

BALANCE SHEET AS AT 31st MARCH, 2011

SCHEDULE	As at 31.03.2011		As at 31.03.2010	
		(Rs./Lacs)		(Rs./Lacs)
SOURCES OF FUNDS				
Shareholders' Funds				
Share Capital	A	7,114.10	7,114.10	
Reserves & Surplus	B	7,090.08	7,839.28	
		14,204.18		14,953.38
Loan Funds				
Secured Loans	C	4,430.44	2,836.80	
Unsecured Loans	D	3,162.77	2,468.66	
		7,593.21		5,305.46
		21,797.39		20,258.84
APPLICATION OF FUNDS				
Fixed Assets				
Gross Block	E	35,039.53	35,196.70	
Less : Depreciation		27,698.69	26,314.73	
		7,340.84	8,881.97	
Add : Capital Work In Progress		3,295.14	1,360.56	
		10,635.98		10,242.53
Current Assets, Loans & Advances				
Inventories	F	11,694.99	8,569.12	
Sundry Debtors	G	1,358.31	1,504.56	
Cash & Bank Balances	H	857.82	635.93	
Loans & Advances	I	805.38	917.43	
		14,716.50	11,627.04	
Less : Current Liabilities & Provisions				
Current Liabilities	J	10,722.67	8,834.75	
Provisions	K	11.26	2.06	
		10,733.93	8,836.81	
Net Current Assets		3,982.57		2,790.23
Profit & Loss Account		7,178.84		7,226.08
		21,797.39		20,258.84
Significant Accounting Policies and Notes on Accounts				
	Q			

As per our Report of even date annexed

For B.K.SHROFF & CO.
Chartered Accountants

Managing Director

Partner

New Delhi

Dated: 10th May,2011

V.P(Finance) &
Company Secretary

Director (Finance)

Director

PASUPATI ACRYLON LIMITED

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDING 31st MARCH, 2011

	SCHEDULE	Current Year (12 months) (Rs/Lacs)		Current Period (6 months) (Rs/Lacs)
INCOME				
Sales(Gross)		42,322.51	22,838.02	
Excise Duty		<u>3,665.85</u>	<u>1,751.12</u>	
Sales (Net)		38,656.66		21,086.90
Export Incentives/Benefits.		132.01		33.23
Other Income	L	173.60		329.54
(Increase)/Decrease in stocks	M	4,119.49		(1,490.73)
		43,081.76		19,958.94
EXPENDITURE				
Material Cost	N	31,108.93		11,781.05
Manufacturing and Other Expenses	O	10,350.28		4,761.62
		41,459.21		16,542.67
Profit before Financial Charges, Depreciation & Taxation		1,622.55		3,416.27
Interest and Finance Charges	P	703.38		321.60
Profit before Depreciation and Taxation		919.17		3,094.67
Depreciation		1,037.77	1,244.33	
Less: Transfer from Revaluation Reserve		<u>752.74</u>	<u>382.22</u>	
		285.03		862.11
Profit before Taxation & Extraordinary Items.		634.14		2,232.56
Extraordinary items(See Note No.14 on Schedule Q)		(584.60)		(1,402.92)
Provision/Payment for Taxation (net of adjustment)				
-Current Tax(MAT)		9.00	-	
-Wealth tax		2.25	1.09	
-Interest on Income/Wealth tax		0.05	-	1.09
Profit after Tax		38.24		828.55
-MAT Credit Entitlement		9.00		-
Balance brought forward		(7226.08)		(8,054.63)
Loss Carried to Balance Sheet		(7,178.84)		(7,226.08)
Earnings per Share of Rs.10 each(before extra ordinary items)				
Basic & Diluted (Rs.)		0.89		3.14
Earnings per Share of Rs.10 each(after extra ordinary items)				
Basic & Diluted (Rs.)		0.07		1.16
Significant Accounting Policies and Notes on Accounts				
	Q			

As per our report of even date annexed

For B.K.SHROFF & CO.
Chartered Accountants

Managing Director

Partner

New Delhi

Dated: 10th May,2011

V.P(Finance) &
Company Secretary

Director (Finance)

