

# ASHISH POLYPLAST LIMITED



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## SIXTEENTH ANNUAL REPORT 2009-2010

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• REGD. OFFICE •

A/305, Samudra Complex, Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad - 380 006.

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**BOARD OF DIRECTORS**

SHRI ASHISH D. PANCHAL	- MANAGING DIRECTOR
SMT. KANTABEN D. PANCHAL	- DIRECTOR
SHRI ANKIT N. SHAH	- DIRECTOR
SHRI MANISH R. GANDHI	- DIRECTOR

**AUDIT COMMITTEE**

SHRI ANKIT N. SHAH	- CHAIRMAN
SHRI ASHISH D. PANCHAL	- DIRECTOR
SMT. KANTABEN D. PANCHAL	- DIRECTOR
SHRI MANISH R. GANDHI	- DIRECTOR

**AUDITORS**

M/s. M.R.PANDHI & ASSOCIATES  
Chartered Accountants  
Ahmedabad - 380 009.

**REGISTERED OFFICE**

A/305, Samudra Complex,  
Near Hotel Klassic Gold,  
Off C.G. Road,  
Ahmedabad - 380 006

**16th ANNUAL GENERAL MEETING**

Date : 31st August, 2010  
Day : Tuesday  
Time : 10:00 a.m.  
Place : The Ahmedabad Textile Mills  
Association Hall, Ashram Road,  
Ahmedabad - 380 009.

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**Request :** Share holders are requested to bring copy of annual report at the meeting, as the same will not be distributed in the meeting.



## NOTICE TO THE MEMBERS

NOTICE is hereby given that the SIXTEENTH ANNUAL GENERAL MEETING of the Company will be held on Tuesday 31st August 2010 at THE AHMEDABAD TEXTILE MILLS ASSOCIATION HALL, Ashram Road, Ahmedabad - 380 009 at 10:00 a.m. to transact the following business:

### Ordinary Business

1. To consider, receive and adopt the Audited Balance Sheet as at 31st March 2010 and Profit and Loss Account for the year ended on that date and Directors' Report and Auditors' Report thereon.
2. To declare dividend on equity shares.
3. To appoint a director in place of Smt. Kantaben D. Panchal who retires by rotation and being eligible offers herself for re-appointment.
4. To appoint Auditors and fix their remuneration.

By Order of the Board

Ahmedabad, July 24, 2010

(A.D. Panchal)

Managing Director

### NOTES

1. **A member entitled to attend and vote is entitled to appoint a proxy to attend and on a poll, to vote instead of himself and a proxy need not be a member. A blank form of proxy is enclosed which, if intended to be used, should be returned to the Registered Office of the Company not less than forty-eight hours before the scheduled time of the meeting.**
2. Corporate members intending to send their authorised representatives to attend the meeting are requested to send to the company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
4. The Register of Members and Share Transfer Books of the Company shall remain closed from August 28, 2010 to August 31, 2010 (both days inclusive) for the purpose of dividend, if declared at the Annual General Meeting.
5. The dividend on Equity shares as recommended by the Board of Directors, if declared at the meeting will be paid :  
In respect of the shares held in demat form, on the basis of beneficial ownership as per details furnished by the depositories as at the end of the business day on Friday, 27th August, 2010 and In respect of shares held in physical form to those members whose names appear on the register of members of the Company after giving effect to all valid share transfer lodged with the Share Transfer Agent on or before Friday, 27th August, 2010.
6. In case of any change of particulars including address, bank mandate and nomination for shares held in demat form should be notified only to the respective Depository participants where the members have opened their demat accounts. The Company or its Share Transfer Agent will not act on any direct request from these members for change of such details. However request for any change in particulars in respect of shares held in physical form should be sent to the Registrar and Share Transfer Agent of the Company.  
Members wishing to claim dividend, which remain unclaimed, are requested to correspond with the company. Members are requested to note that dividend not encashed or claimed within seven years from the date of transfer to the company's Unpaid Dividend Account, will be transferred to the Investor Education and Protection Fund as per Section 205 C of the Companies Act 1956. Members are encouraged to utilize ECS and NECS for receiving dividends.
8. Members holding shares in demat form may please note that the bank account details given by them to their Depository Participants (DPs) and on to the company by such DPs would be printed on the dividend warrants of the concerned members. However, if any Member(s) wants to receive dividend in any other bank account, then he/she should give such bank account details to his/her concerned DP. The Company will not be able to act on any such request from the shareholders directly for deletion/change in the bank account details.
9. Information under Clause 49 of the listing agreement regarding appointment of Directors (item No.3) is mentioned under "Management Discussions & Analysis."
10. Members seeking any information with regard to Annual Accounts are requested to write to the company at least one week in advance so as to enable the company to keep information ready at the time of Annual General meeting.
11. Members/Proxies should bring the attendance slips duly filled in, for attending the meeting.

**REPORT OF THE DIRECTORS**

Dear Member,

Your Directors have pleasure in presenting the Sixteenth Annual Report for the financial year ended 31st March 2010.

