

## SYNTHIKO FOILS LIMITED

### **BOARD OF DIRECTORS:**

Mr. Ramesh Dadhia	:	Chairman and Managing Director
Mr. Bhavesh Dadhia	:	Whole Time Director
Mr. Dilip D. Punjabi	:	Independent Non-Executive Director

### **AUDITORS:**

M/s. Arvind & Company  
Chartered Accountants, Mumbai.

### **BANKERS:**

1. State Bank of India, Vile Parle (East)
2. Corporation Bank, Vile Parle (East)
3. Bassein Catholic Co-Op. Bank Limited, Bhayander (E)
4. State Bank of India, Jawhar
5. Jawhar Urban Co-Op. Bank Limited, Jawhar

### **REGISTERED OFFICE:**

84/1, 84/2, Jamsar Road,  
Jawhar, Thane-401603.

### **SHARE TRANSFER AGENT:**

**Purva Sharegistry India Pvt Ltd**  
9, Shiv Shakti Industrial Estate,  
Sitaram Mills Compound, J.R. Boricha Marg,  
Opp. Kasturba Hospital, Lower Parel (E),  
Mumbai - 400013

### **LISTING OF EQUITY SHARES:**

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

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## NOTICE

NOTICE IS HEREBY GIVEN THAT THE 27<sup>th</sup> ANNUAL GENERAL MEETING OF THE MEMBERS OF SYNTHIKO FOILS LIMITED WILL BE HELD ON SATURDAY THE 29<sup>TH</sup> SEPTEMBER, 2012 AT 11.30 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT 84/1, 84/2, JAMSAR ROAD, JAWHAR - 401603, DIST - THANE TO TRANSACT THE FOLOWING BUSINESS:

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### ORDINARY BUSINESS:

1. To receive, consider and adopt the audited accounts for the year ended **March 31, 2012** along with notes and schedules thereon as on that date and the reports of Directors and Auditors thereon.
2. To reappoint M/s. Arvind & Company, auditor of the Company to hold office from the conclusion of this Annual General Meeting, until the conclusion of the next Annual General Meeting and to fix their remuneration.
3. To appoint Director in place of Mr. Dilip Punjabi who retires by rotation and eligible offers himself for re-appointment.

ON BEHALF OF THE BOARD  
FOR SYNTHIKO FOILS LIMITED

SD/-

RAMESH DADHIA  
MANAGING DIRECTOR

DATE: AUGUST 30, 2012

PLACE: JAWHAR

### 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 and such proxy need not be a member of the company.
2. The proxies, in order to be effective must be duly stamped and signed and should be deposited with the company not less than 48 hours before the time fixed for the commencement of the meeting.
3. The Register of Members and Share Transfer Register in respect of equity shares of the Company will remain closed from **Saturday, the September 22, 2012 to Saturday, the September 29, 2011** (both days inclusive).
4. Members/Proxies are requested to produce the attendance slip duly signed, sent along with the Annual Report, for admission to the meeting hall and also requested to bring copies of Annual Report.

5. Corporate members are required to produce to the Company a duly certified copy of the Board Resolution, pursuant to section 187 of the Companies Act, 1956, authorizing their representative to attend and vote at the AGM.
6. Members whose shareholding is in the electronic mode are requested to direct change of address notification and updation of Saving Bank Account details to their respective Depository Participants.
7. Members holding shares in physical form are requested to intimate to the Company's Registrar and Share Transfer Agent, Purva Sharegistry India Pvt. Ltd., 9, Shiv Shakti Industrial Estate, Sitaram Mills Compound, J.R. Boricha Marg, Opp. Kasturba Hospital, Lower Parel (E), Mumbai - 400013, the following:
  - a) Change in their address, if any, along with the pincode.
  - b) Request for consolidation of shareholdings in one account if share certificates are held in multiple accounts or joint accounts in identical order of names.
8. The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in Corporate Governance" by allowing paperless compliances by companies and has issued circulars stating that service of notice/documents including Annual Report can be sent by e-mail to members. To support this commendable initiative of MCA, company intend to implement the said initiative in full-fledged manner from subsequent general meetings and therefore seek members' support by requesting them to register their email address in respect of electronic holdings with their Depository through their concerned Depository Participants as early as possible. Members who hold shares in physical mode are requested to register their email address by addressing to Registrar and Transfer Agent, Purva Sharegistry India Pvt. Ltd., 9, Shiv Shakti Industrial Estate, Sitaram Mills Compound, J.R. Boricha Marg, Opp. Kasturba Hospital, Lower Parel (E), Mumbai - 400013.

**BY ORDER OF THE BOARD OF DIRECTORS**

**SD/-**

**PLACE: JAWHAR**  
**DATE: AUGUST 30, 2012**

**RAMESH DADHIA**  
**CHAIRMAN & MANAGING DIRECTOR**

## DIRECTORS' REPORT

**TO,  
THE MEMBERS,  
SYNTHIKO FOILS LIMITED**

Your Directors have great pleasure in presenting **27<sup>th</sup> Annual Report** along with the Audited Balance sheet and Profit and Loss Account for the year ended **March 31, 2012**.

### **1. FINANCIAL RESULTS:**

<b>Particulars</b>	<b>Year ended on 31-03-2012 Amount in Rs.</b>	<b>Year ended on 31-03-2011 Amount in Rs.</b>
Total Income	136,200,881	100,833,594
Depreciation	1,459,196	1,186,273
Net Profit/(Loss) before Tax	3,895,001	3,123,912
Less: Provision for Taxation	1,005,054	561,600
Net Profit/(Loss) after Tax	2,889,947	2,460,184
Balance b/f from Previous Year	7,397,117	4,936,932
Balance c/f to Balance Sheet	10,287,065	7,397,117

### **2. PERFORMANCE REVIEW:**

In the current financial year, your Company reported Turnover of Rs. 129,256,894/- (Rupees Twelve Crore Ninety Two Lacs Fifty Six Thousand Eight Hundred and Ninety Four only) as against Rs. 9,15,91,529/- (Rupees Nine Crore Fifteen Lacs Ninety One Thousand Five Hundred Twenty Nine only) in the financial year 2010-11. Due to increase in sales, your Company reported higher profit in comparison to the previous year. After making necessary provisions, the net profit after tax for the financial year 2011-12 stood at Rs. 2,889,947 (Rupees Twenty Eight Lacs Eighty Nine Thousand Nine Hundred Forty Seven Only) as against Rs. 24,60,184/- (Rupees Twenty Four Lacs Sixty Thousand One Hundred Eighty Four only) in the financial year 2010-11.

