

2013-2014



The logo for Milton Industries Ltd. features a dark blue, stylized 'M' shape with a red dot at its top center. To the right of the 'M' is a small red dot, and to the left is a small red dot. The word "MILTON" is written in a large, red, serif font, and "INDUSTRIES LTD." is written in a smaller, dark blue, serif font below it. A small "TM" trademark symbol is located to the right of the logo.
MILTON.
INDUSTRIES LTD.



MILTON INDUSTRIES LIMITED

28th Annual Report 2013-2014

BOARD OF DIRECTORS

VIJAIPAL BHAGMAL JAIN	<i>CHAIRMAN Cum MANAGING DIRECTOR</i>
AJAY MAHIPALSINGH JAIN	<i>DIRECTOR</i>
ABHAY MAHIPALSINGH JAIN	<i>DIRECTOR</i>
VIKAS VIJAIPAL JAIN	<i>DIRECTOR</i>
SAKET VIJAIPAL JAIN	<i>DIRECTOR</i>
SMT. NEHA VINIT JAIN	<i>DIRECTOR</i>

FINANCIERS

STATE BANK OF INDIA
HDFC Bank

AUDITORS

H. V. VASA & CO.
CHARTERED ACCOUNTANTS
AHMEDABAD.

REGISTERED OFFICE

11, GANGA APPARTMENT,
CAMP ROAD, SHAHIBAUG,
AHMEDABAD - 380 004.

ADMINISTRATIVE OFFICE

1/2, CHITRA AMI APPARTMENT,
NEAR HOTEL PARADISE,
OPP. LA GAJJAR CHAMBERS,
ASHRAM ROAD, AHMEDABAD.



NOTICE

Notice is hereby given that **ANNUAL GENERAL MEETING** of the Members of **Milton Industries Limited** will be held on Tuesday 30th day of September, 2014 at 11.00 a.m. at 11, Ganga Apartment, Shahibaug, Ahmedabad to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March 2014 and the Profit and Loss Account for the year ended on that date together with the Director's Report and Auditor's Report thereon.
2. To appoint a Director in place of Shri Abhay Mahipaising Jain, who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Smt. Neha Vinit Jain, who retires by rotation, and being eligible, offers herself for re-appointment.
4. To appoint M/s. H. V. Vasa & Co., Chartered Accountants, Ahmedabad (Firm Registration Number - 131054W) Auditors of the Company, to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company at such remuneration as may be approved by the Board of Directors of the Company. In this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed thereunder, as amended from time to time, the appointment of M/s H. V. Vasa & Co., Chartered Accountants, Ahmedabad (Firm Registration Number - 131054W) as Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company at such remuneration as may be agreed upon by Board of Directors and Auditors be and is hereby ratified."

SPECIAL BUSINESS

5. To consider and if thought fit, to pass, with or without modification(s), the following resolution **as a Special Resolution:**

"RESOLVED THAT in supersession of the resolution passed under Section 293(1)(d) of the erstwhile Companies Act, 1956 and pursuant to Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modifications thereof), consent of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "Board" which term shall include any committee thereof for the time being exercising the powers conferred on the Board by this resolution) to borrow by way of loan/debentures (whether secured or unsecured) / bonds / deposits / fund based / non fund based limits/guarantee for the purpose of the business of the Company any sum or sums of money either in Indian or Foreign Currency from time to time from any Bank(s) or any Financial Institution(s) or any other Institution(s), firm(s), body corporate(s), or other person(s) or from any other source in India or outside India whomsoever in addition to the temporary loans obtained from the Company's Banker(s) in the ordinary course of business provided that the sum or sums so borrowed under this resolution and remaining outstanding at any time shall not exceed in the aggregate ₹5,00,000,000 (Rs. Fifty Crores).

6. To consider and if thought fit, to pass, with or without modification(s), the following resolution **as a Special Resolution:**



"RESOLVED THAT in supersession of the resolution passed under Section 293(1)(a) of the erstwhile Companies Act, 1956 and pursuant to the provisions of Section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modifications or re-enactment thereof), consent of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "Board" which term shall include any committee thereof for the time being exercising the powers conferred on the Board by this resolution) to create such charges, mortgages and hypothecation in such form and manner and with such ranking and at such time and on such terms as the Board may determine on all or any of the movable and/or immovable properties of the Company, both present and future, in favour of the lender(s), agent and the trustees for securing the borrowings/financial assistance obtained/to be obtained from banks, public financial institutions, body(ies) corporate or any other party and/or to give a collateral security for the borrowings/guarantees of any group/associate Company or otherwise to charge the assets of the Company, for monies availed/to be availed by way of loans, (in foreign currency and/or rupee currency) and securities (comprising fully/partly convertible debentures and/or non-convertible debentures with or without detachable or non-detachable warrants and/or Secured/Un-Secured Premium Notes and/or floating rates notes / bonds / fund based / non fund based limits / guarantee or other debt instruments), issued/to be issued by the Company, from time to time, upon value not exceeding limit approved by shareholders under Section 180(1)(c) of the Companies Act, 2013 from time to time, together with interest, at the respective agreed rates, additional interest, compound interest, in case of default, accumulated interest, liquidated damages, commitment charges, premia prepayment, remuneration of the agent(s), trustee(s), premium if any on redemption, all other cost, charges and expenses including any increase as a result of devaluation/ fluctuation in the rates of exchange and all other monies payable by the Company in terms of the loan agreement, heads of agreement, debenture trust deeds or any other documents, entered into/to be entered into between the Company and the lenders, agents and trustees in respect of the said loans/ borrowings /debentures/bonds and containing such specified terms and conditions and covenants in respect of enforcement of security(ies) as may be stipulated in their behalf and agreed to between the Board of Directors or Committee thereof and the lenders, agent(s), trustee(s).

RESOLVED FURTHER THAT Board of Directors or its Committee be and is hereby authorised to do such acts, deeds and things as may be deemed expedient to give effect to the above resolution."

Date: 06/09/2014

Registered Office:

11, Ganga Apartment,

Camp Road, Shahibaug,

Ahmedabad-380 004.

CIN : U20299GJ1985PLC008047

By order of the Board

For **Milton Industries Limited**

Sd/-

Chairman & Managing Director

DIN : 00343712



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 / HERSELF. THE PROXY NEED NOT BE A MEMBER. A person can act as proxy on behalf of members not exceeding fifty {50} and holding in the aggregate not more than ten percent of the total share capital of the Company. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
2. THE INSTRUMENT APPOINTING PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
3. The Register of members and share transfer books of the Company will remain closed from 27th September, 2014 to 30th September, 2014 (both days inclusive) to determine the entitlement of the shareholders to receive dividend for the year 2013-14.
4. Shareholders seeking any information with regard to accounts are requested to write to the Company atleast 10 days before the meeting so as to enable the management to keep the information ready.
5. All documents referred to in the accompanying notice and explanatory statement will be kept open for inspection at the Registered Office of Company on all working days between 11.00 a.m. to 1.00 p.m. prior to date of Annual General Meeting.
6. Members are requested to bring their copy of Annual Report at the meeting,
7. Members are requested to immediately notify any change in their address with pin code and to quote their folio nos. in all correspondence with the company



**ANNEXURE TO NOTICE
EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

For Item No. 5 and 6

ITEM NO. 5

The members of the Company at the earlier Annual General Meeting had authorised Board of Directors to exercise borrowing powers of ₹ 5,00,000,000 Crores (Rupees Fifty Crores Only).