**PERFORMANCE OF THE COMPANY**

Performance of your Company during the year is summarized as under:

Particulars	(Amount Rupees in Lacs)	
	2009-2010	2008-2009
Sales and Other Income	610.59	520.36
Profit before Depreciation and Taxes	32.73	17.26
Less: Depreciation	10.18	10.00
Profit before tax	22.55	7.27
Provision for Taxation	6.99	2.41
Profit After Tax	15.56	4.86
Add :- Balance brought forward	34.66	29.85
Balance Available for Appropriation	50.22	34.66
<b>Appropriations</b>		
Transfer to General Reserve	1.55	-
Proposed Dividend	5.61	-
Dividend Distribution Tax	0.93	-
Balance Carried to Balance Sheet	42.13	34.66

**DIVIDEND**

In view of improved performance of the company, the Board of Directors is pleased to recommend a dividend of 1.65 % i.e. Rs 0.165 per equity share (Previous Year Nil) on 33, 97,500 equity shares of Rs.10 each for the current financial year amounting to Rs. 5.61 lacs. With Dividend Distribution Tax of Rs.0.93 lacs the total outflow on account of dividend works out to Rs.6.54 lacs.

**OPERATIONS**

The total turnover of the Company for the year has increased by 17.35 % as compared to previous year. Your directors are putting all their efforts to further increase the sales. However, the net profit after tax for the current year has increased to Rs. 15.56 lacs from Rs.4.81 lacs in 2008-09. This was possible due to increase in sales quantity, reduction in prices of raw materials and effective cost control.

- Your Directors are confident of achieving higher sales and profitability during 2010-11.

**DIRECTORS**

Smt. Kantaben D. Panchal retires by rotation at the ensuing Annual General Meeting and being eligible offers herself for re-appointment.

**DEPOSITS**

Your Company has not accepted any deposit from public.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNING/OUTGO**

Information pursuant to Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is given in Annexure-A annexed hereto which forms part of this Report.

**PERSONNEL**

There was no employee drawing remuneration exceeding Rs.2,00,000/- p.m. or Rs.24 00,000/- p.a. The Board



of Directors wishes to express its appreciation to all the employees of the Company for their outstanding contribution to the operation of the Company during the year.

#### **CORPORATE GOVERNANCE:**

Pursuant to clause 49 of listing agreement with stock exchanges, a separate section on corporate governance and certificate obtained from auditors of the company regarding compliance with the conditions of corporate governance are forming part of this annual report.

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

The Board of Directors of the company confirms:

- I. that in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure;
- II. that the selected accounting policies were applied consistently and the directors 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 as at March 31, 2010 and of the profit of the Company for the year ended on that date;
- III. that proper and sufficient care has been taken 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. the annual accounts have been prepared on a going concern basis.

#### **DEMATERIALISATION OF SHARES**

The company has entered into agreements with NSDL and CDSL to enable members to hold their shares in dematerialized form M/s. SHAREPRO SERVICES, MUMBAI have been appointed as Registrar and Transfer Agents for the same. Members are requested to take benefit of this.

#### **AUDITORS**

You are requested to re-appoint retiring Auditors M/s. M. R. Pandhi & Associates, Chartered Accountants, Ahmedabad for the financial year 2010-2011

Auditor's remarks regarding internal audit system, the directors are directly supervising major areas and are keeping day-to-day watch. Therefore formal system is not there but informally there is a system. Your directors will introduce formal system in due course of time considering cost and other constraints.

#### **SECRETARIAL COMPLIANCE CERTIFICATE**

In accordance with section 383A of the Companies Act, 1956, and Companies (Compliance Certificate) Rules, 2001, the company has obtained a certificate from secretary in whole-time practice, and a copy of such certificate is annexed to this report.

#### **DEPOSITORIES**

The company is registered with both National Securities Depositories Ltd (NSDL) and Central Depository Services (India) Ltd. (CDSL). The shareholders can take advantage of holding their scripts in dematerialized mode.

#### **ACKNOWLEDGEMENT**

The Board takes the opportunity to thank for the continued support received from Banks and government authorities. Your Directors also acknowledge the support received by the Company from its suppliers of goods & services, agents, dealers, shareholders and other agencies associated with the Company.

BY Order of the Board

Ahmedabad, July 24, 2010

(Ashish D.Panchal)  
Managing Director



REPORT OF THE DIRECTORS

ANNEXURE-A

1. CONSERVATION OF ENERGY

(a) Energy conservation measures taken

NIL, However Directors personally pay attention so as to minimize consumption of energy.

(b) Additional Investments & Proposal, if any, being implemented for reduction of consumption of energy : Rs. NIL

(c) Impact of measures (a) and (b) above. Due to personal attention of Directors the Company has achieved consistent result.

(d) Total energy consumption and energy consumption per unit of production as per Form-A.  
Not Applicable

2. TECHNOLOGY ABSORPTION

a) RESEARCH & DEVELOPMENT

The Company has not so far formally established Research & Development wing

b) TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION

The Company always keeps itself updated with all the latest technological innovation by way of constant communications with consulting experts. Efforts are being made to reduce cost, improve performance etc.