### **3. DIVIDEND:**

In view of financial position of the Company, your Directors do not recommend any dividend for the year 2011-2012.

### **4. DIRECTORS:**

Mr. Dilip D. Punjabi, Director of the Company, retires by rotation and being eligible offered himself for re-appointment. The Members are requested to re-appoint him in the ensuing Annual General Meeting.

### **5. FIXED DEPOSITS:**

The Company has not accepted public deposits within the meaning of section 58A of the Companies Act, 1956 and rules framed there under.

### **6. SUBSIDIARIES:**

Since the Company has no subsidiary, provisions of section 212 of the Companies Act, 1956 does not apply to the Company.

## **7. AUDITORS:**

M/s. **Arvind & Company**, Chartered Accountants, and statutory auditors of your company hold office until the conclusion of the forthcoming Annual General Meeting and have signified their willingness to be re-appointed and have further confirmed that their appointment if made shall be within the limits specified under Section 224 (1B) of the Companies Act, 1956.

In view of the above members are requested to re-appoint M/s. Arvind & Company as statutory auditors from the conclusion of ensuing Annual General Meeting till the conclusion of next Annual General Meeting.

## **8. PARTICULARS OF EMPLOYEES:**

There were no employees who were in receipt of the remuneration in excess of the limits as set out in the provisions of section 217(2A) of the Companies Act, 1956 and rules made thereunder.

## **9. PARTICULARS OF CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION:**

Further, the details of total energy consumption and energy consumption per unit of production in the prescribed format under Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is enclosed as **Annexure A** to this report.

## **10. FOREIGN EXCHANGE EARNINGS AND OUTGOINGS:**

The details of the foreign exchange transactions are given below:

Particulars	(Rupees in Lacs)	
	2011-2012	2010-2011
Total Foreign Exchange Earned	Nil	Nil
Total Foreign Exchange Used	459.36	272.99

## **11. CORPORATE GOVERNANCE REPORT:**

The corporate governance code is mandatory for the listed company having paid-up capital of Rs. 3,00,00,000/- (Rupees Three Crores) or more. Since the paid up capital of the Company as on March 31, 2012 is Rs. 85,71,000/- (Rupees Eighty Five Lacs Seventy One Thousand only) i.e. below the aforesaid limit, the Corporate Governance code is not mandatory to the Company.

## **12. COMPLIANCE CERTIFICATE:**

Compliance Certificate as required under Section 383A of the Companies Act, 1956 prepared and issued by HS Associates, Company Secretaries in Practice is annexed to this report as **Annexure B**.

## **13. DIRECTORS RESPONSIBILITY STATEMENT**

The Board of Directors hereby confirms:

- i. That in the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the

financial year and of the financial year and of the Profit or Loss of the Company for that period.

- iii. That the Directors have taken proper and sufficient care for the maintenances of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the Directors have prepared the Annual accounts on a going concern basis.

**14. STOCK EXCHANGE REQUIREMENTS:**

Being listed at The Bombay Stock Exchange Limited, your company has paid listing fees till March, 2013.

**15. ACKNOWLEDGEMENT**

Your Directors take this opportunity to place on record, gratitude for corporation and support received from their Banker, various departments and agencies of Central and State Government and dedication and commitment of the staff at all levels.

**ON BEHALF OF THE BOARD  
FOR SYNTHIKO FOILS LIMITED**

**SD/-**

**RAMESH DADHIA  
CHAIRMAN & MANAGING DIRECTOR**

**PLACE: JAWHAR  
DATE: AUGUST 30, 2012**

**ANNEXURE A**

**POWER AND FUEL CONSUMPTION**

<b>Sr. No.</b>	<b>Particulars</b>	<b>Current year</b>	<b>Previous year</b>
1.	<b>Electricity Utilization</b>		
a)	Purchased		
	Unit	1,40,832	96,413
	Total Amount	13,53,718	7,66,951
	Rate/Unit	9.61	7.95
b)	Own Generation		
(i)	Through diesel generator		
	Units	16,685.63	18,996.86
	Units per ltr. of diesel oil	7,33,000	7,31,860.84
	Cost/unit	43.93	38.52
(ii)	Through fuel		
	Units	4,40,850	2,96,790
	Units per ltr. Of fuel oil/gas	15,63,306	9,54,071
	Cost/unit	3.54	3.21

**ON BEHALF OF THE BOARD  
FOR SYNTHIKO FOILS LIMITED**

**SD/-**

**RAMESH DADHIA  
CHAIRMAN & MANAGING DIRECTOR**

**PLACE: JAWHAR  
DATE: AUGUST 30, 2012**

COMPLIANCE CERTIFICATE

CIN of the Company: **L27200MH1984PLC033829**

Nominal Capital: **Rs.1,00,00,000/-**.

**TO  
THE MEMBERS,  
SYNTHIKO FOILS LIMITED**

We have examined the registers, records, books and papers of **SYNTHIKO FOILS LIMITED** (the "Company") as required to be maintained under the Companies Act, 1956, (the "Act") and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on **31<sup>st</sup> March, 2012** ("financial year"). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in **Annexure 'A'** to this Certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has filed forms and returns as stated in **Annexure 'B'** to this Certificate, with the Registrar of Companies within the time prescribed under the Act and the rules made there under and wherever the documents are filed late, the additional filing fees have been paid.
3. The Company being a Public Limited Company has the minimum prescribed paid-up capital.
4. The Board of Directors duly met **6 (Six)** times on April 1, 2011, May 13, 2011, August 12, 2011, August 29, 2011, November 14, 2011 and February 11, 2012 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company had closed its Register of Members and Share Transfer Book from Tuesday, 27<sup>th</sup> September, 2011 to Thursday, 29<sup>th</sup> September, 2011 (both days inclusive).
6. The Annual General Meeting for the financial year ended on March 31, 2011 was held on September 29, 2011 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year ended.
8. The Company has given guarantee to Partnership firm for a loan taken by the firm from a Bank, in which Company is 50% partner and director is interested, without complying with the provisions of Section 295 of the Act.