Further, in view of expanding business operations of the Company, it is necessitated to enhance the borrowing limits by authorizing Board of the Directors or Committee thereof to borrow money up to ₹ 5,00,000,000 Crores (Rupees Fifty Crores Only).

The Board of Directors recommends the said resolution for your approval.

None of the Directors or any key managerial personnel or any relative of any of the Directors of the Company or the relatives of any key managerial personnel is, in anyway, concerned or interested in the above resolution.

ITEM NO. 6

The members of the Company at their earlier Annual General Meeting had authorised Board of Directors to create charge on all or any of the movable or immovable properties of the Company pursuant to Section 293(1) (a) of the Companies Act 1956.

The Board of Directors recommends the said resolution for your approval.

None of the Directors or any key managerial personnel or any relative of any of the Directors of the Company or the relatives of any key managerial personnel is, in anyway, concerned or interested in the above resolution.

Date: 06/09/2014

Registered Office:

11, Ganga Appartment,

Camp Road, Shahibaug,

Ahmedabad-380 004.

CIN : U20299GJ1985PLC008047

By order of the Board

For **Milton Industries Limited**

Sd/-

Chairman & Managing Director

DIN : 00343712

**DIRECTORS' REPORT**

To,
The Members,
MILTON INDUSTRIES LTD.
AHMEDABAD.

Your Directors have pleasure in presenting the **28th Annual Report** of the Company along with statement of Accounts for the financial year ending on **31st March, 2014**.

PERFORMANCE:

PARTICULARS	31 ST MARCH 2014	31 ST MARCH 2013
	₹ In lacs	₹ In lacs
TOTAL INCOME (INCLUDING OTHER INCOME)	4546.17	4655.27
Profit before Depreciation & Tax	177.98	185.46
Depreciation	67.95	70.01
PROFIT BEFORE TAX	110.03	115.45
Tax Provisions	35.08	35.60
PROFIT AFTER TAX	74.95	79.80
Add : Profit Of Earlier Year	487.79	407.99
Profit Available For Appropriation	562.74	487.79
Transferred to General Reserve	0.00	0.00
BALANCE CARRIED TO BALANCE SHEET	562.74	487.79

DIVIDEND:

To strengthen the funds position and to further support the working capital needs and to part finance the expansion program and accordingly your Directors propose to Plough back the profit and do not recommend any dividend for the year.

FIXED DEPOSIT:

The company has not accepted any deposits from public during the year under review.

DIRECTORS:

Shri Abhay Mahipalsing Jain, Smt. Neha Vinit Jain who retired by rotation and being eligible for re-appointment, offer themselves for re-appointment.

AUDITORS:

M/s. H.V.Vasa & Co., Statutory Auditor of the Company, retired at the conclusion of forthcoming Annual General Meeting and is eligible for reappointment. You are requested to appoint the Auditor and fix their remuneration.

**EXPLANATION RELATING TO AUDIT REPORT:**

The remarks of the Auditors are self explanatory.

PARTICULARS OF EMPLOYEES:

There are no employees in the company drawing ₹ 5,00,000/- per month or ₹ 60,00,000/- per annum, Therefore particulars of employees as required U/S 217 (2A) of the Companies Act, 1956 Corresponding Section 134 of the Companies Act, 2013 are not given.

DIRECTORS' RESPONSIBILITY STATEMENT PURSUANT TO SECTION 134(5) OF THE COMPANIES ACT, 2013:

The Directors hereby confirm: -

1. that in the preparation of the annual accounts, the applicable accounting standards had been followed and there are no material departures from the said standards except notes on accounts;
2. that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
3. that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
4. that the directors had prepared the annual accounts on a going concern basis.

CONSERVATION OF ENERGY:**THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988**

Information under Section 217(1)(e) of the Companies Act, 1956, read with Rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are forming part of the Directors' Report.

(1) Conservation of Energy and Technology Absorption:-

Since the Company has not made any additional investment during the year, so far, to conserve energy. As the Company is yet to achieve the optimum production, it is difficult to quantify the requirement of energy vis-à-vis the conservation measures that can be taken.

Total energy consumption and energy consumption per unit:

Power and Fuel Consumption: -		Year ended on 31.03.2014	Year ended on 31.03.2013
Electricity:			
(a) Purchased			
Units	Kwh	15,31,813	15,69,521
Total Amount	₹	102,29,028	101,84,214
Rate /Unit (Approx)	₹	6.68/Unit	6.49/Unit
(b) Own Generation through Diesel Genset			
Units	Kwh	4920	2080
Total Amount	₹	103924	38738
Rate /Unit (Approx)	₹	21.12/Unit	16.99/Unit



(2) Research & Development and Technology absorption:-

The Company's production procedures are standardized and production activity is as per the formula provided by and so not much research activities are carried out. As and when the Company will increase the production activity, the Company would concentrate more on the Research and Development program.

(3) Foreign Exchange Earnings & Outgo:-

Total **foreign exchange earning** during the year was ₹ **1127.16 Lacs** (Previous year ₹ 1043.36 Lacs). Total **foreign exchange outgo** during the year was ₹ **494.56 Lacs** (Previous year ₹ 1154.23 Lacs).

FINANCIAL ASSISTANCE:

The Company has been availing financial assistance from State Bank of India, Law Garden Branch, Ahmedabad and HDFC Bank, Ahmedabad. The Board takes this opportunity to thank the bank authorities for the support and co-operation extended by them.

ACKNOWLEDGEMENTS:

Your directors take this opportunity to place on record their warm appreciation of the valuable contribution, untiring efforts and spirit of dedication demonstrated by the employees and officers at all levels, in the sure and steady progress of the company.

Your directors also express their deep gratitude to the Bankers, Auditors and authorities of Gujarat State. They are also thankful to the shareholders for their co-operation and trust reposed in the company.

BY ORDER OF THE BOARD OF DIRECTORS

Sd/-

Place: Ahmedabad

VIJAIPAL JAIN

Date: 06/09/2014

CHAIRMAN



AUDITOR'S REPORT TO THE MEMBERS

We have audited the accompanying financial statements of **MILTON INDUSTRIES LIMITED**, ("the Company"), which comprise the Balance Sheet as at 31st March, 2014, and the Statement of Profit and Loss for the Year then ended, and a summary of significant accounting policies and other explanatory information.

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 notified under Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. 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.

