | | |
|---------|---|-----------|-----------|-----------|-----------|-----------|--|--|--|--|--|--|--|--|--|
| A. | PARTICULARS OF SHAREHOLDING | | | | | | | | | | | | | | |
| 1 | Public Shareholding | | | | | | | | | | | | | | |
| | -Number of Shares | 4,606,642 | 4,606,642 | 4,606,642 | 4,606,642 | 4,606,642 | | | | | | | | | |
| | -Percentage of Shareholding | 44.07 | 44.07 | 44.07 | 44.07 | 44.07 | | | | | | | | | |
| 2 | Promoters and promoter group shareholding | | | | | | | | | | | | | | |
| | (a) Pledged / Encumbered | | | | | | | | | | | | | | |
| | - Number of shares | Nil | Nil | Nil | Nil | Nil | | | | | | | | | |
| | - Percentage of shares (as a % of the total shareholding of the Promoters and Promoter group) | Nil | Nil | Nil | Nil | Nil | | | | | | | | | |
| | - Percentage of shares (as a % of the total share capital of the Company) | Nil | Nil | Nil | Nil | Nil | | | | | | | | | |
| | (b) Non-encumbered | | | | | | | | | | | | | | |
| | - Number of shares | 5,847,177 | 5,847,177 | 5,847,177 | 5,847,177 | 5,847,177 | | | | | | | | | |
| | - Percentage of shares (as a % of the total shareholding of the Promoters and Promoter group) | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | | | | | | | | | |
| | - Percentage of shares (as a % of the total share capital of the Company) | 55.93 | 55.93 | 55.93 | 55.93 | 55.93 | | | | | | | | | |

| PARTICULARS | | 3 months ended 31.03.13 | |
|-------------|---|-------------------------|-----|
| B. | INVESTOR COMPLAINTS | | |
| | Pending at the beginning of the quarter | | Nil |
| | Received during the quarter | | 1 |
| | Disposed off during the quarter | | 1 |
| | Remaining unresolved during the quarter | | Nil |

NOTES :

- The Board of Directors has recommended a dividend of Rs. 8/- (Rupees Eight only) per share of Rs.10/- each for the year ended 31st March 2013
 - Estimated mark to market gain of Rs. 257.15 lacs on Forward / Derivative contracts related to forecast transactions will be recognised on actual settlement of these contracts.
 - Part Facility at New Unit at Dalej in Gujarat for Optical Brightening Agents has commenced production during 4th quarter of the current year.
 - The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the current financial year.
 - The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the current financial year.
 - Previous period / year figures have been regrouped / reclassified, where necessary, to make them comparable with current quarter figures.
 - The Statutory Auditors of the Company have conducted Audit of the results for the year ended 31st March, 2013.
 - The above Audited financial results were reviewed by the Audit Committee and have been considered and approved by the Board of Directors at its meeting held on 9th May, 2013.
- B. A Statement of Assets and Liabilities as required under Clause 41 (V) (b) of Listing Agreement :-

| | | (Rs. in Lacs) | |
|-------------|------------------------------------|-----------------------|-----------------------|
| Particulars | | 31.03.2013 Audited | 31.03.2012 Audited |
| A | EQUITY AND LIABILITIES | | |
| 1 | Shareholders Funds | | |
| | (a) Share Capital | 1,045.38 | 1,045.38 |
| | (b) Reserves and Surplus | 27,044.36 | 24,232.37 |
| | Sub-total - Shareholders funds | 28,059.74 | 25,277.75 |
| 2 | Non-current liabilities | | |
| | (a) Long-term borrowings | 23,933.71 | 22,147.61 |
| | (b) Deferred tax liabilities (net) | 2,335.49 | 1,680.29 |
| | (c) Other long-term liabilities | 217.62 | 202.12 |
| | (d) Long-term provisions | 361.85 | 311.74 |
| | Sub-total-Non-Current liabilities | 26,848.67 | 24,341.76 |
| 3 | Current Liabilities | | |
| | (a) Short-term borrowings | 7,073.93 | 2,497.36 |
| | (b) Trade payables | 20,420.52 | 13,966.96 |
| | (c) Other current liabilities | 5,420.97 | 3,280.34 |
| | (d) Short-term provisions | 1,044.47 | 802.83 |
| | Sub-total-Current liabilities | 33,959.89 | 20,547.49 |
| | TOTAL - EQUITY AND LIABILITIES | 88,868.30 | 70,167.00 |
| B | ASSETS | | |
| 1 | Non-current assets | | |
| | (a) Fixed assets | 44,297.10 | 28,299.08 |
| | (b) Non-current investments | 132.92 | 132.92 |
| | (c) Deferred tax assets (net) | - | - |
| | (d) Long-term loans and advances | 2,206.05 | 4,585.44 |
| | (e) Other non-current assets | - | 26.70 |
| | Sub-total-Non-current assets | 46,636.07 | 33,044.14 |
| 2 | Current assets | | |
| | (a) Current investments | - | - |
| | (b) Inventories | 10,435.84 | 8,543.63 |
| | (c) Trade receivables | 24,225.17 | 15,748.75 |
| | (d) Cash and cash equivalents | 950.05 | 9,353.77 |
| | (e) Short-term loans and advances | 6,343.42 | 3,367.35 |
| | (f) Other current assets | 277.75 | 109.36 |
| | Sub-total-Current assets | 42,232.23 | 37,122.86 |
| | TOTAL - ASSETS | 88,868.30 | 70,167.00 |