Director

SCHEDULES A - Q**A. Share Capital****PASUPATI ACRYLON LIMITED**

	As at 31.03.2011		As at 31.03.2010
	(Rs/Lacs)		(Rs/Lacs)
Authorised			
100000000 Equity Shares of Rs. 10 each (Previous Year 85000000 Equity Shares of Rs.10 each)	10,000.00		8,500.00
	<u>10,000.00</u>		<u>8,500.00</u>
Issued			
71158825 Equity Shares of Rs. 10 each	<u>7,115.88</u>		<u>7,115.88</u>
Subscribed & Paid up			
71133121 Equity Shares of Rs. 10 each	7,113.31		7,113.31
Add : Forfeited shares (amount originally paid up)	0.79		0.79
	<u>7,114.10</u>		<u>7,114.10</u>
B. Reserves & Surplus			
Capital Reserve			
As per last balance sheet	1,449.24	1,445.71	
Add:Created during the period	<u>3.54</u>	<u>3.54</u>	1,449.25
Revaluation Reserve	1,452.78		
As per last Balance Sheet	6,390.04	6772.25	
less: Depreciation for the year on amount added on revaluation transferred to Profit & Loss Account	<u>752.74</u>	<u>382.22</u>	6,390.03
	<u>7090.08</u>		<u>7839.28</u>

SCHEDULES A - Q (Contd.)

C. Secured Loans

PASUPATI ACRYLON LIMITED

	As at 31.03.2011	As at 31.03.2010
	(Rs/Lacs)	(Rs/Lacs)
From Financial Institutions		
Rupee Term Loans (a)	-	8.02
Payable Under OTS(a)	-	4.48
Zero Interest Funded Loan (a)	-	6.37
Interest Accrued & Due(a)	-	1.27
From Banks		
Rupee Term Loans (a)(d)	1,758.44	298.07
Working Capital Term Loan (a)	949.59	1,092.94
Cash Credit (b)	1037.47	1033.64
Vehicle Loan (c)	78.60	42.40
Interest Accrued & Due(a)	-	2.28
Hire Purchase Loan (c)	0.04	0.51
From Others-Buyers credit (b)	606.30	346.82
	4,430.44	2,836.80

- a. Loans of Rs.1208.03 Lacs (previous period Rs.1413.43 lacs) are secured interse on pari-passu basis by way of mortgage of immovable properties and hypothecation of all moveable properties (save and except book debts) both present and future subject to prior charges created in favour of company's bankers for working capital facilities and further guaranteed by the managing director.
- b. Secured by hypothecation of book debts, raw-material, finished goods, semi-finished goods, consumable stores and spares including in transit and also secured by a second charge by way of mortgage of immovable properties both present and future and further guaranteed by the managing director.
- c. Secured by hypothecation of specified assets acquired out of the loan amount.
- d. Loan of Rs.1500 Lacs(previous period NIL) are secured by 1st charge on New Plant & Machinery on pari-passu basis. 2nd Pari-passu charge by way of hypothecation of current assets of the Company, subject to existing charge of working capital bankers and assignment of project related documents, contract right interest, insurance contracts etc. and further guaranteed by the

D. Unsecured Loans

	As at 31.03.2011	As at 31.03.2010
	(Rs/Lacs)	(Rs/Lacs)
Inter Corporate Deposit	1,800.00	1,080.00
Deffered Credit	1,346.78	1,383.64
Interest Accrued & Due	15.99	5.02
	3,162.77	2,468.66

SCHEDULES A - Q (Contd.)

PASUPATI ACRYLON LIMITED
(Rs/Lacs)

E. Fixed Assets

Description	GROSS BLOCK			DEPRECIATION		NET BLOCK	
	As at 1.04.2010	Additions	Sales/ Adjustments	As at 31.3.2011	Upto 31.3.2011	As at 31.3.2011	As at 31.03.2010
Land-Leasehold (a)	25.90	-	-	25.90	16.30	9.60	10.47
Freehold	7.62	-	-	7.62	-	7.62	7.62
Office Premises (b)	81.47	-	-	81.47	23.36	58.11	59.44
Buildings	1,611.94	-	-	1,611.94	1,153.05	458.89	914.42
Plant & Machinery	30,708.32	6.41	110.77 *	30,603.96	24,231.13	6,372.82	7,365.60
Electric Installations	1,874.87	-	103.95 *	1,770.92	1,572.41	198.51	273.89
Furniture & Fixtures	248.38	1.03	-	249.41	241.49	7.92	9.92
Factory & Office Equipment	342.90	7.19	-	350.09	275.49	74.60	79.94
Vehicles	295.30	91.42	48.51	338.21	185.46	152.75	160.67
	35,196.70	106.05	263.23	35,039.53	27,698.69	7,340.84	8,881.97
Previous year	35,190.70	6.33	0.33	35,196.70	26,314.73		
Capital Work in Progress (including capital advances)						3,295.14	1,424.47
Less: Impairment of Capital Works in Progress as per AS-28 (See note 1)						-	63.91
						10,635.98	10,242.53

*Represents assets impaired(see note no.15)

Notes :

- a) Includes Rs. 9.90 lacs (previous period Rs.9.90 lacs) towards land for housing colony held by the company under a 30 year lease agreement commenced from 12.10.1992.
- b) (i) Since separate breakup of Rs. 62.95 lacs being cost of office premises, furniture & fixtures and air conditioners at Mumbai are not available. Depreciation has been provided on total cost as office premises.
- (ii) Includes cost of 5 shares (previous period 5 shares) Rs.252(previous period Rs.252) in Arcadia Premises Co-operative Society Ltd., Mumbai.