3. FOREIGN EXCHANGE EARNING/OUTGO

(a) Total foreign exchange used Rs. NIL

(b) Total foreign exchange earned Rs. NIL

## ANNEXURE-1

## MANAGEMENT DISCUSSIONS &amp; ANALYSIS

**A Industry Structure and Developments, Opportunities and Threats, Performance, Outlook, Risks and Concerns and Financial and Operational Performance.**

Product of the company is Hose Pipes, which are used mainly in Agriculture. Braided pipes have applications in industrial segment also. Due to size of the company the customer base is in to B segment. The company has maintained its position in this segment. Due to entry of other players, competition has increased. However, the company has retained its market due to quality product.

The Company's major threats are volatility in raw material prices due to volatility in international oil prices and increase in other input cost such as power, labour charges etc. The company is trying to overcome these threats by introducing new product mix with better realization and controlling input cost. The Company being in small-scale sector the benefits of economies of scale do not accrue to the company.

Total Turnover for the year ended March 31, 2010 increased to Rs.607.99 lacs as compared to Rs. 519.79 lacs in the previous year.

Deferred Tax assets amounted to Rs.0.90 lacs for the current year. Net Profit before tax of current year is Rs.22.55 lacs and Net Profit after tax is Rs.15.56 lacs compared to Rs.4.81 lacs in the previous year. This was possible due to increase in sales, reduction in prices of raw materials and effective cost control. The company has provided Rs.0.27 lacs for gratuity liability for the current years on account based on actuarial report. During the year the company has incurred Rs.17.13 lacs for capital expenditure.

**B INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY :**

The Internal Control System comprises of exercising control at various stages and is established in order to provide reasonable assurance for:

- Safeguarding Assets and their usage,
- Maintenance of Proper Accounting Records and,
- Adequacy and Reliability of the information used for carrying on Business Operations.

The Directors are regularly looking after all the Key Areas of the Operations. Additionally the Audit Committee is reviewing all Audit Plans with significant control issues raised by External Auditors.

**C INDUSTRIAL RELATIONS AND HUMAN RESOURCES DEVELOPMENT :**

The Company is maintaining good employee relations and no man-days are lost during the year due to employee's unrest.

**CORPORATE GOVERNANCE :**

**1. COMPANY'S PHILOSOPHY :**

The Company's policies, practices and philosophy adopted since inception, are in line with the Corporate Governance code as per revised clause 49 of the listing agreement w.e.f. 1st January 2006 and your company is in compliance with its provisions.

**2. BOARD OF DIRECTORS :**

The composition of Board of Directors is well balanced with a view to manage the affairs of the Company efficiently and professionally.

Name of Director	Category
Ashish D. Panchal	Executive
Kantaben D. Panchal	Non-Executive
*Ankit Narendra Shah	Independent
*Manish R.Gandhi	Independent
+ Dinesh R. Panchal	Non-Executive
+Chandrakant R.Panchal	Independent
@ Kanubhai G. Patel	Independent

\* Appointed w.e.f. 11/09/2009 + Till 11/09/2009

@ Till 28/02/2010

Mr. Ashish D. Panchal is Managing Director of the Company.



3. Brief resume of Director being re-appointed at the ensuing Annual General Meeting, nature of their expertise in specific function areas and names of companies in which they hold Directorship are furnished hereunder:

Smt Kantaben D.Panchal has been associated with the company since 1996 and renders valuable service and provides guidance to your company. She holds 5400 shares of the company.

4. BOARD MEETINGS :

The Company holds minimum of four Board Meetings in each year, which are pre-scheduled after the end of each financial quarter. The meetings are held at the Company's Registered Office.

5. Attendance of each Director at the Board meetings, last Annual General Meeting and Number of other Directorship and Chairmanship/Membership of Committee of each Director in various companies:

Name of Director	Attendance Particulars		No. of Directorships and Committee Membership/Chairmanship		
	Board Meetings	Last AGM	Other Directorship	Committee Membership	Committee Chairmanship
Ashish D. Panchal	7	P	0	1	0
Kantaben D. Panchal	5	P	0	2	0
Ankit Narendra Shah	3	A	0	2	1
Manish R.Gandhi	3	A	0	2	0
Dinesh R. Panchal	4	P	0	0	0
Chandrakant R.Panchal	4	A	0	0	0
Kanubhai G. Patel	6	P	0	0	0

P = Present A = Absent

6. NUMBER OF BOARD MEETINGS HELD AND THE DATES ON WHICH HELD :

Seven Board Meetings were held during the year as against minimum requirement of four meetings. The dates on which the meeting held were as follows: 30th April,2009,30th June, 2009, 30th July 2009, 11th September,2009, 30th October 2009, and 30th January 2010, 28th February, 2010 The maximum time gap between any two meetings was not more than 3 calendar months. None of the directors of the company was a member of more than 10 committees nor was the chairman of more than 5 committees across all companies in which he/she was a director.