Mumbai
9th May, 2013

For DEEPAK NITRITE LIMITED.

D. C. MEHTA
Vice Chairman & Managing Director

Head Office : Mumbai

- Tel : (022) 2200 0607 / 7318 / 6360
(022) 6631 5835 / 36
- Fax : (022) 2200 3476
- E-mail: info@bkkhareco.com
- 706 / 708, Sharda Chambers,
New Marine Lines, Mumbai 400 020

B. K. KHARE & CO.
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of Deepak Nitrite Limited

1. Report on the Financial Statements

We have audited the accompanying financial statements of Deepak Nitrite Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

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

3. Auditor's Responsibility

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

3.2 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



Branch Office : Pune

- Tel : (020) 64019743 / 25666932 / 32926341
- E-mail: pune@bkkhareco.com
- Hotel Swaroop, 4th Floor, Lane No.10,
Prabhat Road, Erandwane, Pune - 411 004.

Page 1 of 8

Branch Office : Bengaluru

- Tel: (080) 4110 5357 •
- E-mail: bkkhareb@vsnl.net •
- 101, Money Chambers, 1st Floor •
- # 6 K. H. Road, Shanthinagar, Bengaluru - 560027 •

B. K. KHARE & Co.
CHARTERED ACCOUNTANTS**4. Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

5. Report on Other Legal and Regulatory Requirements

5.1 As required by 'the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004', issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

5.2 As required by section 227(3) of the Act, we report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c. The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;



B. K. KHARE & Co.
CHARTERED ACCOUNTANTS

- e. On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For B. K. Khare & Co.
Chartered Accountants
FRN : 105102W

P. V. Paranjape
Prasad Paranjape
Partner
M. No.47296

Mumbai,
Dated : 9th May 2013



B. K. KHARE & Co.
CHARTERED ACCOUNTANTS

ANNEXURE REFERRED TO IN PARAGRAPH 5 OF OUR REPORT OF EVEN DATE:

i) FIXED ASSETS:

(a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) All the assets have not been physically verified by the management during the year but there is a regular programme of verification which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. Discrepancies noticed during the verification were not material and have been properly dealt with in the books of accounts.

(c) We are of the opinion that, Company has not disposed off substantial part of fixed assets during the year.

ii) INVENTORY: -

(a) Inventory has been physically verified during the year by the management at regular intervals. In our opinion, the frequency of verification is reasonable. In respect of stocks of raw materials lying with converters, the management has obtained confirmation certificates with regard to the respective closing stock.

(b) In our opinion, the procedure of physical verification of stocks followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) In our opinion, the Company is maintaining proper records of inventory. Having regard to the size of the operations of the Company and the nature of stocks held, the discrepancies noticed on verification between physical stocks and book records been properly dealt with in the books of accounts.

iii) LOANS AND ADVANCES GRANTED / TAKEN FROM CERTAIN ENTITIES:

As informed, the Company has not taken or granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, provisions of the clause 4 (iii) (b), (c), (d), (f) and (g) of the Companies (Auditor's Report) Order, 2003 are not applicable and hence not commented upon.