SCHEDULES A - Q (Contd.)
PASUPATI ACRYLON LIMITED
F. Inventories

	As at 31.03.2011	As at 31.03.2010
	(Rs/Lacs)	(Rs/Lacs)
(As Certified & valued by the Management)		
Stores, Spares & Consumables (including in transit Rs.16.07 lacs previous period Rs.0.89 lacs)	809.68	677.66
Raw Material (including in transit Rs.3918.66 lacs previous period Rs.5424.16 lacs)	4,505.48	5,871.37
Fuel	667.03	426.78
Stock in Process	323.73	216.00
Finished Goods:		
Own Manufactured	5,386.16	1,376.53
- Trading	2.91	0.78
	11,694.99	8,569.12

G. Sundry Debtors

Exceeding Six Months.			
-Considered Good	11.07	13.46	
-Considered Doubtful	<u>178.14</u>	<u>178.14</u>	
	189.21	191.60	
-Less: Provision for Doubtful Debts.	<u>178.14</u>	<u>178.14</u>	13.46
	11.07		
Others-Considered Good	1347.24		1491.10
	1,358.31		1,504.56

H. Cash & Bank Balances

Cash in Hand	1.31	0.29
Balances with Scheduled Banks		
In Current Account(including Rs.127.21 lacs in TRA for cap.exp.)	131.70	6.30
-In Fixed Deposit / Margin Money Account	724.81	629.34
	857.82	635.93

I. Loans & Advances

(Unsecured - Considered Good)			
Loans - to Staff		29.17	28.26
Interest Receivable on Loans and Deposits		22.22	16.75
Advances (Recoverable in Cash or in Kind or for Value to be Received)			
-Considered Good	303.05	743.77	
-Considered Doubtful	<u>39.36</u>	<u>39.36</u>	
	342.41	783.13	
-Less: Provision for Doubtful Advances.	<u>39.36</u>	<u>39.36</u>	743.77
Security Deposits		5.30	8.17
Tax Deducted at Source		6.44	7.28
Balances with Customs & Excise Authorities etc.		430.20	113.20
MAT Credit Entitlement		9.00	
		805.38	917.43

SCHEDULES A - Q (Contd.)

PASUPATI ACRYLON LIMITED

	As at 31.03.2011	As at 31.03.2010
	(Rs/Lacs)	(Rs/Lacs)
J. Current Liabilities		
Acceptances Under letter of Credit/Deferred Credit	8,840.57	8,011.35
Sundry Creditors	1,015.90	251.70
Other Liabilities	795.16	453.73
Advances from Customers	51.72	108.62
Interest Accrued but not Due	19.32	9.35
	10,722.67	8,834.75
K. Provisions		
Income Tax	9.00	-
Wealth Tax	2.26	2.06
	11.26	2.06

SCHEDULES A - Q (Contd.)

PASUPATI ACRYLON LIMITED

O. Manufacturing & Other Expenses

	Current Year (12 months) (Rs/Lacs)		Current Period (6 months) (Rs/Lacs)
Stores , Spares & Packing Material Consumed	979.20		433.56
Power, Fuel & Water	3,856.89		1,843.73
Salaries , Wages , Allowances & Bonus	1,244.16		521.72
Gratuity	70.98		11.36
Contribution to ESIC, Provident/ Superannuation Funds, etc.	100.12		43.49
Staff Welfare Expenses	43.77		20.86
Staff Recruitment & Training Expenses	4.61		2.75
Rent (Including Lease Rent Rs. 0.20 lacs Previous period Rs. 0.09 lacs)	100.47		49.08
Rates and Taxes	18.42		6.53
Insurance	53.23		30.05
Repairs and Maintenance			
- Plant & Machinery	217.61	98.05	
- Buildings	110.79	52.59	
- Others	<u>85.66</u>	<u>33.91</u>	184.55
Travelling & Conveyance	70.30		37.08
Directors' Sitting Fee	0.75		0.33
Rebates & Discounts	1,988.68		1,202.84
Commission & Brokerage	37.03		10.53
Freight Outward	583.64		309.74
Exchange Fluctuation	80.03		-
Claim Paid/Irrecoverable Advances Written Off	24.94		13.87
Excise Duty on Increase/Decrease in Closing Stock	378.21		(87.17)
Miscellaneous Expenses	282.30		121.50
Previous year Expenses	-	3.18	
Less Previous years' Income	-	<u>2.02</u>	1.16
Loss on Sale of Fixed Assets	8.75		0.03
Charity & Donation	1.23		0.65
Auditor's Remuneration	8.51		3.38
	10,350.28		4,761.62

P. Interest and Finance Charges

Interest			
- On Term Loans.	113.28		62.88
- Others	277.17		119.81
Bank & L/C Charges	309.12		136.44
Other Financial Charges	3.81		2.47
	703.38		321.60

SCHEDULES A - Q (Contd.)