9. The Company has duly complied with the provision of Section 297 of the Act in respect of contracts specified in that section.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.
12. The Company has issued duplicate share certificates in respect of 200 shares during the financial year.
13. The Company:
  - (i) Has duly delivered share certificates on transfers of 17500 shares and transmission of 600 shares. However, there was no allotment during the year under review.
  - (ii) Was not required to deposit any amount in a separate Bank Account as no dividend was declared during the financial year;
  - (iii) Was not required to post warrants to any members of the Company as no dividend was declared during the financial year;
  - (iv) Was not required to transfer the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon, which have remained unclaimed or unpaid for a period of seven years, required to be transferred to the Investor Education and Protection Fund (IEPF) as there was no such amount lying in the Books of Accounts of the Company to be transferred so;
  - (v) Has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of Additional Directors, Alternate Directors and Directors to fill in the casual vacancy during the financial year.
15. There was no appointment of Managing Director/Whole Time Director during the financial year.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company was required to obtain approval of the Central Government pursuant to Section 295 of the Companies Act, 1956, other than this no approval was required of Company Law Board, Regional Director, Registrar of Companies and/or such authorities prescribed under the various provisions of the Act.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.

21. The Company has no preference share capital or debentures and as such there was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance, the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited or accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The amount borrowed by the Company from Directors, Members, Public financial Institutions, Banks, and others during the financial year ending 31<sup>st</sup> March, 2012 are duly complied with the section 293(1)(d) of the Act.
25. The Company has made loans and investments or given guarantees or provided securities in other bodies corporate in compliance of the provisions of section 372A of the Act and has made necessary entries in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum of Association with respect to the situation of the Company's registered office from one state to another during the financial year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the financial year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to the name of the Company during the financial year under scrutiny.
29. The Company has not altered the provisions of the Memorandum of Association with respect to the share capital of the Company during the financial year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines and penalties or any other punishment imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The provisions of Section 418 of the Act are not applicable to the Company during the financial year.

**PLACE: MUMBAI**  
**DATE: AUGUST 30, 2012**

**SIGNATURE**

**SD/-**

**HEMANT SHETYE**  
**PARTNER**  
**HS ASSOCIATES**  
**C.P. No.: 1483**

**ANNEXURE "A"**

**REGISTERS AND RECORDS MAINTAINED BY THE COMPANY**

- a) Register of members under Section 150.
- b) Index of members under Section 151.
- c) Register of Transfer.
- d) Registers and Returns under Section 163.
- e) Register of Contracts under Section 301.
- f) Register of Directors, Managing Director, manager and secretary under Section 303.
- g) Register of Directors' shareholdings under Section 307.
- h) Register of charges under Section 143.
- i) Register of Share application and allotment.
- j) Minutes Book under Section 193.
- k) Books of Account under Section 209.
- l) Register of Investments, Loans and Guarantees under section 372A.

**ANNEXURE "B"**

**FORMS AND RETURNS AS FILED BY THE COMPANY WITH THE REGISTRAR OF COMPANIES, DURING THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2012**

<b>Sr. No</b>	<b>E-Form</b>	<b>Section</b>	<b>Date of Filing</b>	<b>Particulars</b>
1.	Form 32	Sec 303(2), 264(2) and 266(1)(b)(iii)	30.04.2011	Filing of Form 32 on account of resignation of Mr. Sunil Bang from the directorship.
2.	Form 8	Sec 135	23.05.2011	Modification to Charge Id no. 90241393
3.	Form 66	Sec 383A	19.10.2011	Filing of Compliance Certificate for the financial year ended March 31, 2011
4.	Form 23AC & ACA	Sec 220	30.12.2011	Filing of Balance sheet and Profit and loss Account for financial year ended March 31, 2011
5.	Form 20B	Sec 159	28.11.2011	Filing of Annual return for the year 2011

**PLACE: MUMBAI  
DATE: AUGUST 30, 2012**

**SIGNATURE**

**SD/-**

**HEMANT SHETYE  
PARTNER  
HS ASSOCIATES  
C.P. No.: 1483**

## AUDITORS' REPORT

To The Members of M/S SYNTHIKO FOILS LTD.

1. We have audited the accompanying financial statements of **M/s SYNTHIKO FOILS LTD.** which comprises the Balance Sheet as at **31<sup>st</sup> March 2012** and the statement of Profit and Loss and Cash Flow Statement for the year then ended, and the significant accounting policies and other explanatory information. 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 conducted our audit in accordance with 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 from material misstatement. An audit includes examining, on 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 as amended by Companies (Auditors' Report) (Amendment) Order 2004, issued by the Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
4. Further to our comments in annexure referred to in Para-3 above, we report that:
  - a) We have obtained all the information & explanations which to the best of our knowledge & belief were necessary for the purposes of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The Balance Sheet, statement of profit & loss & 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 dealt with by this report comply with the Accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
  - e) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read with the significant accounting policies and the explanatory notes thereon, 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 principles generally accepted in India:
    - i. In the case of Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2012,
    - ii. In the case of statement of profit and loss of the profit for the year ended on that date and

iii. In the case of cash flow statement, of the cash flow for the year ended on that date.

