

NOTICE

Notice is hereby given that the 30th Annual General Meeting of the Shareholders of AGARWAL DUPLEX BOARD MILLS LTD., DELHI will be held on Tuesday, 30th day of September, 2014 at 11:30 A.M at the Regd. Office of the Company to transact the following businesses:-

ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet as on 31.03.2014 and the Profit & Loss Account for the year ended 31.03.2014 together with the Reports of Directors & Auditors thereon.
2. To appoint a Director in place of Sh. Neeraj Goel who retires by rotation at the Meeting & being eligible offers himself for re-appointment.
3. To appoint Auditors for the current year and to fix their remuneration.

By Order of the Board
For AGARWAL DUPLEX BOARD MILLS LIMITED

Sd/-

DATED: 04.09.2014
PLACE: DELHI

(SURESH CHAND)

CHAIRMAN

Note:

1. **A MEMBER OF THE COMPANY ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ENTITLED TO APPOINT A PROXY TO VOTE ON HIS BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING PROXY SHOULD BE LODGED WITHIN THE COMPANY AT LEAST 48 HOURS BEFORE THE TIME FIXED FOR THE COMMENCEMENT OF THE MEETING.**
2. Members may please bring their copies of the Annual Report at the meeting.
3. Members/Proxies should bring the attendance slip, duly filled in, for attending the meeting.
4. Members are requested to notify to the Company any change in their address quoting ledger folio number.

AGARWAL DUPLEX BOARD MILLS LIMITED

DIRECTOR'S REPORT

Ladies and Gentlemen,

Your directors have pleasure in presenting you the **XXX** Annual Report together with the Audited Statements of Accounts of the Company for the year ended on 31st March, 2014.

FINANCIAL HIGHLIGHTS:

	CURRENT YEAR FIGURES	(Rs. in Lacs) PREVIOUS YEAR FIGURES
Turnover & Income	6734	6106
Net Profit Before		
Finance Charges & Depreciation	474	462
Finance Charges	167	155
Depreciation	149	146
Profit Before Tax	158	160
Provision for Taxation		
Current Tax	39	47
Profit After Tax	106	118
Paid-Up Share Capital	1350	1350
Reserve & Surplus	922	833
EPS	0.78	0.87

PROGRESS & PROSPECT:

During the financial year ended 31st March 2014, your Company recorded revenues of Rs. 6733.61 Lac compared to Rs. 6105.89 Lac in the previous year. The Net Profit (Before Tax) of the Company is Rs 158.17 Lacs as compared to 160.32 Lacs last year.

DIVIDEND:

No dividend is recommended for the current financial year.

PUBLIC DEPOSIT:

The Company has not accepted any deposit from public during the year attracting the provisions of Section 58-A of the Companies Act, 1956.

AUDITORS:

M/s Goel Singhal & Associates, Chartered Accountants, Statutory Auditor retire at this Annual General Meeting & are eligible for reappointment. Your directors recommend their re-appointment as Auditors.

DIRECTORS:

Sh. Neeraj Goel, Director of the Company retire by rotation at this annual general meeting and being eligible offers himself for reappointment.

INDUSTRIAL RELATIONS:

The relation between the management and employees to be cordial and harmonious at all levels of the Company. The Directors wish to place on record their appreciation for their dedication and hard work on the part of employees of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the accounts for the financial year ended 31st March, 2014, the applicable accounting standards have been followed alongwith proper explanation relating to material departures;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were 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 or loss of the Company for the year under review;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) That the Directors have prepared the accounts for the financial year ended 31st March, 2014 on a 'going concern' basis.

PARTICULARS OF EMPLOYEES:

As required by the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended, there is no employee drawing remuneration in excess of the limit specified in said rules.

AUDIT COMMITTEE:

The Board of the Company has constituted an Audit Committee consisting of three directors namely, Shri Neeraj Goel, Shri Suresh Chand and Sh. Abhishek Agarwal. Shri Neeraj Goel is the Chairman of the Audit Committee.

Further, the terms of reference stipulated by the Board to the audit committee includes as below:

- to review the Company's financial reporting process and its financial statements,
- to review the accounting and financial policies,
- to review the reports furnished by internal and statutory auditors and ensure that suitable follow up & action is taken,
- to examine accountancy, taxation and disclosure aspects of all significant transaction.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

The information required under section 217(1)(e) of the Companies Act,1956 and rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules,1988, for the current year are as under:-

(A) CONSERVATION OF ENERGY:

Your Company has always been conscious of the need to conserve energy and will constantly endeavor to conserve energy to the maximum extent possible. The Company has installed captive power generation plant in which electricity is generated using diesel generator and steam turbine.

Information pursuant to section 217(i)(e) of the Companies Act,1956 read with the Companies (Disclosure of the particulars in the report of Board of Directors) Rules,1988, as per Form-"A" enclosed herewith the Annexure.

(B) TECHNOLOGY ABSORPTION:

The Company has no specific Research & Development Department & no Foreign Collaboration for technological absorption has been made.

(C) FOREIGN EXCHANGE EARNING :

During the year under review, the Company has not used or earned any foreign exchange.

APPRECIATION:

Your Directors acknowledge with gratitude the co-operation and assistance from various agencies of Government & Banks.