B. K. KHARE & Co.
CHARTERED ACCOUNTANTS

iv) INTERNAL CONTROL SYSTEM:

In our opinion and according to the information and explanation given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed asset and with regard to the sale of goods and services. During the course of our audit, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the internal control procedures.

v) CONTRACTS OR ARRANGEMENT REFERRED TO IN THIS SECTION 301 OF THE COMPANIES ACT, 1956 :

(a) Based on audit procedures applied by us, we are of the opinion that the contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.

(b) In our opinion, the transactions made in pursuance of such contracts or arrangements entered in the register maintained under Section 301 and exceeding the value of Rs. 5,00,000/- in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

vi) PUBLIC DEPOSITS:

In our opinion, Company has complied with the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposit) Rules 1975, with regard to the deposits accepted from the public. We are further informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal intimating the contravention of the said provisions.

vii) INTERNAL AUDIT SYSTEM:

In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

viii) COST RECORDS:

We have broadly reviewed the books of accounts maintained by the Company in respect of products where pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed accounts



B. K. KHARE & Co.
CHARTERED ACCOUNTANTS

and records have been made and maintained. We however have not made a detailed examination of the records with a view to determine whether they are accurate or complete.

ix) STATUTORY DUES:

(a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, Cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employees' state insurance, income-tax, wealth-tax, service tax, sales-tax, customs duty, excise duty, cess and other undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(c) According to the records of the Company, the dues outstanding of Income Tax, Wealth Tax, Service Tax, Sales Tax, Custom duty, Excise duty and Cess on account of dispute are as follows :

| Name of the Statute | Nature of Dues | Amount (Rs in lakhs) | Period to which the amount relates | Forum where pending |
|--------------------------------------|-------------------|----------------------|------------------------------------|---|
| Work contract tax Act of Maharashtra | Work contract Tax | 11.65 | 1998-99 to 2004-05 | Commissioner of Works Contract Tax (Appeals) |
| Central Excise Act, 1944 | Excise duty | 7.23 | 2011-12 to 2012-13 | Commissioner of excise |
| Central Excise Act, 1944 | Excise duty | 85.61 | 2004-05 to 2009-10 | central excise service tax appellate tribunal |
| Central Excise Act, 1944 | Excise duty | 5.31 | 2003-04 and 2005-06 | central excise service tax appellate tribunal |
| Mumbai Stamp Act | Stamp duty | 27.25 | March 2010 | Chief Controller of Revenue Authorities |



B. K. KHARE & CO.
CHARTERED ACCOUNTANTS**x) ACCUMULATED LOSSES:-**

The Company does not have accumulated losses as at the end of the year and the Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

xi) DUES TO FINANCIAL INSTITUTIONS, BANKS AND DEBENTURE HOLDERS:

Based on our audit procedures, we are of the opinion that the Company has not defaulted in the repayment of dues to Financial Institutions and Banks.

xii) SECURITY FOR LOANS & ADVANCES GRANTED:

According to the information and explanations given to us, in our opinion the company has maintained adequate documentation with respect to loan granted on the basis of security by way of pledge of shares, debentures and other securities.

xiii) SPECIAL STATUTE:

In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.

xiv) DEALINGS/TRADING IN SHARES, SECURITIES, DEBENTURES AND OTHER INVESTMENTS :

In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.

xv) GUARANTEES GIVEN:

The Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.

xvi) TERM LOANS:

Based on the information and explanations given to us, term loans were, prima facie, applied for the purpose for which the loans were obtained.



B. K. KHARE & CO.
CHARTERED ACCOUNTANTS

xvii) UTILISATION OF FUNDS:

On an overall examination of the Balance Sheet and the Cash Flow of the Company, we report that no funds raised on short-term basis have been used for long-term investment.

xviii) PREFERENTIAL ALLOTMENT OF SHARES:

The Company has not made any preferential allotment of shares during the year.

xix) SECURITY FOR DEBENTURES ISSUED:

The Company has not issued any debentures during the year.

xx) PUBLIC ISSUE OF EQUITY SHARES:

During the year, the Company has not raised any money by public issue.

xxi) FRAUDS NOTICED:

During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For B.K.KHARE & CO.
Chartered Accountants
FRN : 105012W

P. V. Paranjape

Prasad Paranjape
Partner
Membership No. 47296
Mumbai,

Dated : 9th May 2013