PLACE: MUMBAI  
DATE: AUGUST 30, 2012

For **ARVIND & COMPANY**  
*Chartered Accountants*  
Firm Reg. No. 100569W

SD/-

**GAURANG A. PATEL**  
(Partner)  
M. No. 36700

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**ANNEXURE TO THE AUDITOR'S REPORT**

**Referred to in Paragraph (3) of our report of even date**

1. a) The Company has maintained proper records showing full particulars, including quantitative details & situation of fixed assets.  
b) The fixed assets are physically verified by the management over a period of three years which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. And no material discrepancies were noticed on such verification.  
c) During the year, there was no substantial disposal of Fixed Assets.
2. a) The Company has carried out a physical verification of raw material, finished goods, and stores and spares as at 31<sup>st</sup> March 2012. In our opinion, the frequency of verification is reasonable. The physical verification of raw materials and finished goods was carried out on technical measurement basis.  
b) In our opinion, the procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.  
c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and the same have been properly dealt with in the books of account.
3. a) The Company has not granted any loan (secured or unsecured) to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.  
b) The Company has taken loans from directors covered in the Register maintained under Section 301 of the Companies Act, 1956. In our opinion, other terms and conditions on which these loans have been taken are not prima facie prejudicial to the interest of the Company. As at the year end, the outstanding balance of such loans aggregated to Rs.91.92 lacs. The maximum amount outstanding during the year, aggregated to Rs.112.92 lacs.

4. In our opinion and according to the information and explanations given to us, there are generally adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of audit, no major weakness has been noticed in these internal controls.
5. a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements under section 301 of the Companies Act, 1956 have been so entered.
6. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered into the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are generally reasonable considering the strategic relationship and having regard to the prevailing market prices at the relevant time.
7. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year.
8. In our opinion, the Company has an internal audit system which requires strengthening in commensurate with its size and the nature of its business.
9. The Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Company Act, 1956 for any of the products of the Company.
10. a) According to the information and explanations given to us, the Company generally regular in depositing with appropriate authorities undisputed statutory dues including investor education and protection fund, income tax, sales – tax, wealth tax, service tax, custom duty, excise duty, education cess and other statutory dues applicable to it.
  - b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty were outstanding as at 31<sup>st</sup> March, 2012, for a period of more than six months from the date they became payable.
  - c) According to the information and explanations given to us, there are no dues on Account of Sales Tax, Income Tax, Wealth Tax Custom Duty, Excise Duty and Cess that have not been deposited with the appropriate authorities on account of dispute.
11. The Company does not have accumulated losses at the end of the financial year. Moreover it has not incurred cash losses in the current year and in the immediately preceding financial year.
12. According to the information and explanations given to us, the Company has not defaulted in repayment of dues to the financial institution or bank.
13. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

14. In our opinion, the Company is not a Chit fund and Nidhi / Mutual benefit fund Society. Therefore the provisions of the Clause 4 (xiii) of the order are not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in shares, securities, debentures or other investments. Accordingly, the provisions of Clause 4 (xvi) of the order are not applicable to the Company.
16. According to the information and explanations given to us and the representations made by the management, the Company has given guarantee for loans from Bank taken by Samriddhi Foils in which the Company is 50% partner.
17. The Company has not taken fresh term loans during the year.
18. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis which have been used for long term investment. No funds have been raised on long term basis.
19. The Company has not made preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956, during the year.
20. The Company has not issued any debentures.
21. The Company has not raised any money through a public issue during the year.
22. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of audit.

**PLACE: MUMBAI**  
**DATE: AUGUST 30, 2012**

*For* **ARVIND & COMPANY**  
*Chartered Accountants*  
**Firm Reg. No. 100569W**

**SD/-**  
**GAURANG A. PATEL**  
**(Partner)**  
**M. No. 36700**

**M/S SYNTHIKO FOILS LTD.**  
**BALANCE SHEET AS AT 31ST MARCH, 2012**

PARTICULARS		Refer Note No.	In Rupees	
			31-Mar-12	31-Mar-11
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	<b>2</b>	8,571,000	8,571,000
	(b) Reserves and surplus	<b>3</b>	12,115,065	9,225,117
<b>2</b>	<b>Non-current liabilities</b>			
	Long-term borrowings	<b>4</b>	13,670,850	13,483,088
	Deferred tax liabilities (net)		2,214,757	1,959,703
	Long term provision	<b>5</b>	521,712	413,869
<b>3</b>	<b>Current liabilities</b>			
	Short term borrowing	<b>6</b>	16,100,797	15,546,717
	Trade Payables	<b>7</b>	25,719,684	23,888,240
	Other current liabilities	<b>8</b>	3,084,430	1,716,860
	Short-term provisions	<b>9</b>	1,319,117	1,020,080
	<b>TOTAL</b>		<b>83,317,412</b>	<b>75,824,674</b>
<b>II.</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>			
	Fixed assets			
	(i) Tangible assets	<b>10</b>	20,579,262	20,303,070
	(ii) Intangible assets		-	-
	Capital work in progress		-	511,000
	Non current Investment	<b>11</b>	4,637,255	4,071,241
	Long term loan and advances	<b>12</b>	822,150	822,150
<b>2</b>	<b>Current assets</b>			
	Inventories	<b>13</b>	6,706,182	11,565,956
	Trade receivables	<b>14</b>	37,134,474	27,393,216
	Cash and cash equivalents	<b>15</b>	6,990,972	4,178,511
	Short-term loans and advances	<b>16</b>	6,447,117	6,979,531
	<b>TOTAL</b>		<b>83,317,412</b>	<b>75,824,674</b>
	<b>Significant accounting policies</b>	<b>1</b>		
	<b>Notes are an integral part of these financial statements</b>			
This is the Balance Sheet referred to in our Report of even date.				
<b>For ARVIND &amp; COMPANY</b>		<b>For SYNTHIKO FOILS LTD.</b>		
Chartered Accountants				
<hr style="width: 20%; margin-left: 0;"/> <b>G.A.PATEL</b> Partner Membership No:36700 Firm No. :-100569W Mumbai, 30th August 2012		<b>Ramesh Dadhia</b> Director	<b>Bhavesh Dadhia</b> Director	