**For and on behalf of the Board of
Agarwal Duplex Board Mills Limited**

**Sd/-
Suresh Chand
Chairman**

**DATED: 04.09.2014
PLACE: DELHI**



Goel Singhal & Associates
Chartered Accountants
Firm Regn. No. 006496C
203/60, Upper Storey,
Sadar Bazar, Muzaffarnagar
251 001 (U.P.) India

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INDEPENDENT AUDITORS' REPORT

To,
The Members,
AGARWAL DUPLEX BOARD MILLS LIMITED
DELHI

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **M/s AGARWAL DUPLEX BOARD MILLS LIMITED, DELHI** which comprise the Balance sheet as at **March 31, 2014**, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

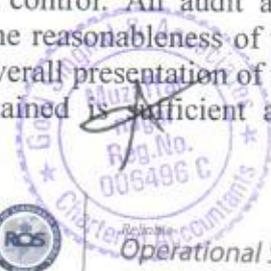
MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 (the Act) read with the General Circular 15/2003 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 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.

AUDITOR'S RESPONSIBILITY

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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the 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.



OPINION

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

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014
- (b) In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of Section 227 (4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the 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, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the Balance Sheet, the Statement of Profit & Loss and the Cash Flow Statement comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
 - e. On the basis of written representations received from the directors, as on March 31, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014 from being appointed as a director in terms of Section 274(1) (g) of the Act.

For **GOEL SINGHAL & ASSOCIATES**
Firm Regn. No. 006496C
Chartered Accountants



(**AMRISH KUMAR**)
PARTNER
M.No.408347

DATED: 04.09.2014
PLACE: DELHI

ANNEXURE TO THE AUDITOR'S REPORT

(Annexure referred to in para 3 to our report of even date)

- (i) a. The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
b. These fixed assets have been physically verified by the management during the year at reasonable intervals and no material discrepancies were noticed on such verification.
c. According to information and explanations given by the management, we are of the opinion that the company has not disposed off substantial part of its fixed assets during the year. So there is no any indication to affect the going concern status of the company.
- (ii) a. The inventories were physically verified during the year by the management at reasonable intervals.
b. In our opinion and according to the information and explanations given to us, the procedures of physically verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
c. In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iii) (a) No loans, secured or unsecured, were granted by the Company to the companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
(b) The company has taken some unsecured loan from companies, firms or other parties covered in the register under section 301 of the Companies Act, 1956. However, the terms and condition of loans taken are not prima facie prejudicial to the interest of the shareholders of the company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedure commensurate with the size of the company and the nature of its business for the purpose of Inventory and fixed assets and for the sale of goods & services. During the course of our audit, no weakness has been noticed in the internal controls.
- (v) (a) To the best of our knowledge and belief and according to the information and explanations given to us transactions that needed to be entered into the register maintained under section 301 have been so entered.
(b) According to information and explanations given to us, the transactions have been made at price which are reasonable have been regard to prevailing market price at the relevant time and other relevant circumstances.
- (vi) The company has not accepted deposits from public attracting the provisions of section 58-A and 58-AA & other relevant provisions of Companies Act and rules framed there under.
- (vii) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (viii) The Central Govt. has prescribed the maintenance of cost record under section 209(1) (d) of the Companies Act, 1956 for the products of the company. The management has taken the steps to compile & adequately maintaining of Cost Records. However, a detailed examination of the said records has not been conducted by us.



Cont....2

(ix) a) The company is regular during the year in depositing with appropriate authorities undisputed statutory dues including provident fund, Investor Education and Protection Fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and any other statutory dues with the appropriate authorities whatever applicable to it. There is no any amount of the arrears of outstanding dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

b. The details of disputed dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty, cess duty, wherever applicable are given below:-

RELATED PERIOD	HEAD OF DUES	AMOUNT	FORUM
Financial Year 2002-03	Sales Tax	20882.00	Deputy Commissioner
Financial Year 2005-06	Entry Tax	11088.00	Tribunal Member
Financial Year 2007-08	U.P.T.T.	574476.00	Tribunal Member
Financial Year 2007-08	C.S.T.	174626.00	Tribunal Member
Financial Year 2008-09	C.S.T.	1378916.00	Additional Commissioner
Financial Year 2008-09	Entry Tax	143642.00	Additional Commissioner
Financial Year 2008-09	C.S.T.	2045574.00	Additional Commissioner

(x) Based on our Audit Procedures and as per the information & explanations given by the management, we are of the opinion that the company is registered for a period more than five years, the company neither have accumulated losses at the end of financial year nor incurred cash losses during the current year and the immediately preceding year.

(xi) Based on our Audit Procedures and as per the information & explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions or Banks.

(xii) According to the information and explanations given to us and based on the documents & records produce to us, we are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

(xiii) In our opinion, the company is not a Chit Fund or a Nidhi/Mutual Benefit Fund/Society. Therefore the provision of clause 4(xiii) of the companies (Auditor's Report) order 2003 as amended by the companies (Auditor's Report) (Amendment) Order,2004 are not applicable to the company.

(xiv) Based on our Audit Procedures and as per the information & explanations given by the management, we are of the opinion that the company has maintained proper records of transaction in respect of Investment in shares and all the shares have been held by the company in its own name.

(xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.



(xvi) Based on our Audit Procedures and as per the information & explanations given by the management, we are of the opinion that no any additional Term Loan has been availed by the company during the year under our audit.