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

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

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

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 31st March, 2014;
 - b) in the case of the Statement of Profit and Loss, of the Profit for the Year ended on that date;
 - c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date; and
1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India, terms of sub-section (4A) of section 227 of the Act, We give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
 2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;



- b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards notified under Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs);
- e) on the basis of written representations received from the directors as on 31st March, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

Place: Ahmedabad

Date: 06/09/2014

For and on Behalf of
H. V. Vasa & Co
Chartered Accountants
Firm Reg. No. 131054W
Sd/-
Tushar H. Vasa
(Proprietor)
Membership No. : 16831



ANNEXURE TO THE AUDITORS' REPORT

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. In respect of its fixed assets :
 - (a) The company has maintained proper records, showing full particulars including quantitative details and situation of its fixed assets on the basis of available information, other than furniture and fixtures.
 - (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies between the book records and the physical inventory have been noticed in respect of the assets physically verified.
 - (c) In our opinion, there was no substantial disposal of fixed assets during the year, which would affect the going concern of the company.
2. In respect of its inventories :
 - (a) As explained to us, inventories have been physically verified by the management at reasonable intervals during 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 are reasonable and adequate in relation to the size of the company and the nature of its business.
 - (c) The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventories as compared to book records.
3. In respect of loans, secured or unsecured, granted or taken by the Company to / from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956 :
 - (a) According to the information and explanation given to us and on the basis of our examination of the books of accounts, The Company has taken unsecured loan from Thirty Six Parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was 438.67 Lacs and year end balance of the loans taken from these parties was Rs.409.62 Lacs.
 - (b) According to the information and explanation given to us and on the basis of our examination of the books of accounts, The Company has granted unsecured loan to Two Parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was 14.82 Lacs and year end balance of the loan given to these parties was Nil.
 - (c) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions on which the loans have been given to Parties listed in the register maintained under section 301 of the Companies Act 1956 are not, prima facie, prejudicial to the interest of the Company.
 - (d) In our opinion and according to the information and explanations given to us, the receipt of principal amount and interest of the loans given to parties listed in the register maintained under section 301 of the Companies Act 1956 are regular.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with its size of the company and the nature of business for the purchase of inventories, fixed assets and also for sale of goods and services. Further, on the basis of our examination, and according to the information and explanations given to us, we have neither come across nor have we have been informed of any instance of major weakness in the aforesaid internal control systems.



5. In respect of transactions covered under section 301 of the Companies Act, 1956 :
- In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered into the register maintained under that section.
 - In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act 1956 and exceeding the value of Rs. five lacs in respect of each party have been made at prices which appear reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. According to the information and explanations given to us, in this regard, no order under the aforesaid sections 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 on the company.
7. In our opinion, the internal audit system of the Company is commensurate with its size and the nature of its business.
8. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, related to the maintenance of manufacture of certain products, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
9. In respect of statutory dues :
- According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues have been generally regularly deposited with the appropriate authorities. Details of undisputed amounts payable in respect of the aforesaid dues outstanding as at 31st of March, 2014 for a period of more than six months from the date they became payable is as follows:-

Particular	Amount
Professional Tax	5050

- According to the information and explanations given to us, following disputed statutory dues have not been deposited on account of disputed matter pending before appropriate authorities are as under :

Sr. No.	Name of the Statute	Nature of The Dues	Forum where dispute is pending	Amount (Rs. In Lacs)
1	Income-tax Act, 1961	Income-tax	Assistant Commissioner of Income-tax	12.82
2	Income-tax Act, 1961	Income-tax	Hon'ble Gujarat High court	15.56
3	Central Excise Act, 1944	Excise Duty	Hon'ble Gujarat High court	76.69



10. The Company does not have accumulated losses at the end of the financial year and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. As per the Books and records maintained by the company and according to the information and explanations given to us, we are of the opinion that, the Company has not defaulted in repayment of dues to bank.
12. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund or a nidhi /mutual benefit fund / society. Therefore, clause 4(xii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
14. In our opinion and according to the information and explanations given to us, the Company has not dealt in or is trading in Shares, securities, debentures and other investments. The company has invested surplus funds in marketable securities and mutual funds. According to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The Investments in the marketable securities and mutual funds have been held by the company in its own name.
15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from bank or financial institutions.
16. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
17. According to the cash flow statement and other records examined by us and the information and explanations given to us, on the overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment (fixed assets, etc.)
18. During the year, the Company has not made allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. As the Company has not issued any debentures, clause (xix) of the order is not applicable to the company.
20. The Company has not raised any money by public issue during the year.
21. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially misstated.

Place: Ahmedabad

Date: 06/09/2014

For and on Behalf of
H. V. Vasa & Co
Chartered Accountants
Firm Reg. No. 131054W
Sd/-
Tushar H. Vasa
(Proprietor)
Membership No. : 16831

BALANCE SHEET AS AT 31ST MARCH, 2014

(Amt. in ₹)

PARTICULARS	Note No.	AS AT 31-03-2014	AS AT 31-03-2013
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	50,000,000	50,000,000
(b) Reserves and surplus	2	64,260,360	56,858,321
		114,260,360	106,858,321
2 Non-current liabilities			
(a) Long-term borrowings	3	70,391,341	63,309,410
(b) Deferred tax liabilities (net)	30	7,240,524	6,764,442
(c) Other long-term liabilities		-	-
(d) Long-term provisions	4	4,991,738	12,452,040
		82,623,603	82,525,892
3 Current liabilities			
(a) Short-term borrowings	5	100,319,448	81,817,295
(b) Trade payables	6	79,271,427	76,990,744
(c) Other current liabilities	7	36,726,343	35,201,702
(d) Short-term provisions	8	713,999	848,865
		217,031,217	194,858,606
TOTAL		413,915,180	384,242,819
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	61,220,046	55,602,246
(ii) Intangible assets		-	-
(iii) Capital work-in-progress	9	5,409,712	3,753,530
		66,629,758	59,355,776
(b) Non-current investments	10	44,100	44,100
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	11	6,852,119	14,017,688
(e) Other non-current assets		-	-
		6,896,219	14,061,788
2 Current assets			
(a) Current investments		-	-
(b) Inventories	12	199,417,310	194,160,970
(c) Trade receivables	13	78,201,988	78,210,846
(d) Cash and cash equivalents	14	4,399,527	4,633,903
(e) Short-term loans and advances	15	58,106,236	32,276,758
(f) Other current assets	16	264,141	1,542,778
		340,389,202	310,825,255
TOTAL		413,915,180	384,242,819

See accompanying notes to the financial statements 25 to 38

In terms of our report attached.

For, H. V. Vasa & Co.

Chartered Accountants

Firm Reg. No.131054W

-sd-

Tushar H. Vasa

Proprietor

Membership No. 16831

Place : Ahmedabad

Date : 06/09/2014

For and on behalf of the Board of Directors

Vijaipal Jain

-sd-

Chairman

Abhay Jain

-sd-

Director

Place : Ahmedabad

Date : 06/09/2014

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

(Amt. in ₹)

PARTICULARS	Note No.	YEAR ENDED 31 st March 2014	YEAR ENDED 31 st March 2013
A CONTINUING OPERATIONS			
1 Revenue from operations (Net)	17	453,857,408	463,726,945
2 Other income	18	759,996	1,778,774
3 Total revenue (1+2)		454,617,404	465,505,719
4 Expenses			
(a) Cost of materials consumed	19	337,925,243	354,040,486
(b) Purchases of stock-in-trade	20	3,004,837	12,069,552
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	(10,300,056)	(24,142,906)
(d) Employee benefits expense	22	17,278,594	16,297,551
(e) Finance costs	23	16,713,991	17,315,200
(f) Depreciation and amortisation expense	9	6,795,364	7,001,268
(g) Other expenses	24	72,196,778	71,379,681
Total expenses		443,614,751	453,960,832
5 Profit / (Loss) before Tax (3 - 4)		11,002,653	11,544,887
6 Tax expense:			
(a) Current tax		3,000,000	3,100,000
(b) Income tax for earlier years		31,668	-
(c) Deferred tax		476,082	464,910
		3,507,750	3,564,910
7 Profit for the period (5 ± 6)		7,494,903	7,979,977
Earnings per equity share	25		
(F.V. of Rs.10/- each):			
(a) Basic		1.50	2.08
(b) Diluted		1.50	2.08

See accompanying notes to the financial statements 25 to 38

In terms of our report attached.