**M/S SYNTHIKO FOILS LTD.**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2012**

Particulars		Refer Note No.	In Rupees	In Rupees
			Year Ended 31-Mar-2012	Year Ended 31-Mar-2011
I.	Revenue from operations	17	129,256,894	91,591,529
II.	Other income	18	6,943,987	9,242,065
<b>III</b>	<b>Total Revenue (I + II)</b>		136,200,881	100,833,594
IV.	Expenses:			
	Cost of materials purchased	19	103,578,237	76,459,906
	Manufacturing expenses	20	5,680,911	4,616,791
	Changes in inventories	21	4,859,774	5,534,914
	Employee benefits expense	22	5,353,637	3,535,041
	Finance costs	23	3,877,064	3,216,441
	Depreciation and amortization expense	10	1,459,196	1,186,273
	Other expenses	24	7,497,061	3,160,316
	<b>Total expenses</b>		132,305,880	97,709,682
<b>V.</b>	<b>Profit before exceptional and extraordinary items and tax (IV-III)</b>		3,895,001	3,123,912
VI.	Tax expense:			
	(1) Current tax		750,000	561,600
	(2) Earlier Year tax			10,018
	(3) Deferred tax		255,054	92,110
			<b>1,005,054</b>	663,727
<b>VII</b>	<b>Profit (Loss) for the period from continuing operations (VI-V)</b>		2,889,947	2,460,185
VIII	Earnings per equity share:			
	(1) Basic		3.46	2.94
	(2) Diluted		3.46	2.94
<b>Significant accounting policies</b>		1		

**Notes are an integral part of these financial statements**

**This is the statement of Profit & Loss referred to in our Report of even date.**

**For ARVIND & COMPANY**  
Chartered Accountants

**For SYNTHIKO FOILS LTD.**

\_\_\_\_\_  
**G.A.PATEL**  
Partner  
Membership No:36700  
Firm No. :-100569W  
Mumbai, 30th August 2012

**Ramesh Dadhia**  
Director

**Bhavesh Dadhia**  
Director

## SCHEDULE - 1

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

#### A. SIGNIFICANT ACCOUNTING POLICIES:

- 1) Accounting Policies: The Company follows accrual system of accounting except those with significant uncertainties.
- 2) Fixed Assets: Fixed Assets are stated at cost less depreciation inclusive of rates, duties & taxes and other incidental expenses.
- 3) Depreciation: Depreciation on fixed assets is provided on Straight Line Method basis in accordance with Schedule XIV to the Companies Act, 1956.
- 4) Investments: Investments are stated at cost of acquisition.
- 5) Inventories: Raw Materials have been valued at cost. Finished goods and work in progress is valued at lower of cost (excluding excise) or market price.
- 6) Sales: Sales are recognized on passing of property by goods basis.
- 7) Gratuity: Gratuity is calculated on the basis of 26 days' basic pay as per the provisions of the Income Tax Act, 1961. However, the company does not get the valuation done from the actuaries as of yet. The valuation is done by the management.
- 8) Taxation:
  - a. Provision for current income tax is made as per working under the Income Tax Act, 1961.
  - b. Deferred tax is recognized as timing difference; being the difference between taxable incomes and accounting income that originate in one period and are capable of reversing in one or more subsequent periods.
- 9) Inter Unit Sales & Purchases are adjusted in Accounts.

#### B. NOTES TO ACCOUNTS:

- 10) Excise Duty on closing stock: The Company follows the practice of not providing for excise duty on finished goods materials not cleared from the factory premises. Consequently the said practice has no effect on the Profit & Loss Account for the year.
- 11) Remuneration to directors: Remuneration to Executive Director Rs.8,40,000/- & Rs.8,40,000/- who is in Whole-time Employment of the Company. However the permission of Central Government is yet to be obtained.
- 12) Particulars regarding Capacity, Production and Stocks and Material consumed:

### A. Capacity

The Company does not need industrial license for production hence figures relating to licensed and installed capacity is not required.

### B. Production

(As certified by the Executive Director)

PARTICULARS	2011-2012	2010-2011
	Qty (M. T)	Qty (M. T)
Aluminum Foils & Packaging	598.38	449.38

### C. Stocks

PARTICULARS	2011-2012		2010-2011	
	Qty(M. T)	Value (in Lacs)	Qty (M. T)	Value (in Lacs)
Opening Stock	74.93	115.56	108.56	171.00
Closing Stock	41.42	67.06	74.93	115.56

### D. Sales

PARTICULARS	2011-2012		2010-2011	
	Qty(M. T)	Value (in Lacs)	Qty (M. T)	Value (inLacs)
Aluminum Foils & Packaging	598.38	1292.57	449.38	915.91

### E. Raw Material Consumed

PARTICULARS	2011-2012		2010-2011	
	Qty(M. T)	Value (in Lacs)	Qty(M. T)	Value (inLacs)
	648.27	1035.78	556.69	819.93

### 13) Raw Material Consumed:

(Rupees in Lacs)

PARTICULARS	2011-2012		2010-2011	
	Value	%	Value	%
Imported	459.36	44.35	272.99	33.29

Indigenous	576.42	55.65	<b>546.94</b>	<b>66.71</b>
	<b>1035.78</b>	<b>100.00</b>	<b>819.93</b>	<b>100.00</b>

14) Stores & Spares Consumable

(Rupees in Lacs)

PARTICULARS	2011-2012		2010-2011	
	Value	%	Value	%
Indigenous	NIL	NIL	NIL	NIL

( Rupees in Lacs)

**2011-2012**                      **2010-2011**

15) a) C.I.F. Value of Imports:		
Raw Materials	459.36	<b>272.99</b>
b) F.O.B Value of Exports:	-Nil-	-Nil-

16) In the opinion of the management Fixed Assets, Current assets, Loans & advances and Current Liability and Provisions are at net realizable value in the ordinary course of business.

17) Inventories are valued and certified by the management in respect of quality, quantity and value.

18) The Company has not appointed full time Company Secretary as required under the Company Act of 1956, but efforts are being made to recruit someone, if available within the Company's norms.

19) Company is contingently liable to pay Import and Inland Letter of Credit of Rs.1,23,48,725.02

(Rupees in Lacs)

20) <u>Payment to Auditors:</u>	<b>2011-2012</b>	<b>2010-2011</b>
Audit & Tax Audit Fees (Including service tax)	0.88	0.72
In Other Capacity	5.62	-

Related Party Disclosures:

(In accordance with Accounting Standard 18 issued by the Institute of Chartered Accountants of India.)