(xvii) Based on our examination and according to the information and explanations given to us we are of the opinion that the funds raised on short term basis have not been used during the year for long term investment (fixed assets etc.).

(xviii) Based on our examination and in our opinion the company has not made any preferential allotment of shares to parties and Companies covered in the register maintained under Section 301 of the Act.

(xix) There are no debentures issued. Therefore, the provision of clause 4(xix) of the companies (Auditor's Report) order 2003 as amended by the companies (Auditor's Report) (Amendment) Order,2004 is not applicable to the company.

(xx) The company has not raised any money by public issue during the year. So this clause is not applicable to the company.

(xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statement and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For GOEL SINGHAL & ASSOCIATES

Firm Regn. No. : 006496C

Chartered Accountants



(C.A. AMRISH KUMAR)

PARTNER

M. No.: 408347

DATED: 04.09.2014

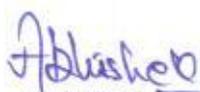
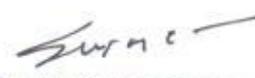
PLACE: DELHI

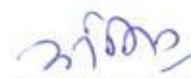
AGARWAL DUPLEX BOARD MILLS LIMITED

BALANCE SHEET AS AT 31.03.2014

PARTICULARS	NOTES	AS ON	
		31.03.2014	31.03.2013
<u>EQUITY & LIABILITIES</u>			
Share Holders Funds:			
(a) Share Capital			
(b) Reserve & Surplus	03 04	135000000 92249623	135000000 83344140
Deferred Tax Liability		227249623 17165757	218344140 15882120
Non-Current Liabilities			
(a) Long-term borrowings	05	43588507	45108509
(b) Other Long-term Liabilities	06	4666059	29496153
Current Liabilities			
(a) Short-term borrowings	07	96823980	69842724
(b) Trade Payables	08	330253206	204402049
(c) Other Current Liabilities	09	27607903	24703322
(d) Short-term provisions	10	4577813	5567524
		459262902	304515619
ASSETS		TOTAL Rs.	
		751932848	613346541
Non-Current Assets			
(a) Fixed Assets	11		
(i) Tangible Assets		160809380	130759070
(ii) Intangible Assets		0	-
Capital Work in Progress		0	130759070
(b) Non-Current Investments	12	94100000	500000
(c) Long Term Loans and Advances	13	2473757	94100000 2473757
Current Assets			
(a) Inventories	14	196654925	136405982
(b) Trade Receivables	15	228939808	190620727
(c) Cash and Cash Equivalents	16	9562266	15447323
(d) Short-term loans and advances	17	59029486	42198424
(e) Other Current assets	18	363226	841258
		494549711	385513714
ASSETS		TOTAL Rs.	
		751932848	613346541

For & on behalf of Board of directors of Agarwal Duplex Board Mills Limited

 
DIRECTOR **MANAGING DIRECTOR**


COMPANY SECRETARY

DATED: 04.09.2014
 PLACE: DELHI

As per our report of even date
 For GOEL SINGHAL & ASSOCIATES
 Firm Regn No. : 006496C
 Chartered Accountants


 (CA AMRISH KUMAR)
 PARTNER
 M.No. : 408347

AGARWAL DUPLEX BOARD MILLS LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED AS ON 31.03.2014

PARTICULARS	NOTES	AS ON 31.03.2014	AS ON 31.03.2013
I. Revenue from operations	19	673008488	609765568
II. Other Income	20	352501	823645
III. Total Revenue (I + II)		673360989	610589213
IV. Expenses			
(a) Cost of Material Consumed	21	351022649	308745150
(b) Purchase of stock-in-trade	22	0	0
(c) Change in inventories of finished goods, work-in-progress and Stock-in-trade & Excise Duty Element in Stock	23	3406817	2909777
(d) Excise Duty Element on Stock	24	-180935	-245012
(e) Employee Benefit Expenses	25	20279781	17686430
(f) Finance Cost	26	16701529	15519995
(g) Depreciation & Amortisation Expenses	11	14954086	14624333
(h) Other Expenses	27	251359458	235316791
Total Expenses (IV)		657543385	594557461
V. Profit Before Tax Item and tax (III-IV)		15817604	16031749
VI. Tax Expense			
(1) Current Tax		3936860	4745636
(2) Deferred Tax		1283637	-464376
VII. Profit/(Loss) After Tax (V - VI)		10597107	11750489
VIII. Earlier Year Expenses/Tax		1691624	667247
IX. Profit/(Loss) for the Year (VII - VIII)		8905483	11083242
X. Earnings per equity share :			
(1) Basic		0.78	0.87
(2) Diluted		0.78	0.87

For & on behalf of Board of directors of Agarwal Duplex Board Mills Limited


DIRECTOR


MANAGING DIRECTOR


COMPANY SECRETARY

DATED: 04.09.2014
 PLACE: DELHI

As per our report of even date
 For GOEL SINGHAL & ASSOCIATES
 Firm Regn No. : 006496C
 Chartered Accountants


 (CA AMRISH KUMAR)
 PARTNER
 M.No. : 408347





Goel Singhal & Associates
Chartered Accountants
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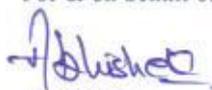
AGARWAL DUPLEX BOARD MILLS LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2014