For, H. V. Vasa & Co.Chartered Accountants
Firm Reg. No.131054W

-sd-

Tushar H. VasaProprietor
Membership No. 16831

Place : Ahmedabad

Date : 06/09/2014

For and on behalf of the Board of Directors

Vijaipal Jain

-sd-

Chairman

Abhay Jain

-sd-

Director

Place : Ahmedabad

Date : 06/09/2014

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014****(₹ in Lakhs)**

PARTICULARS	inflow/ (Outflow) 2013-14	inflow/ (Outflow) 2012-13
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before tax and extraordinary items Adjustment for :	110.03	115.45
Depreciation	67.95	70.01
Interest Paid	150.15	158.55
Interest Income	(5.91)	(4.23)
Preliminary Expenses written off	0.60	0.60
(profit) / loss on sale of Assets	-	(6.52)
Net unrealised exchange (gain) / loss	33.92	(4.35)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	356.75	329.52
Adjustment for:		
Trade & Other Receivables	(247.90)	77.21
Inventories	(52.56)	(300.63)
Trade Creditors & Other Payables	32.20	82.84
CASH GENERATED FROM OPERATIONS	88.48	188.94
Income Tax Paid	(30.72)	(36.53)
NET CASH FROM OPERATING ACTIVITIES	57.76	152.41
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(141.62)	(94.38)
Sale of Fixed Assets	-	11.50
Interest income	5.91	4.23
NET CASH USED IN INVESTING ACTIVITIES	(135.71)	(78.65)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from Borrowings	74.67	(109.96)
Working Capital Finance	185.02	63.12
Interest Paid	(150.15)	(158.55)
Issue of Share Capital	-	122.54
NET CASH SURPLUS IN FINANCING ACTIVITIES	109.54	(82.85)
D. NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	31.58	(9.09)
E. Cash and cash equivalent as at 1st April, 2013 (Opening Balance)	46.34	51.08
F. Effect of exchange differences on restatement of foreign currency Cash and cash equivalents	(33.92)	4.35
G. Cash and cash equivalent as at 31st March, 2014 (Closing Balance)	44.00	46.34

As per our report of even date attached

For, H. V. Vasa & Co.

Chartered Accountants

Firm Reg. No.131054W

-sd-

Tushar H. Vasa

Proprietor

Membership No. 16831

Place : Ahmedabad

Date : 06/09/2014

For and on behalf of the Board of Directors

Vijaipal Jain

-sd-

Chairman

Abhay Jain

-sd-

Director

Place : Ahmedabad

Date : 06/09/2014



NOTES TO THE FINANCIAL STATEMENTS

1. SHARE CAPITAL

(Amt. in ₹)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Authorised		
55,00,000 (55,00,000) Equity Shares of Rs. 10 each	55,000,000.00	55,000,000.00
Issued, Subscribed and Paid Up		
50,00,000 (50,00,000) Equity Shares of Rs. 10 each fully paid	50,000,000.00	50,000,000.00
	50,000,000.00	50,000,000.00

- The Company is having only one class of Equity Share having a par value of Rs. 10/- Per Share. Each Shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders, except in case of interim Dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholding.
- The company has not issued any fresh shares during the year.
- The company has not issued any Bonus shares for the period of five years immediately preceding 31-3-2014.
- The company has given in the year 2010-11, 15,00,000 shares to the shareholders of Valley Velvete Pvt. Ltd. in pursuant to the scheme of amalgamation sanctioned by the Honourable High court of Gujarat vide order dated 28.08.2009.

Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the Shareholder	As at 31 st March 2014		As at 31 st March 2013	
	No. of Shares	% of Holding	No. of Shares	% of Holding
1 Vijaipal Bhagmal Jain	271,426	5.43	271,426	5.43
2 Dayawati Mahipalsingh Jain	329,685	6.59	329,685	6.59
3 Sulochana Vijaipal Jain	482,638	9.65	482,638	9.65
4 Ajay Mahipalsingh Jain	343,834	6.88	343,834	6.88
5 Abhaykumar Mahipalsingh Jain	282,212	5.64	282,212	5.64
6 Vikas Vijaipal Jain	435,356	8.71	435,356	8.71
7 Priti Abhaykumar Jain	312,780	6.26	312,780	6.26
8 Babita Ajay Jain	433,927	8.68	433,927	8.68
9 Rajendra Prasad Jain	255,202	5.10	255,202	5.10

2 RESERVES AND SURPLUS

Particulars	As at 31st March 2014	As at 31st March 2013
(a) REVALUATION RESERVE		
As per last Balance Sheet	1,235,439	1,328,303
Less : Reduction from Depreciation	(92,864)	(92,864)
	1,142,575	1,235,439
(b) GENERAL RESERVE	6,150,000	6,150,000
(c) CAPITAL SUBSIDY	693,700	693,700
(d) PROFIT & LOSS ACCOUNT		
As per last Balance Sheet	48,779,182	40,799,205
Add: Profit for the year	7,494,903	7,979,977
	56,274,085	48,779,182
	64,260,360	56,858,321

**3 LONG TERM BORROWINGS****(Amt. in ₹)**

PARTICULARS	As at 31st March 2014	As at 31st March 2013
(a) TERM LOAN		
a. From Banks		
Secured- Term Loan from HDFC	2,600,345	—
Secured by Equitable mortgage of company's Immovable properties at Village Rajpur and Prantij and charge by hypothecation of current assets and Plant & Machinery of the company, ranking Pari Passu with SBI and on personal guarantee of Directors. (Repayable in 60 monthly installments commencing from May-2014 to April-2019)		
Secured-Car loan	178,083	422,883
(Secured by way of Hypothecation of Car) Repayable in 36 monthly Installments commencing From Dec-2012 to Nov-2015.		
Unsecured loan from Bank	30,790,330	34,060,460
(Against the personal assets and guarantee of the directors) Repayable in 120 monthly Installments commencing From Jan-2012 to Dec-2021.		
(b) Loans and advances from related parties		
Unsecured	36,822,583	28,826,067
	70,391,341	63,309,410

4 LONG TERM PROVISIONS

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Provision for Income tax	3,703,867	11,098,949
Provision For Employee Benefits	1,287,871	1,353,091
	4,991,738	12,452,040

5 SHORT TERM BORROWINGS

PARTICULARS	As at 31st March 2014	As at 31st March 2013
(a) Working Capital Loans from a Bank		
Secured loan from State Bank of India	100,319,448	81,817,295
(Secured by hypothecation of current assets and Plant & Machinery of the company; equitable mortgage of company's Immovable properties at Village Rajpur and Prantij, ranking Pari Passu with HDFC Bank and on personal guarantee of the Directors)		
	100,319,448	81,817,295

6 TRADE PAYABLES

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Due to Micro, small & Medium enterprises	5,169,617	9,460,656
Others	74,101,810	67,530,088
	79,271,427	76,990,744

There is no principal amount and Interest overdue to Micro, Small & Medium Enterprises. During the Year no interest has been paid to such parties. This information has been determined to the extent such parties have been identified on the basis of information available with the company.