Directors Remuneration:

	<b>(Rupees in Lacs)</b>	
	<b>2011-2012</b>	<b>2009-2010</b>
1. Mr. Rameshchandra J. Dadhia	8.40	4.80
2. Mr. Bhavesh R. Dadhia	8.40	4.80
	=====	====
	16.80	9.60
	=====	====

**ESSEF LAMINATES**

(Proprietor of the Firm Related to all the Directors)

	<b>(Rupees in Lacs)</b>	
	<b>2011-2012</b>	<b>2010-2011</b>
Purchase	40.20	0.53
Job work	57.07	70.16
Sales	161.39	76.36

21) As regards the Accounting Standard 17 'Segment Reporting' there is neither more than one business segment nor more than one geographical segment, segment information as per AS - 17 is not required to be disclosed.

22) The company does not possess information as to which of its suppliers is small scale Industrial undertakings holding permanent registration certificate issued by the relevant authorities. Consequently, the liability, if any, of interest which would be payable on delayed payments under Small Scale and Ancillary Industrial Undertakings Act, 1993, of India cannot be ascertained. However, the Company has not received any claim in respect of such interest. In view of the above, outstanding dues to Small - scale industrial undertaking cannot be ascertained.

23) The balances of secured and unsecured loans, sundry debtors, sundry creditors, current liabilities, loans, and advances are subject to confirmation and reconciliation. Adjustments, which may arise on receipts of confirmation and completion of reconciliation, are not ascertainable at this stage.

24) Previous year figures are regrouped / rearranged / reclassified wherever necessary.

**For ARVIND & COMPANY**  
**Chartered Accountants**  
**Firm Reg. No. 100569W**

**SD/-**

**GAURANG A. PATEL**  
**(Partner)**  
**M. No. 36700**  
**August 30, 2012**

**FOR SYNTHIKO FOILS LIMITED**

**SD/-**

**Ramesh Dadhia**  
Managing director  
**August 30, 2012**

**SD/-**

**Bhavesh Dadhia**  
Whole Time director  
**August 30, 2012**

**M/S SYNTHIKO FOILS LTD.**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

<b>PARTICULARS</b>	<b>In Rupees</b>	<b>In Rupees</b>
	<b>31-Mar-12</b>	<b>31-Mar-11</b>
<b>NOTE 2 SHARE CAPITAL</b>		
<b><u>Authorised</u></b>		
10,00,000 Equity Shares of Rs. 10/- each	10,000,000	10,000,000
<b><u>Issued</u></b>		
8,70,000 Equity Shares of Rs.10/- each	8,700,000	8,700,000
<b><u>Subscribed &amp; Paid up</u></b>		
8,70,000 Equity Shares of Rs.10/- each fully paid	8,700,000	8,700,000
less: calls in arrears	129,000	129,000
<b>Total</b>	<b>8,571,000</b>	<b>8,571,000</b>

**NOTE 1 (i) :- The reconciliation of the number of share outstanding is set out below:**

<b>Particulars</b>	<b>Equity Shares</b>	
	<b>Number</b>	<b>Amount</b>
Shares outstanding at the beginning of the year	870,000	8,700,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	870,000	8,700,000

**NOTE 1(ii) :- The details of shareholders holding more than 5% shares:-**

<b>SR NO</b>	<b>Name of Shareholder</b>	<b>31-Mar-12</b>		<b>31-Mar-11</b>	
		<b>No. of Shares held</b>	<b>% of Holding</b>	<b>No. of Shares held</b>	<b>% of Holding</b>
1	TARADEVI J. DADHIA	105,000	12.07%	106,700	12.26%
2	RAMESH J. DADHIA	82,820	9.52%	82,820	9.52%
3	MAHESH J. DADHIA	44,300	5.09%	44,300	5.09%
		232,120	26.68%	233,820	26.88%

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

**NOTE 3 RESERVES AND SURPLUS**

<b>Particulars</b>	<b>In Rupees</b>	<b>In Rupees</b>
	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Government Grant	1,828,000	1,828,000
Surplus/(Deficit) in statement of Profit and Loss		
Balance at the beginning of the year	7,397,117	4,936,932
(+) Net Profit/(Net Loss) For the current year	2,889,947	2,460,185
Closing Balance	10,287,065	7,397,117
<b>Total</b>	<b>12,115,065</b>	<b>9,225,117</b>

**NOTE 4 LONG TERM BORROWING**

<u>Particulars</u>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
<b>Secured loan</b>		
<b>(a) Term loans</b>		
from banks	4,479,320	4,991,558
(Secured against Hypothecation of movable assets and plant & Machinery)		
<b>Unsecured loan</b>		
From Directors	9,191,530	8,491,530
(Subject to Confirmation)		
<b>Total</b>	<b>13,670,850</b>	<b>13,483,088</b>

**NOTE 5 LONG TERM PROVISION**

<u>Particulars</u>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Provision for Gratuity	521,712	413,869
<b>TOTAL</b>	<b>521,712</b>	<b>413,869</b>

**NOTE 6 SHORT TERM BORROWING**

<u>Particulars</u>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
<b>BANK OVERDRAFT</b>		
Hypothication/First Charge on Inventory cum	16,100,797	15,546,717
Book debts /Current Assets of the Company		
(Subject to Confirmation)		
<b>TOTAL</b>	<b>16,100,797</b>	<b>15,546,717</b>

**NOTE 7 TRADE PAYABLES**

<u>Particulars</u>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Sundry creditors for expenses	2,318,643	1,798,652
Sundry creditors for goods	23,401,042	22,089,587
<b>TOTAL</b>	<b>25,719,684</b>	<b>23,888,240</b>

**NOTE 8 OTHER CURRENT LIABILITIES**

<u>Particulars</u>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Advanced from customer	-	190,490
Duties and taxes	735,063	271,787
Outstanding expenses	2,327,097	1,028,054
Sundry creditors for fixed assets	22,270	226,529
<b>TOTAL</b>	<b>3,084,430</b>	<b>1,716,860</b>