PARTICULARS	CURRENT YEAR	PRECEDING YEAR
	31.03.2014	31.03.2013
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net profit before tax	10597107	11750489
Adjustments for:		
Depreciation & Amortisation Expenses	14954086	14624333
Interest Paid	16701529	15519995
Loss on sale of Generator Set	0	207199
Deferred Tax	1283637	(464376)
Other Non-Operating Income	352501	823645
Operating Profit (Loss) before Working Capital changes	43888860	42461285
Adjustment for change in Working Capital		
Trade and Other Receivables	(38319081)	(40647920)
Short Term Borrowings	26981256	19,996,515
Other Current Liabilities & Short Term Provisions	1914870	(57,630,814.00)
Inventories	(60248943)	27893992
Other Advances	(16353030)	9513964
Trade Payables	125851157	32918687
Cash Generated from operations	83715089	34505709
Other Non-Operating Income	(352501)	(823645)
Earlier Year Expenses /Tax	(1,691,624)	(667247)
	81670964	33014817
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets (Including Capital Work in Process)	(44504395)	(8012913)
Disposal of Fixed Assets	-	50000
Purchase of Investments	-	13650000
Increase/(Decrease) in Long Term Advances	0	(10339)
	(44504395)	5676748
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Interest Paid	(16701529)	(15519995)
Increase (Decrease) in Long Term Borrowings & Long Term Loans & Advances	(26350096)	(26526949)
	(43051625)	(42046944)
Net increase in Cash and Cash equivalents	(5885056)	(3355379)
Cash and Cash equivalents (Opening Balance)	15447323	18802702
Cash and Cash equivalents (Closing Balance)	9562267	15447323

D. NOTE ON CASH FLOW STATEMENT

1. Figures in bracket represents Cash outflow.

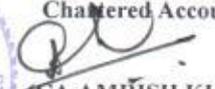
For & on behalf of Board of directors of Agarwal Duplex Board Mills Limited


DIRECTOR


MANAGING DIRECTOR/COMPANY SECRETARY

As per our report of even date
For GOEL SINGHAL & ASSOCIATES
Firm Regn No.: 006496C
Chartered Accountants




(CA AMRISH KUMAR)
PARTNER
M. No. : 408347

DATED: 04.09.2014
PLACE: DELHI



AGARWAL DUPLEX BOARD MILLS LIMITED

NOTES ON ACCOUNTS

01. CORPORATE INFORMATION

Agarwal Duplex Board Mills Limited which has its Registered Office NP-151B Mourya Enclave, Pitampura, Delhi. The company is engaged in Manufacturing of Coated Duplex, Kraft, & Poster Paper and other Commercial Activities.

2. SIGNIFICANT ACCOUNTING POLICIES

(I) ACCOUNTING CONVENTION

The accounts of the company are prepared under historical cost convention and in accordance with applicable accounting standards except otherwise stated elsewhere.

(II) FIXED ASSETS

i) Fixed Assets have been stated at historical cost less depreciation less impairment loss if any. Cost of fixed assets comprise of Purchase Price (net of rebates, discounts and excise duty) and any directly attributable cost of bringing the assets to its working condition for intended use.

(III) INVENTORIES

Inventories of raw materials, stores & spares, components, finished goods & work in progress are valued at lower of cost and net realizable value. Cost is computed on the weighted average basis. Finished goods and work in progress include cost of conversion and other cost incurred in bringing the inventories to their present location and condition having regard to Accounting Standard-2 "Valuation of Inventories".

(IV) SALES

Sales are recognized on dispatch of goods which is inclusive of excise duty.

(V) REVENUE RECOGNITION

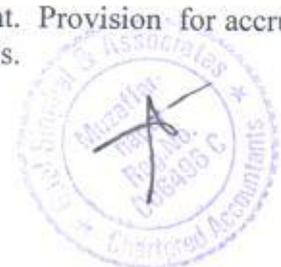
The Company as far as possible has followed the Mercantile system of Accounting with the provision made for known losses & expenditure and Revenue recognition at the point of dispatch of materials to customers from Plant. Hence all expenses and income are accounted for on accrual basis except otherwise stated elsewhere.

(VI) DEPRECIATION

Depreciation is provided from the date, the assets have been installed and put to use on straight line method at the rates and in the manner specified under Schedule XIV of the Companies Act, 1956.

(VII) RETIREMENT BENEFITS

Contribution to Provident Fund are charged to Profit & Loss Account. Provision for accruing liability of gratuity to employees have been made in accounts on accrual basis.



(VIII) INVESTMENT

Investments held/intended to be held for a period exceeding one year have been classified as long term investments. Long term investments are stated at cost of acquisition. Provision for diminution in the value of long term investment is made, only if such decline is other then temporary.

(IX) BORROWING COST

Borrowing cost that are directly attributable to the acquisition or construction of qualifying assets, are capitalized as part of the cost of such assets. A qualifying assets is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing cost are recognized as expenses in the period in which theses are incurred.

(X) SEGMENT REPORTING

As per AS-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India and upon applying the definitions of business and geographical segments given in accounting standard, it is concluded that there are no separate reportable segment, so segment information has not been required to be disclosed.

(XI) Vehicle Loans are secured against hypothecation of vehicles and personal guarantee of directors.