**7 OTHER CURRENT LIABILITIES****(Amt. in ₹)**

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Current maturities of long-term debt From Banks	4,470,115	4,085,225
Interest Accrued but not due on borrowing	347,444	396,386
Creditors for Expenses	10,440,983	8,363,396
Advances from customer	5,924,682	5,496,129
Other Payables*	15,543,119	16,860,566
	36,726,343	35,201,702

*Includes Statutory Dues, Credit Balances of Customers & Unpaid Expenses.

8 SHORT TERM PROVISIONS

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Provision for Employee Benefits	713,999	848,865
	713,999	848,865

10 NON-CURRENT INVESTMENTS (UNQUOTED)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
(a) Other Investments		
2200 (2200) Equity shares of Gujarat state financial coporation ltd. (Fully Paid up of Rs. 10/- each)	44,000	44,000
10 (10) Equity shares of Milton Exports (India) Pvt. Ltd. (Fully Paid up of Rs. 10/- each)	100	100
	44,100	44,100

11 LONG TERM LOANS & ADVANCES
(Unsecured and Considered Good)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
(a) Security Deposits	1,880,693	1,691,934
(b) Advance Income Tax	4,971,426	12,325,754
	6,852,119	14,017,688

12 INVENTORIES

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Raw materials	112,695,179	117,275,007
Stores and spares	1,763,950	2,227,838
Finished goods	65,454,915	56,127,949
Work-in-progress	18,638,526	16,349,936
Trading Goods	864,740	2,180,240
	199,417,310	194,160,970

13 TRADE RECEIVABLES
(Unsecured and Considered Good)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Outstanding for a period exceeding six months	25,016,152	25,533,592
Others	53,185,836	52,677,254
	78,201,988	78,210,846



NOTE NO.'9': FIXED ASSETS

(Amt. in ₹)

SR. NO.	NAME OF ASSETS	GROSS BLOCK		DEPRECIATION		NET BLOCK				
		AS ON 01-04-13	ADDITIONS	DEDUCTIONS/ ADJUSTMENTS	AS ON 31-03-2014	AS ON 01-04-13	DURING THE YEAR	DEDUCTIONS/ ADJUSTMENTS	AS ON 31-03-2014	AS ON 31-03-2013
(a) Tangible Assets										
1	LAND & DEVELOPMENT	2,137,308	-	-	-	-	-	-	2,137,308	2,137,308
2	BUILDINGS	19,540,376	932,813	-	20,473,189	9,460,674	623,268	-	10,083,942	10,079,702
3	PLANT & MACHINARY	119,943,605	11,423,472	-	131,367,077	81,199,446	5,665,565	-	86,865,011	38,744,158
4	ELECTRIC INSTALLATION	1,412,935	-	-	1,412,935	1,138,670	67,114	-	1,205,784	274,265
5	FURNITURE & FIXTURES	621,710	-	-	621,710	386,799	29,367	-	416,166	234,910
6	FACTORY EQUIPMENTS	-	77,943	-	77,943	-	1,643	-	1,643	-
7	OFFICE EQUIPMENTS	1,729,783	29,500	-	1,759,283	815,287	75,346	-	890,633	914,496
8	COMPUTERS	1,670,275	42,300	-	1,712,575	1,385,643	51,520	-	1,437,163	284,633
9	VEHICLES	5,209,121	-	-	5,209,121	2,382,368	365,505	-	2,747,873	2,826,754
10	DEAD STOCK	190,325	-	-	190,325	84,305	8,900	-	93,205	106,020
	TOTAL	152,455,438	12,506,028	-	164,961,466	96,853,192	6,888,228	-	103,741,420	55,602,246
	PREVIOUS YEAR	140,263,878	12,824,652	633,092	152,455,438	89,893,675	7,094,132	134,615	96,853,192	
									5,409,712	3,753,530

(b) Capital Work-In-progress

NOTES :-

- 1) The Company revalued its Plant and Machineries and Factory Buildings of Laminate Division as of 31-3-91 and Rs. 72.15 Lakhs was credited to revaluation reserve account in the year 92-93 on such revaluation.

**14 CASH AND BANK BALANCES**

(Amt. in ₹)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Cash on Hand	575,402	374,020
Balance with Banks		
In Current Accounts	329,942	952,539
In EEFC Accounts	82,054	153,411
Held as Margin Money and security	3,412,129	3,153,933
	3,824,125	4,259,883
	4,399,527	4,633,903

15 SHORT TERM LOANS AND ADVANCES

(Unsecured and Considered Good)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
(a) Loans and advances to a Company	—	1,438,383
(b) Balance with Vat, Service Tax, Customs & Central Excise Authorities	13,404,600	9,246,133
(c) Other Short Term loans & Advances (Includes Advances to supplier & employees, Prepaid expenses, Short Term Capital Advances & Other short Term advances)	44,701,637	21,592,242
	58,106,236	32,276,758

16 OTHER CURRENT ASSETS

PARTICULARS	As at 31st March 2014	As at 31st March 2013
(a) Accured Interest	264,141	207,108
(b) Miscellaneous Expenditure (Not Written off)	—	59,735
(c) Receivables on sale of fixed assets	—	1,275,935
	264,141	1,542,778

17 REVENUE FROM OPERATIONS

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Sale of Products		
Sales (Gross)	473,344,289	498,536,552
Less : Excise Duty	39,197,439	40,873,826
Sales (Net)	434,146,850	457,662,726
Other Operating Revenue	19,710,558	6,064,219
	453,857,408	463,726,945
Sale of Products comprises:		
Laminated Sheets	244,079,347	247,780,040
Coated Fabrics	183,391,658	191,962,526
Papers	5,712,213	13,877,421
Others	963,632	4,042,739
Total Sale of Products	434,146,850	457,662,726
Other Operating Revenue		
Duty Drawback	3,551,982	2,630,567
Other Export Incentives	16,158,576	3,433,652
	19,710,558	6,064,219

**18 OTHER INCOME****(Amt. in ₹)**

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Interest Income	590,717	422,753
Misc. Income	169,279	269,972
Foreign Exchange Variation Gain (Net)	—	434,526
Profit on sale of Assets	—	651,523
	759,996	1,778,774

19 COST OF RAW MATERIAL CONSUMED

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Opening stock	117,275,007	111,325,241
Add: Purchase during the Year	335,434,560	359,990,252
Less: Closing Stock	112,695,179	117,275,007
	340,014,388	354,040,486
Less : Transfers to Trading	2,089,145	—
	337,925,243	354,040,486