PASUPATI ACRYLON LIMITED

L. Other Income

		Current Year (12 months) (Rs/Lacs)		Current Period (6 months) (Rs/Lacs)
Scrap Sale		65.31		39.15
Interest (gross)				
- Banks (TDS Rs.0.65 lacs previous period Rs.0.58 lacs)	35.05		16.48	
- Others	<u>2.04</u>	37.09	<u>1.29</u>	17.77
Claims Received		40.51		37.63
Gain on Exchange Fluctuation		-		228.19
Miscellaneous Income		14.98		6.80
Gain on Sale of Fixed Assets				
Prior year's Income/Adjustments	35.15		-	
Less Prior year's Expenses	<u>19.44</u>	15.71	-	-
		173.60		329.54

M. Increase(Decrease) in Stocks

Closing Stock				
Finished Goods				
- Own Manufactured	5,386.16		1,376.53	
- Trading	2.91		0.78	
Stock in Process	<u>323.73</u>		<u>216.00</u>	
		5,712.80		1,593.31
Opening Stock				
Finished Goods				
- Own Manufactured	1,376.53		2,826.90	
- Trading	0.78		2.17	
Stock in Process	<u>216.00</u>		<u>254.97</u>	
		1,593.31		3,084.04
Increase(Decrease) in Stocks		4,119.49		(1,490.73)

N. Material Cost

Purchase of Finished Goods		4.67		-
Raw Material Consumed				
-Opening Stock	5,871.35		3,525.15	
-Add:Purchases	<u>29,738.39</u>		<u>14,127.25</u>	
	35,609.74		17,652.40	
Less - Closing Stock	<u>4,505.48</u>		<u>5,871.35</u>	
		31,104.26		11,781.05
		31,108.93		11,781.05

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH. 2011

	As at 31.03.2011 (12 months) (Rs.in lacs)	As at 31.03.2010 (6 Months) (Rs.in lacs)
A. Cash Flow from Operating Activities		
Net Profit/(Loss) before tax,extraordinary items	634.14	2232.51
Add/(Less) : Adjustments for		
Depreciation	285.02	862.12
Interest expenses	390.45	182.69
Interest income	(37.08)	(17.76)
Loss on sale of fixed assets	8.75	0.03
	647.14	1027.08
Operating Profit before working capital changes	1281.28	3259.59
Add: Adjustments for change in working capital		
Trade and Other receivables	271.73	(697.30)
Inventories	(3125.87)	(1178.32)
Trade and Other Payables(see point no.4)	1841.27	(392.94)
	(1012.87)	(2268.56)
Net Cash Generated from operations	268.41	991.03
Direct Taxes paid/adjusted	(1.22)	2.74
Net Cash from Operating Activities	267.19	993.77
B. Cash Flow from Investing Activities		
Purchase of fixed assets	(2040.64)	(117.39)
Sale of fixed assets	9.70	0.12
Interest received	31.62	16.14
Net Cash from Investing Activities	(1999.32)	(101.13)
C. Cash Flow from Financing Activities		
Interest paid	(373.08)	(269.56)
Short Term Bank Borrowings-Buyer's Credit	259.47	(421.15)
Proceeds from long term borrowings	1572.50	-
Repayment of long term borrowings	(228.70)	(133.30)
Proceeds/(Payment) of unsecured loans	720.00	-
Increase/(Decrease) in Bank Borrowings	3.83	16.64
Net Cash used in Financing Activities	1954.02	(807.37)
Net increase in Cash and cash equivalents	221.89	85.27
Opening Balance of cash and cash equivalents	635.93	550.66
Closing Balance of cash and cash equivalents	857.82	635.93

D. Notes on Cash Flow Statement

1. Figures in brackets represent cash outflow.
2. Cash flow does not include non cash items.
3. Cash and cash equivalents includes balance in fixed deposit/margin money account Rs.724.81 Lacs(previous period Rs.629.34 lacs)
4. Includes Deferred Credit of Rs.1346.78 Lacs(Previous Period Rs.1383.64 Lacs) appearing under 'unsecured Loans' represents liability for credit allowed by foreign supplier(s) of raw material.

As per our report of even date annexed

For B.K.SHROFF & CO.
Chartered Accountants

Managing Director

Partner

New Delhi
Dated: 10th May,2011

V.P(Finance) &
Company Secretary

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Directors