(XII) CURRENT TAX

Provision for Taxation for the current year has been made as per computation of income according to provision of Income Tax Act, 1961.

(XIII) Previous year figures have been re-grouped or re-arranged wherever considered necessary.

(XIV) In the opinion of Board of Directors Current Assets, Loans & Advances have a value of realizations in the ordinary course of Business at least equal to the amount at which they have been stated in the Balance Sheet.

(XV) The expenses on printing & stationery, Postage & Telegraph, Telegram have been accounted for on cash basis being not material in nature.

(XVI) Sundry Creditors include Rs. NIL being the amount due to Small Scale Industrial Undertakings to the extent of parties identified by management on basis of informations available with them. Out of which the names of the Small Scale Industrial Undertakings, to whom amounts in excess of Rs.1.00 lacs are due for more than 30 days as on Balance Sheet date are NIL.

(XVII) The Fixed Deposit shown under the head "Cash & Bank Balances" are with Oriental Bank of Commerce. FDR of Rs 15.00 lacs is under lien with the Bank for issuing a Bank Guarantee for the liability to U.P. Power Corporation Limited against which company has taken stay for payment from H'ble High Court, Allahabad.

(XVIII) DIRECTOR'S REMUNERATION

(Rs.in Lacs)

S.No.	Nature of Transaction	31.03.2014	31.03.2013
1.	Remuneration	27.50	18.00



The above director's remuneration has been paid within in the limits prescribed as per companies Act,1956.

(XIX) RELATED PARTY TRANSACTIONS:

A. Name of the Related Party & nature of the Related Party Relationship

- I) Associated Companies
 i. Bindals Papers Mills Limited
 ii. Tehri Pulp & Paper Limited

II) Directors & Their Relatives

- i. Sh. Neeraj Goel Director
 ii. Sh. Suresh Chand Director
 iii. Sh. Abhisek Agarwal Director

B. Transaction with related parties:

(Rs. In Lacs)

S. No.	Nature of Transaction	Associates	Key Management Personnel	Entities, Relatives of Key Management Personnel and individuals owning directly or indirectly, are interested in the Voting Power of the reporting enterprises and relatives of any such Individuals.
1.	Investment			
	Opening Balance	941.00	--	--
	Sale/ Acquired during the year	--	--	--
	Closing Balance	941.00	--	--

C. Details relating to persons referred to above A(i) & A(ii):

(Rs.in Lacs)

S.No.	Nature of Transaction	31.03.2014	31.03.2013
1.	Salary Paid	27.50	18.00
2.	Outstanding Salary Payable	Nil	0.85

(XX) EARNING PER SHARE

The company reports basic and diluted earning per share with Accounting Standard-20 issued by the Institute of Chartered Accountants of India on "Earning per Share". Basic earning is computed by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period. Diluted earning per share is compute by divided the net profit or loss for the period by the weighted average number of equity shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

Basic and diluted Earning Per Share of the company is as follows:

	31.03.2014	31.03.2013
Profit After Tax (Rs. in Lacs)	105.97	117.50
Weighted average No.of Equity Shares outstanding	13500000	13500000
Nominal Value per share	Rs. 10/-	Rs. 10/-
Basic and diluted Earning Per Share	Rs. 0.78	Rs. 0.87



(XXI) DEFERRED TAX

With compliance to AS-22 "Tax on Income" provision for deferred tax aggregating of Rs. 171.66 Lacs have been made in the books of accounts of the company only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax liability/assets can be realized. The company has recognize deferred tax liability consisting of unabsorbed tax depreciation to the extent it can be realized against the reversal of deferred tax assets on account of depreciation.

(XXII) INTANGIBLE ASSETS

There is no Intangible assets as originally recommended by Accounting Standard -26 on "Intangible Assets", issued by the institute of chartered Accountants of India.

(XXIII) IMPAIRMENT OF ASSETS

As per AS-28 "Impairment of Assets" issued by the Institute of Chartered Accountants of India there is no any impairment loss in any assets of the company at the end of this financial year.

(XXIV) PROVISION, CONTINGENT LIABILITIES & CONTINGENT ASSETS

As per accounting standard-29 Provision, Contingent Liabilities & Contingent Assets issued by the Institute of Chartered Accountants of India the company recognize only when it has a present obligation as result of past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation as and when a reliable estimate of the amount of the obligation can be made. The details of contingent liabilities are as under:-

RELATED PERIOD	HEAD OF DUES	AMOUNT	FORUM
Financial Year 2002-03	Sales Tax	20882.00	Deputy Commissioner
Financial Year 2005-06	Entry Tax	11088.00	Tribunal Member
Financial Year 2007-08	U.P.T.T.	574476.00	Tribunal Member
Financial Year 2007-08	C.S.T.	174626.00	Tribunal Member
Financial Year 2008-09	C.S.T.	1378916.00	Additional Commissioner
Financial Year 2008-09	Entry Tax	143642.00	Additional Commissioner
Financial Year 2008-09	C.S.T.	2045574.00	Additional Commissioner

(XXV) Additional Information Pursuant to Part II of Schedule VI of the Companies Act, 1956 to the extent applicable to the company:

Quantitative information in respect of Investment in shares is as follows:

Opening Stock		Purchases		Sales		Closing Stock	
No of Shares	Amount (Rs.)	No of Shares	Amount (Rs.)	No of Shares	Amount (Rs.)	No of Shares	Amount (Rs.)
1857000	9,41,00,000	-	-	-	-	1857000	9,41,00,000



03. SHARE CAPITAL**(a) Authorised**

1,35,00,000 Equity Shares of Rs.10/- each.