Cost of material Consumed	For the year ended 31.03.2014	For the year ended 31.03.2013
PAPERS & FABRICS (BASE, KRAFT, DESIGN, TISSUE & RELEASE)	127,697,572	147,174,357
CHEMICALS & PIGMENT (MELAMINE, PHENOL, FORMALDEHYDE, METHANOL)	113,519,107	107,580,355
P. P. FILMS & OTHERS	96,708,565	99,285,774
TOTAL	337,925,243	354,040,486

20 PURCHASES

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Purchase of Paper and other	3,004,837	12,069,552
	3,004,837	12,069,552

21 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Opening Stock		
Finished goods	56,127,949	36,022,521
Finished Goods in Transit	—	6,883,774
Work-in-progress	16,349,936	7,608,924
Trading Goods	2,180,240	—
	74,658,125	50,515,219
Closing Stock		
Finished goods	65,454,915	56,127,949
Finished Goods in Transit	—	—
Work-in-progress	18,638,526	16,349,936
Trading Goods	864,740	2,180,240
	84,958,181	74,658,125
	(10,300,056)	(24,142,906)

**22 EMPLOYEE BENEFITS EXPENSE****(Amt. in ₹)**

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Salaries, Wages and Bonus	16,408,848	15,090,943
Contribution to Provident Fund	807,939	780,582
Gratuity Expenses	(79,643)	343,256
Staff and Labour Welfare Expenses	141,450	82,770
	17,278,594	16,297,551

23 FINANCE COST

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Interest Expenses		
Borrowings	15,008,742	15,840,485
Others	6,362	14,256
Bank Charges	1,698,887	1,460,459
	16,713,991	17,315,200

24 OTHER EXPENSES

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Stores & Spares consumed	3,150,882	2,846,397
Consumption of Packing Material	2,419,075	2,169,015
Excise Duty (Net of Opening Provision)	639,784	944,333
Power & Fuel Expenses	25,593,619	23,753,244
Design Printing Expenses	3,364,850	2,833,094
Labour Charges	2,060,381	2,122,155
Repairs & Maintainance		
Building	88,000	119,144
Plant & machinery	1,005,688	2,022,900
Others	26,832	25,803
	1,120,520	2,167,847
Insurance Expenses	667,525	661,661
Rates & Taxes	3,403,417	3,137,622
Freight & Forwarding Charges	16,319,819	23,634,850
Sales & Distribution Expenses	1,957,330	2,679,330
Foreign Exchange Variation Loss (Net)	3,392,133	—
Payment To Auditors		
As Audit Fees	15,000	16,854
For Taxation	15,000	16,854
	30,000	33,708
Miscellaneous Expenses	8,047,812	4,385,314
Donation Expenses	29,631	11,111
	72,196,778	71,379,681



25 BASIC & DILUTED EPS

(Amt. in ₹)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Basic Earning Per Share		
(a) Profit Attributable to the Shareholders	7,494,903	7,979,977
(b) Weighted average number of equity shares Outstanding during the year	5,000,000	3,831,696
(c) Nominal Value of Equity Shares	10	10
(d) Basic Earning Per share (F.V. Rs. 10/- per share)	1.50	2.08
Diluted Earning Per Share		
(a) Profit Attributable to the Shareholders	7,494,903	7,979,977
(b) Weighted average number of equity shares Outstanding during the year	5,000,000	3,831,696
(c) Nominal Value of Equity Shares	10	10
(d) Basic Earning Per share (F.V. Rs. 10/- per share)	1.50	2.08

26 VALUE OF IMPORTS ON C.I.F. BASIS

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Raw Material & Chemicals	44,837,394	110,780,486
Capital Goods	4,492,932	4,642,456
	49,330,326	115,422,942

27 EXPENDITURE IN FOREIGN CURRENCIES

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Travelling Expenses	125,839	158,897
Bank Charges	418,784	577,183
Purchase of Machinery	4,492,932	4,642,456
	5,037,555	5,378,536

28 EARNINGS IN FOREIGN CURRENCIES

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Exports of Goods on F.O.B. Basis (In Foreign Currency)	102,495,474	100,195,293
Exports of Goods on F.O.B.basis (in Indian Currency)	10,221,105	4,141,000
	112,716,579	104,336,293

29 DETAILS OF CONSUMPTION OF IMPORTED AND INDIGENOUS GOODS

PARTICULARS	As at 31st March 2014		As at 31st March 2013	
Raw Material	(Amt. in ₹)	%	(Amt. in ₹)	%
Imported Goods	30,110,023	8.91	86,587,363	24.46
Indigenous Goods	307,815,220	91.09	267,453,123	75.54
	337,925,243	100.00	354,040,486	100.00
Stores & Spare parts	(Amt. in ₹)	%	(Amt. in ₹)	%
Imported Goods	—	—	—	—
Indigenous Goods	3,150,882	100.00	2,846,397	100.00
	3,150,882	100.00	2,846,397	100.00

**30 DEFERRED TAX LIABILITY****(Amt. in ₹)**

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Opening Balance of Deferred Tax Liability	6,764,442	6,299,532
Deferred Tax Liability\Assets) for the year	476,082	464,910
Closing Balance of Deferred Tax Liability on		
Account of Difference between book balance	7,240,524	6,764,442
& Tax balance of Fixed Assets		

31 DISCLOSURE REQUIRED UNDER THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

Particulars	As at 31st March 2014	As at 31st March 2013
(a) Unpaid Principal & Interest thereon	5,169,617	9,460,656
(b) Delayed Payment Due	NIL	NIL
(c) Interest paid on delayed payment under the MSMED Act	NIL	NIL
(d) Interest due on principal amounts paid beyond the due date during the year	NIL	NIL
(e) Interest accrued but not due	NIL	NIL
(f) Total Interest due but not paid	NIL	NIL

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

32 Disclosures as required by Accounting Standard (AS) - 15 (Revised 2005) "Employee Benefits" issued by the Institute of Chartered Accountants of India are given below:
Defined Benefit Plan-Gratuity

(a) The amounts recognized in the statement of Profit & Loss account are as follows:

Particulars	As at 31st March 2014	As at 31st March 2013
Current Service cost	179,525	149,583
Interest cost on benefit obligation	111,630	119,424
Expected return on plan assets	—	—
Net actuarial (gain)/loss recognized during the year	(370,798)	74,249
Total expense recognised in the Statement of Profit and Loss	(79,643)	343,256

(b) The amounts recognized in the Balance Sheet are as follows:

Particulars	As at 31st March 2014	As at 31st March 2013
Present value of funded obligation	—	—
Present value of non-funded obligation	1,287,871	1,353,091
Total obligation	1,287,871	1,353,091
Less: Fair value of Plan assets	—	—
Net (asset)/liability recognised in the Balance Sheet	1,287,871	1,353,091

**(c) Changes in the present value of the defined benefit obligation representing reconciliation of the opening and closing balance thereof are as follows:****(Amt. in ₹)**

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Opening defined benefit obligation	1,353,091	1,404,985
Interest cost	111,630	119,424
Current Service cost	179,525	149,583
Benefits Paid	14,423	(395,150)
Actuarial (gains)/loss on obligation	(370,798)	74,249
Closing defined benefit obligation	1,287,871	1,353,091