7. NON EXECUTIVE DIRECTORS COMPENSATION AND DISCLOSURE :

All fees/compensation (except sitting fees) paid to non-executive directors including independent directors shall be fixed by the Board of Directors and shall require shareholders approval. Non Executive Directors are not paid any compensation or sitting fees during the year: 2009-10. Your company does not have any stock options scheme for its director/employee.

8. CODE OF CONDUCT :

The Board of directors of your company have laid down a code of conduct ("the Code") applicable to all Board members and senior management personnel of your company. A declaration from the Managing Director of your company to the effect that all Board members and senior management personnel of your company have affirmed compliance with the "Code" forms a part of this Report. The Code has been posted on the website of your Company - [www.ashishpolyplast.com](http://www.ashishpolyplast.com).

#### DECLARATION

As provided under Clause 49 of the Listing Agreement with the Stock Exchanges, the Board Members and the Senior Management Personnel have affirmed compliance with the Code of Conduct for the year ended 31st March 2010

Ahmedabad, July 24 , 2010

(Ashish D. Panchal)  
Managing Director



## 9 COMMITTEE MEETINGS :

## (a) AUDIT COMMITTEE :

Your company has an audit committee at the Board level which acts as a link between the Management, auditors and the Board of Directors. The members of the Audit Committee are financially literate and the Chairman of the Committee is independent Director. The Audit Committee as on 31.03.2010 comprised of following directors. During the year, the committee has met 4 times. The Statutory Auditor of the company was invited to attend the audit committee meetings.

Name of Member of Audit Committee	Attendance Particulars (Present)
Ashish D. Panchal	30th June 09, 11th September, 09, 30th October 09 and 30th January 10
Kantaben D. Panchal	30th June 09, 11th September, 09, 30th October 09
Ankit Narendra Shah	30th October 09, 30th January 10
Manish R.Gandhi	30th October 09 and 30th January 10

The committee's powers role and functions are as stipulated in clause 49 of the listing agreement and under section 292(A) of the Companies Act, 1956.

## (b) SHARE TRANSFER/SHAREHOLDERS GRIEVANCE COMMITTEE :

Share transfer and shareholders grievance committee presently consist of non executive director viz Smt. Kantaben D. Panchal and Independent Directors Mr. Ankit N.Shah and Manish R. Gandhi. During the financial year 2009-2010 five meetings of the committee were held on 30th April 09, 30th June 09, 30th October 09 and 30th January 10. All the meetings were attended by Mrs.Kantaben D. Panchal. Meetings held on 30th October 09 and 30th January 10 were attended by Mr. Ankit Shah and Mr. Manish Gandhi. Shri Kalpesh Kansara is the compliance officer of the company.

The company's registrar and transfer agents Sharepro Services are adequately equipped to carry out activities connected with transfer of shares and redressal of shareholders/investors complaints. Apart from this, the committee of the Board approves transmission of shares, issuance of duplicate share certificates etc. in terms of authority delegated by the Board. During the year there were no investors' complaints.

## 10. ANNUAL GENERAL MEETINGS :

Location and time for last 3 Annual General Meetings were as follows:

Year	Location	Date	Time
2006-2007	ATMA Hall, Ashram Road, Ahmedabad-9	30.08.2007	10.30 A.M
2007-2008	ATMA Hall, Ashram Road, Ahmedabad-9	28.08.2008	10.30 A.M
2008-2009	ATMA Hall, Ashram Road, Ahmedabad-9	11. 09.2009	10.00 A.M

All the resolutions set out in the respective notices of the Annual General Meetings were passed by the members. No resolutions were put through Postal Ballot last year. Presently the Company does not have any proposal for postal ballot. No Special resolutions were passed at the last three Annual General Meetings.

## 11. Disclosure :

## (i) Disclosure on materially significant related party transactions

Please see Note 26 of Schedule P to the accounts. These transactions do not have any potential conflict with the interest of the Company at large. There are no significant transactions with relative parties during the year. However, the transactions of advances of goods and fixed assets were entered into during the initial years of the company. Due to sudden death of the founder managing director Late Shri Dahyabhai R. Panchal, the company's working was adversely



affected. In view of this the associated parties also got affected. However your directors are confident of recovering all the dues from such parties.

- (ii) Details of non-compliance by the Company, penalties and strictures imposed on the Company by the Stock Exchange or SEBI or any Statutory Authorities on any matter related to capital markets during the last 3 years.  
None in last three years.

- (iii) Code of Conduct for Prevention of Insider Trading and Code of Corporate Disclosure Practices. Pursuant to the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, as amended, the Company has formulated, adopted and implemented the Code of Conduct for Prevention of Insider Trading and Code of Corporate Disclosure Practices. Remuneration of Directors and details of Director's shareholding  
The company needs to disclose all pecuniary relationship or transactions of the non-executive directors' vis-à-vis the company.

Apart from sitting fees, that are paid to the Directors for attending Board / Committee meetings, no significant material transactions have been made with the non-executive Directors vis-à-vis the Company.