AS ON
31.03.2014AS ON
31.03.2013

135000000

135000000

135000000135000000**(b) Issued, Subscribed & Fully Paidup**

1,35,00,000 Equity Shares of Rs.10/- each.

135000000

135000000

TOTAL Rs.

135000000135000000**Share Capital -****Reconciliation of Number of Shares****Issued, Subscribed & Fully Paid-up**

At the beginning of the year

Issued during the year

At the end of the year

AS ON 31.03.2014		AS ON 31.03.2013	
No. of Shares	Amount	No. of Shares	Amount
135000000	1350000000	135000000	1350000000
-	-	-	-
<u>135000000</u>	<u>1350000000</u>	<u>135000000</u>	<u>1350000000</u>

Details of Share Holder holding more than 5% of outstanding Shares

Shareholders

Bindals Papers Mills Limited

TCMC Developers Limited

Swabhimani Vyopar (P) Limited

No. of Shares	%	No. of Shares	%
6681000	49.49	6681000	49.49
1786100	13.23	1786100	13.23
1640000	12.15	1640000	12.15

Rights, Preferences & Restrictions attached to shares

The company has one class of equity shares having a par value of Rs. 10/- per share. Each share holder is eligible for one vote per share held. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their share holding.

04 RESERVE AND SURPLUS**(a) General Reserve**AS ON
31.03.2014AS ON
31.03.2013

7054253

7054253

(b) Surplus in Statement of Profit and Loss

Opening balance

Add: Profit for the year

Closing balance

76289887

81553141

8905483

11083242

85195370

92636383

Total

92249623

99690636

Less: Deferred Tax Liability

0

16346496

TOTAL Rs.

9224962383344140

	AS ON 31.03.2014	AS ON 31.03.2013
NON-CURRENT LIABILITIES		
05 LONG-TERM BORROWINGS		
SECURED LOANS		
From Oriental Bank of Commerce		
Term Loan	0	1219775
TOTAL (SECURED) A	0	1219775
LOANS AND ADVANCES FROM RELATED PARTIES		
From Others (Unsecured)	42730081	38210387
	42730081	38210387
OTHER LOANS & ADVANCES :		
From Private banks (Unsecured)	858426	5678347
TOTAL (UNSECURED) B	43588507	43888734
TOTAL Rs. (A+B)	43588507	45108509

NATURE OF SECURITY FOR TERM LOANS

The Term Loan from Oriental Bank of Commerce is secured by First charge over the Plant & Machinery and other fixed assets (Present & Future) of the company.

TERMS OF REPAYMENT & RATE OF INTEREST OF TERM LOANS

The Term of repayment & rate of interest from Oriental Bank of Commerce on Term Loans are as under:

	Term of Repayment	Rate of Interest
Term Loan-IV	Monthly instl. of Rs.2.50 Lacs e	BR + 3.50%

TERMS OF REPAYMENT FOR UNSECURED LOANS FROM RELATED PARTIES

The Company has not given any security for Loan taken from related parties stated above, the same is interest free. The company has ultimate right to defer the repayment of loan.

TERMS OF REPAYMENT FOR UNSECURED LOANS

The Company has not given any security for Loan taken from others and the same is interest free except the loan taken from the parties stated here-in-below:-

Name of the Party	31.03.2014	31.03.2013
	% Rate of Interest (Annual)	% Rate of Interest (Annual)
DEEPAK GOEL & SONS	9%	9%
ISHITA GOEL	9%	9%
KAMLA GOEL & SONS	9%	9%
PANKAJ GOEL & SONS	9%	9%
RADHIKA GOEL	9%	9%
TANVI GOEL	9%	9%
CHIRAG GOEL	9%	-
MANIKA GOEL	9%	9%
KSHITIZ GOEL	9%	9%
NUTAN GOEL	9%	9%
POONAM GOEL	9%	-

The company has ultimate right to defer the repayment of loan to all of them.



CONTINUING DEFAULTS AS ON THE BALANCE SHEET DATE IN REPAYMENT OF LOANS AND INTEREST

AS ON 31.03.2014			
PERIOD OF DEFAULT (MONTHS)	LOAN AMOUNT IN DEFAULT	PERIOD OF DEFAULT (MONTHS)	INTEREST AMOUNT IN DEFAULT
TERM LOANS : From Banks (Secured)	NIL	NIL	NIL
	-		-
AS ON 31.03.2013			
PERIOD OF DEFAULT (MONTHS)	LOAN AMOUNT IN DEFAULT	PERIOD OF DEFAULT (MONTHS)	INTEREST AMOUNT IN DEFAULT
TERM LOANS : From Banks (Secured)	NIL	NIL	NIL
	-		-

NATURE OF SECURITY FOR VEHICLE LOANS

Vehicle Loans are secured against hypothecation of vehicles and personal guarantee of directors.