**NOTE 9 SHORT TERM PROVISIONS**

<u>Particulars</u>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
(a) Provision for employee benefits	27,759	53,722
(b) Income Tax Provision	1,291,358	966,358
<b>Total</b>	<b>1,319,117</b>	<b>1,020,080</b>

## SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31/03/2012

SCHEDULE - E  
FIXED ASSETS

(Amount in rupees)

Particulars	Gross Blocks					Depreciation				Net Block	
	Rate	At Cost 01/04/2011	Addition During the Year	Deduction/ Adustment during the year	As At 31/03/2012	As At 01/04/2011	For the Year	Dedn. During the year	As At 31/03/2012	As At 31/03/2012	As At 31/03/2011
<b>TANGIBLE ASSETS</b>											
<b>UNIT I</b>											
Land	-	74,469	-	-	74,469	-	-	-	-	74,469	74,469
Building	3.34%	8,121,706	-	-	8,121,706	3,414,718	271,265	-	3,685,983	4,435,723	4,706,988
Plant & Machinery	4.75%	11,854,751	219,800	-	12,074,551	5,288,783	569,174	-	5,857,957	6,216,594	6,565,968
Laboratory Equipment	4.75%	88,386	-	-	88,386	29,529	4,198	-	33,728	54,658	58,857
Office Equipment	4.75%	417,420	-	-	417,420	99,615	19,827	-	119,442	297,978	317,805
Computers	16.21%	182,674	15,891	-	198,565	182,674	668	-	183,342	15,223	-
Furniture & Fixture	6.33%	2,279,270	-	-	2,279,270	646,011	144,278	-	790,289	1,488,981	1,633,259
Vehicles	9.50%	865,419	-	-	865,419	254,904	82,215	-	337,119	528,300	610,515
<b>UNIT II</b>											
Computer Vasai	16.21%	37,643	-	-	37,643	388	6,102	-	6,490	31,153	37,255
Electric Equipments	4.75%	173,315	-	-	173,315	3,604	8,232	-	11,836	161,479	169,711
Furniture Fixture	6.33%	88,592	-	-	88,592	367	5,608	-	5,975	82,617	88,225
Lab Equipments	4.75%	42,503	-	-	42,503	621	2,019	-	2,640	39,863	41,882
Plant & Machinery	4.75%	6,092,287	1,701,016	201,318	7,591,985	94,153	345,610	-	439,763	7,152,222	5,998,134
<b>TOTAL</b>		<b>30,318,435</b>	<b>1,936,707</b>	<b>201,318</b>	<b>32,053,824</b>	<b>10,015,367</b>	<b>1,459,196</b>	<b>-</b>	<b>11,474,563</b>	<b>20,579,262</b>	<b>20,303,070</b>
<b>Previous Year</b>		<b>23,571,457</b>	<b>6,746,978</b>	<b>-</b>	<b>30,318,435</b>	<b>8,829,092</b>	<b>1,186,273</b>	<b>-</b>	<b>10,015,365</b>	<b>20,303,070</b>	<b>14,742,366</b>
<b>Capital Work In Progress</b>										<b>-</b>	<b>3,162,252</b>
<b>Capital Advances</b>										<b>511,000</b>	<b>-</b>
<b>Total</b>										<b>21,090,262</b>	<b>23,465,322</b>



**NOTE 11 NON CURRENT INVESTMENT**

<b>Particulars</b>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Investment in m/s samriddhi foils	4,635,505	4,069,491
175 fully paid Shares of urban co. op bank ltd (f.v. 1000)	1,750	1,750
<b>Total</b>	<b>4,637,255</b>	<b>4,071,241</b>

**NOTE 12 LONG TERM LOANS AND ADVANCES**

<b>Particulars</b>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Electricity Security deposit	42,150	42,150
Factory Deposit	780,000	780,000
<b>Total</b>	<b>822,150</b>	<b>822,150</b>

**NOTE 13 INVENTORIES**

<b>Particulars</b>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Closing stock of Raw Material & Finished Goods	6,706,182	11,565,956
<b>Total</b>	<b>6,706,182</b>	<b>11,565,956</b>

**NOTE 14 Trade Receivable (Unsecured and considered good)**

<b>Particulars</b>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
For outstanding more than 6 months	1,580,445	1,987,198
Others	35,554,029	25,406,018
<b>Total</b>	<b>37,134,474</b>	<b>27,393,216</b>

**NOTE 15 CASH & CASH EQUIVALENTS**

<b>Particulars</b>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Balances with banks		
In Current Accounts	2,042,732	57,910
In Deposit Accounts*	4,899,047	3,979,821
Cash on hand	49,194	140,780
*Deposits are eared mark for LC Margin		
<b>Total</b>	<b>6,990,972</b>	<b>4,178,511</b>

**NOTE 16 SHORT TERM LOANS & ADVANCES**

<b>Particulars</b>	<b>31-Mar-12</b>	<b>31-Mar-11</b>
Advances to creditors	58,087	348,880
Balance with Revenue authority	6,369,630	6,598,251
Advance rent paid(zabir Sabir- vasai)	15,400	26,400
Prepaid factory license fees	4,000	6,000
<b>Total</b>	<b>6,447,117</b>	<b>6,979,531</b>