(d) Experience Adjustments

Particulars	As at 31st March 2014	As at 31st March 2013
Present value of DBO	1,287,871	1,353,091
Fair value of plan assets	—	—
Funded status [Surplus / (Deficit)]	—	—
Experience (gain) / loss adjustments on plan liabilities	(244,828)	50,751
Experience (gain) / loss adjustments on plan Assets	—	—

(e) The principal actuarial assumptions at the balance sheet date are as follows:

Particulars	As at 31st March 2014	As at 31st March 2013
Discount rate	9.32%	8.25%
Expected rate of return on plan assets	0.00%	0.00%
	Indian Assured Lives	Indian Assured Lives
	Mortality (2006-08)	Mortality (2006-08)
Mortality table	Ultimate	Ultimate
Salary escalation	5.00%	5.00%
Attrition rate	2.00%	2.00%
proportion of employee opting for early retirement	1% to 2%	1% to 2%

(The estimates of future salary increase considered in actuarial valuation takes account of inflation, seniority, Promotion and other relevant factors such as supply and demand in the employment market)

(The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations).

1. Method of Valuation: Projected Unit Credit Method

2. The cost related to gratuity is based on an actuarial valuation, the actuarial valuation was made at the end of the year.



33 The disclosure requirement as per Accounting Standard 17 "Segment Reporting" is:

(Amt. in ₹)

Sr. No.	PARTICULARS	2013-14			2012-13		
		Laminate Division	Rexine Division	Consolidated	Laminate Division	Rexine Division	Consolidated
I	BUSINESS SEGMENT						
1	Segment Revenue						
	External sales	250755192	183391658	434146850	265700199	191962527	457662726
	Inter - Segment Sales	200		200	6050	0	6050
		250755392	183391658	434147050	265706249	191962527	457668776
	Less: Inter - Segment Sales	200	0	200	6050	0	6050
	Total Revenue	250755192	183391658	434146850	265700199	191962527	457662726
2	Results						
	Segmental Results before Interest	16821014	18584292	35405306	25750477	39813977	65564454
	Interest Expenses			15015104			15854741
	Unallocable Corporate Expenditure			10147545			39964839
	Unallocable Interest Income			590717			422753
	Unallocable other Income			169279			1377260
	Profit after Interest			11002653			11544887
	Extraordinary Items						0
	Current Tax			3000000			3100000
	Income Tax for Earlier Years			31668			
	Deferred Tax			476082			464910
	Net Profit after Tax			7494903			7979977
3	Other Information						
	Segment Assets	282601916	95962965	378564880	236927252	96047710	332974962
	Unallocable Assets			35350300			51286269
	Segment Liabilities	79868410	26777324	106645734	83636157	19835320	103471477
	Unallocable Liabilities			307269446			173931433
	Capital Expenditure	9311285	0	9311285	9153154	284937	9438091
	Including CWIP						
	Unallocable Capital Expenditure			4850925			
	Including CWIP						
	Depreciation	5023025	1356950	6379975	5610981	1390287	7001268
	Unallocable Depreciation			508253			0
II	GEOGRAPHICAL SEGMENT						
	Revenue						
	India	190269901.00	127990011.00	318259912.00	218007160	130357014	348364174
	Outside India	60485291.00	55401647.00	115886938.00	47693039	61605513	109298552

Note:

- Geographical segment considered for disclosure are as follows:
Revenue within India includes sales to customers located within India.
Revenue outside India includes sales to customers located outside India.
- The company has allocated expenses in the Current Year as far as possible between unit I, unit II & administration unit, which till last year was charged to unit I and then direct expenses were allocated to specific unit hence the figures of both the years are not comparable.

**34 RELATED PARTY TRANSACTIONS**

(a) List of Related parties and their relationship

Sr. No.	Name of the Related parties	Relationship
1	Neha Vinit Jain	Key Management Personnel
2	Vijaipal B.Jain	Key Management Personnel
3	Ajay M. Jain	Key Management Personnel
4	Vikas Jain	Key Management Personnel
5	Abhay M. Jain	Key Management Personnel
6	Saket Jain	Key Management Personnel
7	Sh. Rajendraprasad Jain	Key Management Personnel
8	Milton Exports India Pvt. Ltd.	Sister concern
9	Heritage Décor Ltd.	Sister concern
10	Archana Fab Pvt Ltd.	Sister concern
11	Milton Exports	Associate Concern
12	Bhagmal Birbal Jain	Associate Concern
13	Gurjimal Ulfatrai Jain	Associate Concern
14	Dharampal A.Jain	Associate Concern
15	Haranamdas Trading Co.	Associate Concern
16	Saket Jain - Huf	Karta is Key Management Personnel
17	Abhaybhai Jain - Huf	Karta is Key Management Personnel
18	Ajay M. Jain - Huf	Karta is Key Management Personnel
19	Vijaipal Jain - H.U.F.	Karta is Key Management Personnel
20	Vikas Jain Huf	Karta is Key Management Personnel
21	Smt.Gargi Jain	Relatives of Key Management Personnel
22	Smt.Sulochana Jain	Relatives of Key Management Personnel
23	Abha Jain	Relatives of Key Management Personnel
24	Bhaumik Jain	Relatives of Key Management Personnel
25	Archana Jain	Relatives of Key Management Personnel
26	Babita Jain	Relatives of Key Management Personnel
27	Dayawati Jain	Relatives of Key Management Personnel
28	Himanshu Jain	Relatives of Key Management Personnel
29	Niketa Jain	Relatives of Key Management Personnel
30	Nisha Jain	Relatives of Key Management Personnel
31	Priti Jain	Relatives of Key Management Personnel
32	Prerit Kumar Jain	Relatives of Key Management Personnel
33	Suneet Jain	Relatives of Key Management Personnel
34	Vinit Jain	Relatives of Key Management Personnel
35	Dharampal Jain Huf	Karta is Relatives of Key Management Personnel
36	Mahipal Singh Jain (Huf) (M)	Karta is Relatives of Key Management Personnel



(b) Transactions with the Related Parties

Sr. No.	Nature of Transactions (Excluding Reimbursement)	Key Management Personnel	Sister Concerns	Associate Concerns	Relatives of Key Management Personnels	Karta is Key Management Personnel	Karta is Relatives of Key Management Personnels
1	Issue of Equity Shares	-	-	-	-	-	-
2	Rent Received	(153,760)	-	-	(12,100,000)	-	-
3	Purchase of Goods	-	(180,000)	-	-	-	-
4	Purchase of Capital Goods	-	410,191	-	-	-	-
5	Sale of Goods	-	(3,474,370)	-	-	-	-
6	Interest Income	-	(573,076)	-	-	-	-
7	Interest Expenses	248,704	277,398	294,040	870,063	215,955	106,506
8	Salary Paid	(138,920)	(183,953)	(296,588)	(1,465,499)	(182,767)	(95,084)
9	Remuneration Paid	300,000	-	-	-	-	-
10	Loans / Advance Given / Repaid	(300,000)	-	-	-	-	-
11	Fixed Deposit / Loan Received	3,600,000	-	-	-	-	-
12	Receivables at the end of the year	(3,600,000)	-	-	-	-	-
13	Payables at the end of the year	500,790	4,220,106	432,710	2,650,000	1,020,000	250,000
		(199,660)	(6,472,331)	(12,743)	(12,100,000)	-	-
		3,165,790	3,630,521	7,710	5,074,216	-	-
		(2,790,900)	(9,887,250)	-	(100,000)	-	-
		-	28,564	-	-	-	-
		-	(1,466,947)	-	-	-	-
		6,413,109	3,777,008	5,044,949	17,060,927	4,424,951	2,016,153
		(3,511,218)	(5,173,139)	(5,205,315)	(13,853,352)	(3,210,591)	(1,670,298)