06 OTHER LONG-TERM LIABILITIES

Other Liabilities (Unsecured)
Creditors for Fixed Assets

AS ON 31.03.2014	AS ON 31.03.2013
3373000	28203094
1293059	1293059
<u>4666059</u>	<u>29496153</u>

CURRENT LIABILITIES

07 SHORT-TERM BORROWINGS

LOANS REPAYABLE ON DEMAND :

CASH CREDITS :

Working Capital Loan :

From Oriental Bank of Commerce

96823980	69842724
TOTAL	69842724
<u>96823980</u>	<u>69842724</u>

NATURE OF SECURITY FOR CASH CREDITS

The Cash Credit from **Oriental Bank of Commerce** are secured by First charge on the Floating Assets of the Company, present & future and personal guarantees of the Directors of the Company.

08 TRADE PAYABLES

Acceptances (Net of Margin)
Other than Acceptances

16093059	31354910
314160147	173047139
<u>330253206</u>	<u>204402049</u>

09 OTHER CURRENT LIABILITIES

(a) Current Maturities of Long-Term Debt

TERM LOANS :

From Banks (Secured)

1309087	3000000
TOTAL (A)	3000000
<u>1309087</u>	<u>3000000</u>

(b) Other Payables

Payables for Expenses
Statutory Remittances
Unpresented Cheques
Advance from Customers

1875999	2400635
6637125	5511802
844462	2784158
16941230	11006727

TOTAL (B)

<u>26298816</u>	<u>21703322</u>
-----------------	-----------------

TOTAL (A+B)

<u>27607903</u>	<u>24703322</u>
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10 SHORT-TERM PROVISIONS

Provision for Taxation
Provision for Excise duty on Cl. Stock

3936860	4745636
640953	821888
<u>4577813</u>	<u>5567524</u>



NON-CURRENT ASSETS**11 FIXED ASSETS**

(i) Tangible Assets

	Land	Factory Building	Building Office	Plant & Machinery	Furniture & Fittings	ETP & Boiler	Vehicle
--	------	------------------	-----------------	-------------------	----------------------	--------------	---------

As At 31.03.2014

Opening Balance	2578815	17860379	487500	246305329	710956	6512696	10001389
Additions	0	0	0	44807573	146900	0	49922
Less :- Disposals	0	0	0	0	0	0	0
Gross Block at the year end	2578815	17860379	487500	291112902	857856	6512696	10051311
Less :- Depreciation for the year	0	596537	7946	13004921	48704	343870	952108
Less :- Depreciation for the year	0	8781133	183422	132925772	590187	5982250	5235230
Adjustment during the year	0	0	0	0	0	0	0
Total Depreciation at the year end	0	9377670	191368	145930693	638891	6326120	6187338
Net Book Value at the beginning of the year	2578815	9079246	304078	113379557	120769	530446	4766159
Net Book Value at the end of the year	2578815	8482709	296132	145182209	218965	186576	3863973

As At 31.03.2013

Opening Balance	2578815	17860379	487500	241308213	710956	6512696	7845591
Additions	0	0	0	5357116	0	0	2155798
Less :- Disposals	0	0	0	360000	0	0	0
Gross Block at the year end	2578815	17860379	487500	246305329	710956	6512696	10001389
Less :- Depreciation for the year	0	596537	7946	12728402	45004	343870	902574
Depreciation at the beginning of the year	0	8184596	175476	120300171	545183	5638380	4332656
Adjustment during the year	0	0	0	102801	0	0	0
Total Depreciation at the year end	0	8781133	183422	132925772	590187	5982250	5235230
Net Book Value at the beginning of the year	2578815	9675783	312025	121008042	165773	874316	3512935
Net Book Value at the end of the year	2578815	9079246	304078	113379557	120769	530446	4766159



	<u>AS ON</u> <u>31.03.2014</u>	<u>AS ON</u> <u>31.03.2013</u>
<u>12 NON-CURRENT INVESTMENTS</u>		
(i) Non-Trade Investment		
Investment in Equity Instruments (At Cost)		
Investment in unquoted shares of:		
-Bindal Sponge Ltd. (At Cost)	74100000	74100000
-Bindals Papers Mills Limited (At Cost)	20000000	20000000
-Tehri Pulp & Paper Limited (At Cost)		
	<u>94100000</u>	<u>94100000</u>
<u>13 LONG TERM LOANS & ADVANCES</u>		
OTHER NON-CURRENT ASSETS		
Unsecured, Considered good		
Security Deposit	2473757	2473757
	<u>2473757</u>	<u>2473757</u>
<u>CURRENT ASSETS</u>		
<u>14 INVENTORIES</u>		
Raw Materials & Fuel	157226959	94150655
Finished Goods	11013914	14116880
Chemicals & Stores	23822235	21443677
Packing Materials	1029125	2208035
Stock in Process	3562692	3866543
Goods in Transit	0	366520
Stock of Traded Goods	0	253672
	<u>196654925</u>	<u>136405982</u>
Inventories of raw materials, stores & spares, components, finished goods & work in progress are valued at lower of cost and net realizable value. Cost is computed on the weighted average basis. Finished goods and work in progress include cost of conversion and other cost incurred in bringing the inventories to their present location and condition having regard to Accounting Standard.		
<u>15 TRADE RECEIVABLES</u>		
Exceeding 180 Days from Due Date	4054137	48306543
Others		
Unsecured, Considered good	224885671	142314184
	<u>228939808</u>	<u>190620727</u>
<u>16 CASH AND CASH EQUIVALENTS</u>		
Balances with Bank	5226343	4244650
Cash-on-hand	2535278	1622090
FDR with Bank with Accrued Interest	1800645	9580583
	<u>9562266</u>	<u>15447323</u>
<u>17 SHORT-TERM LOANS & ADVANCES</u>		
OTHER LOANS & ADVANCES		
Unsecured, Considered good		
Sundry Advance & Receivables	54515286	37547974
Advance Income Tax	4514200	4650450
	<u>59029486</u>	<u>42198424</u>
<u>18 OTHER CURRENT ASSETS</u>		
Unsecured, Considered good		
Interest for next years	72570	488846
Prepaid Insurance	255405	262919
T.D.S. Receivables	35251	89493
	<u>363226</u>	<u>841258</u>