The Company shall disclose the number of shares and convertible instruments held by directors in the annual report.

Details of Directors shareholding in the Company are as follows :

Name of Director	No. of Shares
Ashish D. Panchal	122,869
Kantaben D. Panchal	5,400
Ankit N. Shah	---
Manish R. Gandhi	---

- (v) CEO/CFO Certification

A certification from Managing Director (CEO/CFO) and Manager Accounts & Finance in terms of Clause 49(V) of the Listing Agreement was placed before the Board, at the Meeting held on July 24, 2010, to approve the Audited Annual Accounts for the year ended March 31, 2010.

To

The Board of Directors of Ashish Polyplast Ltd.

Dear Sirs,

Sub: CEO/CFO Certificate

We have reviewed the financial statements, read with the cash flow statement of Ashish Polyplast Limited for the year ended March 31, 2010 and that to the best of our knowledge and belief, we state that :

these statements do not contain any materially untrue statement or omit any material fact or contain statements that may be misleading;

these statements present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable laws and regulations.

there are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.

We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to the financial reporting and have disclosed to the Auditors and the Audit committee, deficiencies in the design or operation of such internal control, if any, of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.

We have indicated to the Auditors and the Audit Committee :

There has not been any significant change in internal control over financial reporting during the year under reference.

There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements.

## 16th ANNUAL REPORT



We are not aware of any instance during the year of significant fraud with involvement therein of the management of any employee having a significant role in the Company's internal control system over financial reporting.

Yours sincerely

Ahmedabad.  
24th July 2010

Ashish D. Panchal  
Managing Director

Kalpesh Kansara  
Manager  
(Accounts & Finance)

### 12. MEANS OF COMMUNICATION:

Quarterly Results are published in Newspapers i.e. Western Times.  
Not displayed in any website.

### 13. SHAREHOLDERS' INFORMATIONS

1. Date of Book Closure : August 28, 2010 to August 31, 2010  
(Both days inclusive)
2. Dividend Payment Date : On or after 7th September 2010 but within the statutory time limit of 30 days from the date of approval.
3. Date & venue of Annual General Meeting : Tuesday 31st August 2010 at 10.00 a.m. at  
THE AHMEDABAD TEXTILE MILL ASSOCIATION HALL,  
ASHRAM ROAD, AHMEDABAD-380009
4. Financial Calendar: April - March
  - Financial Reporting for the first quarter ending on 30th June, 2010 : July 2010
  - Financial Reporting for the second quarter ending on 30th September, 2010 : October 2010
  - Financial Reporting for the third quarter ending on 31st December, 2010 : January 2011
  - Financial Reporting for the last quarter ending on 31st March 2011 : May 2011
  - Annual General Meeting for the financial year 2010-11: September 2011

Listing on Stock Exchanges at	Ahmedabad & Bombay Stock Exchanges
Registered Office	A/305, "Samudra", Near Hotel Klassic Gold, Off C.G. Road, Ahmedabad - 380006
Share transfer and other communication regarding share certificates, and change of address etc. may be addressed to	Sharepro Services Satam Estate, 3rd Floor, Cardinal Gracious Road, Chakla, Andheri (East), Mumbai - 400009
Stock Code	ISIN No. for NSDL & CDSL : INE831C01016 The company has paid listing fees for the year 2009-10

### SHARE TRANSFER SYSTEM

The company has appointed M/s. Sharepro Services as their R & T Agent.

Distribution of Shareholding as on 31st March 2010

NO.OF EQUITY SHARESHELD	NO. OF SHAREHOLDERS	% OF SHAREHOLDERS	SHARE AMOUNT IN RUPEES % TO TOTAL
Less than 500	837	63.075	240934 7.092
501 to 10000	458	34.514	818777 24.099
10001 to 20000	7	0.528	85859 2.527
20001 to 30000	0	0	0 0
30001 to 40000	5	0.377	180200 5.304
40001 to 50000	5	0.377	233722 6.879
50001 to 100000	10	0.754	770808 22.688
100001 & Above	5	0.377	1067200 31.411
Total	1327	100.000	33975000 100.000



**14. Categories of Shareholders as on 31st March 2010**

SR. NO.	CATAGORIES	NO. OF SHAREHOLDERS	VOTING STRENGTH	NO. OF SHARES
1	Individuals	1235	43.81	1488500
2	Companies	31	4.35	147700
3	Promoters/Directors	7	29.44	1000369
4	Directors' Relatives	19	20.75	705100
5	Employees	NIL	0	NIL
6	Non Resident Indians	35	1.65	55831
7	Others	NIL	0	NIL
<b>TOTAL</b>		<b>1327</b>	<b>100.00</b>	<b>3397500</b>

**15. STOCK MARKET DATA :**

High, Low during each month in last financial year:

Month	High in (Rs)	Low in (Rs)	BSE Index	
April - 2009	4.79	3.58	11492.10	9546.29
May - 2009	4.00	3.62	14930.54	11621.30
June - 2009	4.55	3.44	15600.30	14016.95
July - 2009	3.77	3.25	15732.81	13219.99
August - 2009	3.86	3.50	16002.46	14684.45
September - 2009	4.00	3.44	17142.52	15356.72
October - 2009	3.99	3.40	17493.17	15805.20
November-2009	3.88	3.20	17290.48	15330.56
December - 2009	5.30	4.00	17530.94	16577.78
January - 2010	6.03	5.00	17790.33	17025.26
February - 2010	5.73	5.15	16669.25	15651.99
March - 2010	5.75	5.67	17793.01	16438.45

Shares traded during last financial year at the Bombay Stock Exchange Limited are as follow:

Particulars	The Bombay Stock Exchange Limited
Number of shares traded	80567
Highest share price in Rs.	6.03
Lowest share price in Rs.	3.20

**16. REGISTRAR & TRANSFER AGENTS :**

Sharepro Services  
Satam Estate, 3rd Floor, Cardinal Gracious Road,  
Chakala, Andheri (East), MUMBAI-400099.

**17. DEMATERIALISATION OF SHARES :**

1278400 shares out of total of 3397500 shares are in dematerialized form.

**18. PLANT LOCATION :**

Plot No. 42, At & Post Zak, Naroda Dehgam Highway,  
Near Narmada Main Canal, Dist.Gandhinagar.

**19. NON-MANDATORY REQUIREMENT :**

- Remuneration Committee : The Company has not yet set up the remuneration committee.
- Share Holder Rights -  
The half-yearly declaration of financial performance including summary of the significant events in last six months should be sent to each household of shareholders. : As the company's half-yearly results are published in English & Gujarati News paper, the same are not sent to the shareholder separately.
- Postal Ballot : No Item to be passed through postal ballots this year.



AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of  
Ashish Polyplast Limited

We have examined the compliance of conditions of Corporate Governance by Ashish Polyplast Limited for the year ended March 31, 2010 as stipulated in clause 49 of the Listing Agreement of the said Company with Stock-Exchange(s) in India.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance.

It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the abovementioned Listing Agreement.

As required by Guidance note issued by the Institute of Chartered Accountants of India, we state that as per records maintained by the Company, there were no investors' grievances remaining unattended/pending for more than 30 days.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For M.R.Pandhi & Associates

Chartered Accountants

FRN: 112360W

(M.R.Pandhi)

Partner

Membership No.33057

Ahmedabad, July 24, 2010

**SECRETARIAL COMPLIANCE CERTIFICATE**

(See Rule 3)

To  
The Members,

**Ashish Polyplast Limited,**  
A-305, Samudra Complex,  
Near Hotel Klassic Gold, Off: C.G.Road,  
Navrangpura, Ahmedabad: 380 009.

I have examined the Registers, records, books and papers of **ASHISH POLYPLAST LIMITED**, the Company incorporated under the Indian Companies Act 1956 and Registered with the office of the Registrar of Companies, Gujarat vide **Corporate Identity Number U 17110 GJ 1994 PLC 021391** 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 31<sup>st</sup> March 2010 In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

- [1] The Company has kept and maintained all Registers as stated in the **ANNEXUE-A** to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
- [2] The Company has duly filed forms and returns as stated in **ANNEXURE-B** to this Certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
- [3] The Company is a Public Limited Company has the minimum prescribed paid up capital and it has the required minimum number of the members during the said financial year.
  - (a) Has not invited public to subscribe for its shares or debentures and,
  - (b) Has not invited or accepted any deposits from persons other than its members, directors or their relatives.
- [4] The Board of Directors duly met 7 times on 30/04/2009, 30/06/2009, 30/07/2009, 11/09/2009, 30/10/2009, 30/01/2010, 28/02/2010 dates in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes book maintained for the purpose.
- [5] The Company closed its Register of Members and/or Debenture holders from 08/09/2009 to 11/09/2009 (Both days inclusive) and necessary compliance of section 154 of the Act has been made.
- [6] The 15th Annual General Meeting for the financial year ended on 31st March 2009 was held on 11/09/2009 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] The Company has advanced loan amounting to Rs. NIL to its Directors and/or persons or firms or companies referred in the section 295 of the Act after complying with the provisions of the Act.
- [8] The Company has duly complied with the provisions of Section 297 of the Act in respect of Contracts specified in that section (NO CONTRACTS ARE EXECUTED).
- [9] The Company has made necessary entries in the Register maintained under section 301 of the Act.