**35 Contingent Liability & Commitments**

(₹ in Lakhs)

PARTICULARS	As at 31st March 2014	As at 31st March 2013
Contingent Liabilities in respect of		
a. Claims against the company not acknowledged as debts	140.86	140.86
b. Letters of Credit opened and guarantee given by the bank in favour of parties and govt. authorities	102.98	49.35
c. Buyers Credit	66.02	192.70
	309.86	382.91
Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances)	254.59	0.00
	254.59	0.00

36 NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH 2014

- The Company changed its name on 03.04.2007 from M/s. Milton Laminates Ltd. to M/s Milton Industries Ltd.
- Valley Veltette Pvt. Ltd. (VVPL) engaged in the business of manufacturing Coated Fabrics cloth is amalgamated with the Company with effect from April 1, 2008 in terms of Amalgamation (Scheme) sanctioned by the Hon'ble High Court of Gujarat vide its order dated 28/08/2009. The said Scheme came into effect from 25/09/2009 being effective date and pursuant thereto all assets, estates, title, interests, authorities, debts, out standings, credits, liabilities have been transferred to and vested in the Company retrospectively with effect from the appointed date i.e. April 1, 2008.
 - Each shareholder of Transferor Company received three (3) equity shares of Rs. 10/- each (Rupees Ten each only) fully paid up in the capital of Transferee Company for every one (1) equity share/s of Rs. 10/- each fully paid up and held in the capital of transferor company. All shares issued and allotted ranked pari passu in all respects with the existing equity shares in the transferee company.
- The Company will make necessary adjustments on receipt of balance confirmations from the parties who have yet to send their confirmations.
- Depreciation for the year has been provided at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956 on Straight Line Method.
 - Depreciation on original cost of assets is charged to the Profit & Loss A/c.
 - Depreciation on enhanced value of assets due to revaluation is charged to Revaluation Reserve account.
- Previous year figures have also been reclassified to confirm to this year's classification.
- Significant accounting policies and practices adopted by the Company are disclosed in the statement annexed to these financial statement as Annexure I.

In terms of our report attached.

For, H. V. Vasa & Co.

Chartered Accountants

Firm Reg. No.131054W

-sd-

Tushar H. Vasa

Proprietor

Membership No. 16831

For and on behalf of the Board of Directors

Vijaipal Jain

Chairman -sd-

Abhay Jain

Director -sd-

Place : Ahmedabad

Date : 06/09/2014

Place : Ahmedabad

Date : 06/09/2014

**ANNEXURE - I****SIGNIFICANT ACCOUNTING POLICIES :****GENERAL**

Unless otherwise stated hereunder the financial accounts have been drawn up on historical cost convention.

BASIS OF ACCOUNTING

The Company prepares its financial statements on accrual basis in accordance with generally accepted accounting principles and comply with the accounting Standards referred to in Section 211(3C) of the Companies Act, 1956

SALES

The Sales includes excise duty, and is net of sales tax / VAT and other charges.

PROVISION FOR RETIREMENT BENEFITS

- a) Provident Fund is a defined contribution scheme and it is charged to revenue for the year when due.
- b) Gratuity is recognised on the basis of actuarial valuation made at the end of each year.

FIXED ASSETS

- a) Fixed assets are stated at cost or at revaluation.
- b) Depreciation for the year has been provided on Straight Line basis at the rate and method provided in Schedule XIV of the Companies Act, 1956
- c) Depreciation on cost is charged to Profit and Loss account and in respect of revaluation is charged to Revaluation Reserve.
- d) Projects under Commissioning and other capital work in progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

INVENTORIES

- a) Raw-material, stores are taken at cost (net of modvat credit)
- b) Stock-in-process valued at cost.
- c) Finished goods are valued at lower of the cost and net realisable value.
- d) Excise duty on goods manufactured by the company and remaining in inventory is included as a part of valuation of finished goods.

D.E.P.B. and DFRC (balance) licenses at market rate.

Export Incentives are accounted on Entitlement basis.

Investments are stated at cost.

FOREIGN CURRENCY TRANSACTIONS

- a) Foreign currency transactions during the year are recorded at rates of exchange prevailing on the date of transaction.
- b) Foreign currency assets & liabilities are translated in to rupees at the rate of exchange prevailing on the date of Balance sheet.
- c) All exchange differences are dealt with in the statement of Profit & Loss Accounts.
- d) Receivable in foreign currency are either represented by bills of exchange, which in many cases, are immediately discounted with bankers or accounted at realized amounts.

CONTINGENT LIABILITIES

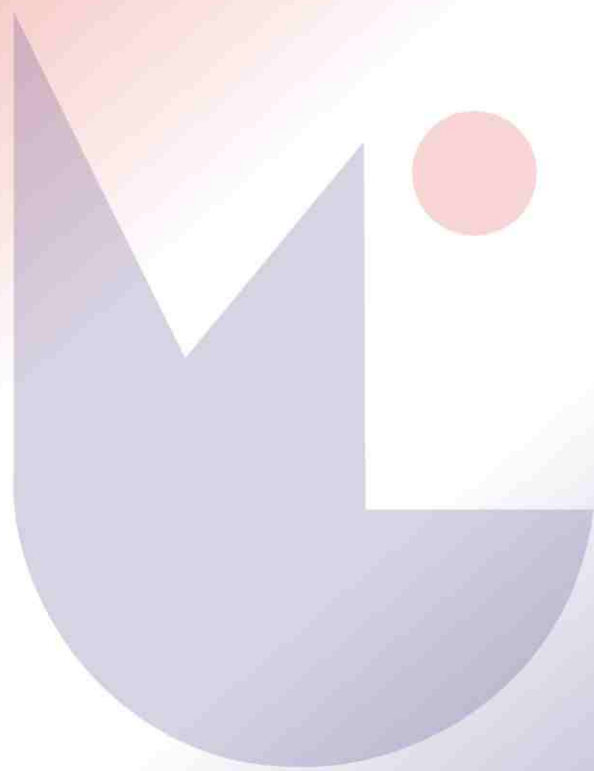
Contingent liabilities wherever material are provided for and Contingent liabilities not provided for in the accounts are referred to by way of notes to the accounts.

TAXATION

Provision for tax for the year comprises current income-tax determined to be payable in respect of taxable income and deferred tax being the tax effect of timing differences representing the difference between taxable income and accounting income that originate in one period, and are capable of reversal in one or more subsequent period(s)

PRELIMINARY EXPENDITURE

Expenses relating to Amalgamation of Companies are amortized in 5 installments commencing from the year of Amalgamation.




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