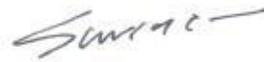


	AS ON 31.03.2014	AS ON 31.03.2013
<u>19. REVENUE FROM MANUFACTURING & COMMERCIAL OPERATION</u>		
Sale of Products	712863903	643083259
Less :- Excise Duty	40967165	37012157
Net Sales	671896738	606071102
Receipts from Commercial Operations	1111750	3694466
	673008488	609765568
<u>DETAIL OF SALE</u>		
Sales Scrap	22,435	-
High Sea Sales	0	376500
Sales Ex UP	365268812	377599464
Sales Export	16391598	14438025
Sales UP	331181058	250669270
	712863903	643083259
<u>20. OTHER INCOME</u>		
Insurance Claim Received	0	28371
Interest Received From Bank	352501	795274
	352501	823645
<u>21. COST OF MATERIALS CONSUMED</u>		
<u>RAW MATERIAL CONSUMED</u>		
Opening Stock	83813129	54752452
Add: Purchases	379073540	337805827
	462886669	392558279
Less: Closing Stock	111864020	83813129
	351022649	308745150
<u>DETAIL OF CONSUMPTION</u>		
Indian Waste Paper	300032253	263208484
Imported Waste Paper	50990396	45536666
	351022649	308745150
<u>22. PURCHASE OF STOCK-IN-TRADE</u>		
	-	-
	-	-
<u>23. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE</u>		
<u>Change in Finished Goods</u>		
	AS ON 31.03.2014	AS ON 31.03.2013
Opening Stock (F.G.)	14116880	18325800
Less :- Closing Stock	11013914	14116880
Net Change	3102966	4208920
<u>Change in W-I-P</u>		
Opening W.I.P	3866543	2567400
Less :- Closing W.I.P	3562692	3866543
Net Change	303851	-1299143
TOTAL Rs.	3406817	2909777



	AS ON 31.03.2014	AS ON 31.03.2013
24. CHANGES IN EXCISE DUTY ELEMENT ON STOCK		
Excise duty on Opening Stock	821888	1066900
Less :- Excise duty on Cl. Stock	640953	821888
Net Change	<u>-180935</u>	<u>-245012</u>
25. EMPLOYEE BENEFIT EXPENSE		
Salary & Wages	17553688	15275577
Provident Fund	367800	327260
Employees Pension Fund	570477	512693
Bonus	354414	352283
Gratuity	1089340	914616
E.S.I.	344062	304001
TOTAL Rs.	<u>20279781</u>	<u>17686430</u>
26. FINANCE COST		
Interest & Charges on Bank borrowing for term loan	391006	1758994
Interest & Charges on Bank borrowing for working Capital	13165698	9329102
Bank Charges & Processing Fees	1153617	2068356
Interest to others	1991208	2363543
TOTAL Rs.	<u>16701529</u>	<u>15519995</u>
27. OTHER EXPENSES		
MANUFACTURING EXPENSES		
Chemicals & Stores Consumed	140142932	123447393
Fuel Consumed	79772813	81487411
Packing Material Consumed	18685497	19324840
Repairs & Maintenance of P/M	1694754	877184
	240295996	225136828
SELLING & ADMINISTRATIVE EXPENSES		
Printing and Stationary	88902	73100
Postage & telegram	68435	49791
Telephone Exp.	440474	436853
Rent, Rates & taxes & Insurance	232820	268353
Loss of Stock Destroyed	253672	0
Legal & Professional Charges	241525	266925
Travelling & Vehicle Running Exp.	263293	463892
Auditors' Remuneration -		
Statutory Audit Fees	60000	60000
Tax Audit Fees	15000	15000
Donation /Charity	0	2100
Miscellaneous Expenses	29468	86922
Excise Duty /Service Tax Exp.	125952	60019
Loss on sale of Generator Set	0	207199
Director Remuneration	2750000	1800000
Filing fees	19866	6124
Commission & Exp. On sale	4859707	4227827
Rebate & Discount	1614348	2155858
	11063462	10179963
TOTAL Rs.	<u>251359458</u>	<u>235316791</u>


DIRECTOR

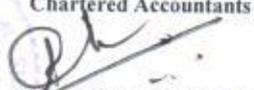

MANAGING DIRECTOR


COMPANY SECRETARY

As per our report of even date
For GOEL SINGHAL & ASSOCIATES
Firm Regn No. : 006496C
Chartered Accountants

DATED: 04.09.2014
PLACE: DELHI




(CA AMRISH KUMAR)
PARTNER
M.No. : 408347