**M/S SYNTHIKO FOILS LTD.**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2012**

PARTICULARS	In Rupees	In Rupees
	For The Year Ended 31-Mar-2012	For The Year Ended 31-Mar-2011
<b>NOTE 17 REVENUE FROM OPERATIONS</b>		
Sales	129,256,894	91,591,529
<b>Total</b>	<b>129,256,894</b>	<b>91,591,529</b>
<b>NOTE 18 OTHER INCOME</b>		
Job work	5,989,314	7,303,143
Intrest on fixed deposite	354,694	281,065
Intrest on Income Tax Refund	-	34,397
Share in net profit from samriddhi Foil	566,014	964,329
DEPB Licence	33,965	-
Gain for Foreign Currency Exchange	-	654,635
Miscellaneous receipt	-	4,495
<b>Total</b>	<b>6,943,987</b>	<b>9,242,065</b>
<b>NOTE 19 :- COST OF MATERIALS PURCHASED</b>		
Purchases	103,578,237	76,459,906
<b>Total</b>	<b>103,578,237</b>	<b>76,459,906</b>
<b>NOTE 20 :-MANUFACTURING EXPENSES</b>		
Block & Design Exp.	226,331	160,412.00
Factory Rent	1,560,000	1,010,645
Diesel expenses	915,064	831,462.00
Repairs and maintainance	385,344	329,895
Other manufacturing Expense	2,594,172	2,284,377
<b>Total</b>	<b>5,680,911</b>	<b>4,616,791</b>
<b>NOTE 21 :- CHANGES IN INVENTORIES</b>		
Opening Stock of Raw Material & Finished Good	11,565,956	17,100,870
Closing Stock of Raw Material & Finished Goods	6,706,182	11,565,956
<b>Total</b>	<b>4,859,774</b>	<b>5,534,914</b>
<b>NOTE 22 EMPLOYEE BENEFITS</b>		
Salaries, Allowance & Others	3,673,637	2,560,210
Directors Remuneration	1,680,000	960,000
Staff welfare expenses	-	14,831
<b>Total</b>	<b>5,353,637</b>	<b>3,535,041</b>
<b>NOTE 23 FINANCE COSTS</b>		
Bank Interest	2,224,266	1,994,495
Bank charges	117,425	516,127
Interest on tempo loan	583	-
Intrest on term loan	767,879	410,517
Intrest on TDS Late Payment	5,863	-
L/C Intrest and commision charges	588,548	194,000
Loan processing fees	172,500	101,302
<b>Total</b>	<b>3,877,064</b>	<b>3,216,441</b>
<b>NOTE 24 OTHER EXPENSES</b>		
Loss from currency Exchange	983,193	-
Other Adminstrative expenses	995,437	1,161,329
Conveyance Expenses	896,772	552,010
Rates and taxes	409,454	175,276
Legal & Professional fees	1,424,399	532,662
Carrige outward charges	344,150	171,518
Balane w/off	751,916	68,645
Commision Sales	1,532,883	419,762
Insurance charges	70,617	7,419
Auditor Remuneration	88,240	71,695
<b>Total</b>	<b>7,497,061</b>	<b>3,160,316</b>

**M/s SYNTHIKO FOILS LTD.****CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2012**

	2011-2012		2010-2011	
<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>				
Net Profit (Loss) after tax extra-ordinary items		2,889,947		2,460,185
<b>ADJUSTMENT FOR :</b>				
Depreciation	1,459,196		1,186,273	
Provision for defferd tax	255,054		-	
Provisio for gratuity	107,843		-	
	1,822,093		1,186,273	
Income from partership firm	(566,014)		860,671	
Interest & Misc. Income received	(354,694)	901,384	(315,462)	1,731,481
Operating Loss/Profit before working capital charges		3,791,332		4,191,667
<b>ADJUSTMENT FOR :</b>				
Trade & other receivable	(9,741,258)		7,592,605	
Inventories	4,859,774		(5,534,914)	
Other Current Assets	532,414		1,045,358	
Provisions	299,037		136,337	
Current liabilities	3,199,014	(851,019)	(900,513)	2,338,873
Cash generated from operating activities (A)		2,940,313		1,852,794
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>				
Purchase of fixed assets	(1,425,706)		(6,746,978)	
Sale/Adjustments in Fixed Assets	201,318		-	
Capital Work in Progress	-		3,162,252	
Capital Advances	-		(511,000)	
Interest & Miss. Income received	354,694	(869,694)	315,462	(3,780,264)
Net cash outflow from investing activity (B)		(869,694)		(3,780,264)
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>				
Proceeds from Long Term Capital borrowing including working capital	-		1,291,000	
borrowing including Secured loans	554,081		462,114	
borrowing including Unsecured loans	-		170,098	
Less : Repayment of long term borrowings	700,000		(335,000)	
	(512,238)	741,843	-	1,588,212
Net increase/Decrease in cash & equivalentents (A+B+C) (C)		741,843		1,588,212
		2,812,461		(339,258)
Cash & Cash equivalentents at the beginning of the year		4,178,511		4,517,769
<b>Cash &amp; Cash equivalentents at the end of the year</b>		<b>6,990,972</b>		<b>4,178,511</b>

As per our Annexed report of even date  
For ARVIND & COMPANY  
Chartered Accountants

For SYNTHIKO FOILS LTD.

G.A.PATEL  
Partner  
Membership No:36700  
Firm No. :-100569W  
Mumbai, 30th August 2012

Ramesh Dadhia  
Director

Bhavesh Dadhia  
Director



**SYNTHIKO FOILS LIMITED**  
**Regd. Off.: 84/1, 84/2, JAMSAR ROAD, JAWHAR, THANE-401603**

**ATTENDANCE SLIP**

I hereby record my presence at the 27<sup>th</sup> **Annual General Meeting** of the Company at **Registered Office** of the Company on 29<sup>th</sup> day of September, 2012.

DP ID: \_\_\_\_\_ Folio No. /Client ID: \_\_\_\_\_

\_\_\_\_\_  
Name of the Shareholder

\_\_\_\_\_  
Signature

\_\_\_\_\_  
(Full name of Proxy)

\_\_\_\_\_  
Proxy Signature

**Note:** No Duplicate Attendance Slip will be issued at the meeting hall. You are requested to bring your copy of Annual Report to the Meeting.

Shareholders attending the meeting in person or by proxy are requested to fill and sign the attendance slip and hand it over at the entrance of the meeting hall.

**SYNTHIKO FOILS LIMITED**  
**Regd. Off.: 84/1, 84/2, JAMSAR ROAD, JAWHAR, THANE-401603**

**PROXY FORM**

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 27<sup>th</sup> Annual General Meeting of the Company to be held on 29<sup>th</sup> day of September, 2012 at 11.30 a.m. and at any adjournment thereof.

Signed this..... day of ....., 2012.

DP ID: .....Folio No. /Client ID: .....

No. of Shares .....

Signature .....

AFFIX REVENUE STAMP Rs. 1/-
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**Note:** This form in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.