- [10] The Company has obtained necessary approvals from the Board of Directors, members and previous approval of the Central Government pursuant to section 314 of the Act wherever applicable (NOT APPLICABLE).
- [11] The Board of Directors or duly constituted committee of Directors has approved the issue of Duplicate Share Certificates.
- [12] The Company has not declared any dividend.
  - (a) Delivered all the Certificates on allotment/ Transfer of Securities within the time as prescribed under the Act.
  - (b) Deposited the amount of Dividend declared including interim dividend in a separate Bank Account on (N.A.) within five days from the date of declaration of such dividend.(NOT APPLICABLE.)
  - (c) Paid / Posted warrants for Dividends to all the members within a period of 30 (Thirty) days from the date of declaration and that all unclaimed/ unpaid dividend has been transferred to unpaid Dividend Account of the Company with NOT APPLICABLE Bank on (NOT APPLICABLE).
  - (d) Transferred the amounts in unpaid Dividend Account, Application Money due for refund, matured deposits, matured Debentures, remained unclaimed or unpaid for a period of seven years to Investors Education and Protection fund. (NOT APPLICABLE).
  - (e) Duly complied with the requirements of section 217 of the Act.
- [13] During the Year Mr. Dinesh. R. Panchal had resigned as director on 11/09/2009 where as the Board had appointed Mr. Ankit Narendrabhai Shah and Mr. Manish Ravindrabhai Gandhi as Additional Directors on 11/09/2009. Mr. Kanubhai G. Patel had resigned as Director on 28/02/2010. The Company has filed necessary form no. 32 in respect of changes in above stated directors and necessary entries were made in the Register of Directors u/s. 303 of the Act.
- [14] The appointment of Sole selling agents was not made during the year.
- [15] The Company has obtained all necessary approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act wherever necessary. (NOT APPLICABLE)
- [16] 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.
- [17] The Company has issued NIL Equity shares during the financial year in compliance with the provisions of the Act. Hence it is not required to file necessary form No.2 for allotment of shares with the office of the Registrar of Companies.
- [18] The Company has bought back NIL Shares during the financial year ending 31/3/2010 after complying with the provisions of the Act.
- [19] The Company has redeemed NIL Preference shares/ Debentures during the year after complying with the provisions of the Act.
- [20] The Company wherever necessary has kept in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares in compliance with the provisions of the Act. (NOT APPLICABLE)
- [21] The Company has complied with the provisions of section 58A and 58AA read with Companies (Acceptance of Deposits) Rules 1975, the applicable directions issued by the Reserve Bank of India, any other authority in respect of Deposits accepted including unsecured loans taken, amounting to



Rs. NIL raised by the Company during the year and the Company has filed the copy of Advertisement/ Statement in lieu of Advertisement/ necessary particulars as required with the Registrar of Companies, Gujarat on N.A. The Company has also filed return of Deposit with the Registrar of Companies, / Reserve Bank of India/ other authorities.

**The Company has not accepted any Deposits from any person.**

- [22] The amount borrowed by the Company from directors, members, public financial institutions, banks and others during the financial year ending 31st March 2010 is/are within the borrowing limits of the Company and that necessary resolutions as per section 293(1)(d) of the Act have been passed in duly convened Annual/ Extra Ordinary General Meeting.
- [23] The Company has made loans / and investments or given guarantees or provided securities to other bodies corporate, in compliance with the provisions of the Act and has made necessary entries in the Registers kept for the purpose.
- [24] The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's Registered Office from one state to another during the year under scrutiny after complying with the provisions of the Act.
- [25] The Company has not passed any Special Resolution under section 17 of the Companies Act 1956 for alteration of the provisions of the Memorandum of Association with respect to the objects of the Company.
- [26] The Company has not altered the provisions of the Memorandum of Association with respect to Name of the Company during the year under scrutiny.
- [27] The Company has not altered provisions of the Memorandum of Association with respect to Share Capital of the Company during the year under scrutiny.
- [28] The Company has not altered capital clause nor its Articles of Association.
- [29] A List of prosecution initiated against or show cause notices received by the company for alleged offences under the Act and also the fines and penalties or any other punishment imposed on the company in such cases is attached.  
No Prosecution has been filed against the Company or any of its Directors.
- [30] The Company has received Rs. NIL as security from its employees during the year under Certification and the same has been deposited as per the provisions of section 4(1) of the Act.
- [31] The Company has deposited both employee's and employer's contribution to provident Fund with the prescribed authorities pursuant to section 418 of the Act.

FOR KAMLESH. M. SHAH & CO.,  
PRACTICING COMPANY SECRETARIES.

(KAMLESH. M. SHAH)

PROPRIETOR.

ACS:8356, COP: 2072

PLACE : AHMEDABAD.  
DATE : 25th JUNE 2010





## ANNEXURE-A

## LIST OF REGISTERS AND RECORDS MAINTAINED BY THE COMPANY.

- (1) Register of Share Application and Allotment
- (2) Register of Members/ Share holders for each class of shares issued.
- (3) Register of Share Transfer/Transmission/Issue of Duplicate / Sub divided/ Consolidated share Certificates.
- (4) Register of Directors/ Managers and Secretaries.
- (5) Register of Directors' Shareholding.
- (6) Register of Disclosure of Interests by the Directors.
- (7) Register of Loans made to various parties including to the Group / Associate concerns and loans made to directors.
- (8) Register of Fixed Assets held by the Company.
- (9) Register of Various resolutions passed by Circulation.
- (10) Minutes Book of the Board of Director meetings.
- (11) Minutes Book of the Shareholders Meetings.
- (12) Register of Charges / Mortgages.
- (13) Register of Loans and Investments made by the Company.
- (14) Minutes Book of the Audit Committee of the Board.
- (15) Minutes Book of the Investors Services Committee.

PLACE : AHMEDABAD.  
DATE : 25th JUNE 2010

FOR KAMLESH. M. SHAH & CO.,  
Practicing Company Secretaries.

(Kamlesh. M. Shah)  
Proprietor.  
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## ANNEXURE-B

## FORMS AND RETURNS / FORMS AND OTHER DOCUMENTS FILED / NOT FILED BY THE COMPANY WITH VARIOUS AUTHORITIES DURING THE YEAR ENDING ON 31ST MARCH 2010.

Sr.No.	Type of Return / Form / Document filed	Name of authority with whom filed.	Date of document made as on	Whether filed in time or delayed.
[1]	Balance sheet. F-23AC & 23ACA	ROC, Gujarat	31/03/2009	Filed in Time
[2]	Annual Return. F-20B	ROC, Gujarat	11/09/2009	Filed in Time
[3]	F-66 Secretarial Compliance Certificate.	ROC, Gujarat	25/09/2009	Filed in Time
[4]	F-32 for Appointment of Ankit N Shah and Manish R. Gandhi and Resignation of Mr. Dinesh R Panchal.	ROC Gujarat	11/09/2009	Filed in Time
[5]	F-32 for Resignation of Mr. Kanubhai G Patel	ROC Gujarat	28/02/2010	Filed in Time

PLACE : AHMEDABAD.  
DATE : 25th JUNE 2010

FOR KAMLESH. M. SHAH & CO.,  
Practicing Company Secretaries.

(Kamlesh. M. Shah)  
Proprietor.  
ACS: 8356, COP: 2072



## AUDITOR'S REPORT

We have audited the attached Balance Sheet of ASHISH POLYPLAST LIMITED, AHMEDABAD as at 31st March 2010 and the attached Profit and Loss Account and the cash flow statement of the Company for the year ended on that date annexed thereto. These financial statements are responsibility of the company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 of material misstatement. An audit includes examination, 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 management, as well as evaluating the overall financial statement presentation. We believe that our audit provides reasonable basis of our opinion.

1. 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.
2. In our opinion, the Company has kept proper books of account as required by law, so far, as appears from our examination of the books.
3. The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company.
4. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement comply with the Accounting Standards referred to in Sub-section (3C) of section 211 of the Companies Act, 1956, to the extent applicable.
5. On the basis of representation received from the directors of the company, we report that no director is disqualified from being appointed as a director of the company under clause (g) of subsection (1) of section 274 of Companies Act, 1956.
6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon and **subject to our comments as per Note No.25 regarding advances and other notes thereon**, gives 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:
  - (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010
  - (b) In the case of Profit and Loss Account, of the Profit for the year ended on that date, and
  - (c) In the case of cash flow statement, of the cash flows for the year ended on that date.

As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such checks of books and records of the Company as considered appropriate and as per the information and explanations given to us, we further report that:

- (i) The nature of company's business/activities during the year is such that clauses (xiii) and (xiv) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company for the year under report.
- (ii) In respect of Fixed Assets :
  - a. The Company has maintained proper records showing full particulars including quantitative details and location of the fixed assets.
  - b. All the fixed assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
  - c. In our opinion and according to the information and explanation given to us the company has not made any substantial disposals during the year.
- (iii) In respect of its Inventories:
  - a. As explained to us, inventories were physically verified during the year by the management at reasonable intervals.
  - b. In our opinion, the procedures of physical verification of stock followed by the management are 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.
- (iv) In respect of loans, secured or unsecured, granted or taken by the Company to or from companies, firms or others parties covered in the register maintain u/s 301 of the Companies Act 1956, according to the information and explanation given to us :
  - a. The Company has not taken any loan from companies, firms or other parties listed in the register maintained u/s.301 and from companies under the same management. The Company has not granted any loan during the year to any companies, firms or other parties listed in register maintained u/s 301 of The Companies Act 1956.

- However, the company has, in the past, given advances for goods and other advances to a company and firms and other party covered in register maintained u/s.301 of the Companies Act, 1956 as per details given in Note No.26 (D) under related party disclosure. As informed to us these are not loans or advances in the nature of loans.
- b. As the company has not granted/taken any loans secured or unsecured, to or from parties listed in the register maintained u/s.301 of the Companies Act, 1956, paragraphs (iii)(b), (c) and (d) of the order are not applicable.
  - (v) As per the information and explanations given to us, there are, in our opinion, adequate internal control procedures commensurate with the size of the Company and nature of its business for the purchase of Inventory and Fixed Assets and for sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
  - (vi) In respect of transactions entered in the register maintained in the pursuance of section 301 of The Companies Act 1956.
    - a. To the best of our knowledge and belief and according to the information and explanation given to us there are no transactions during the year that need to be entered into a register maintained u/s.301 of the Companies Act, 1956.
    - b. In our opinion and according to the information and explanation given to us, as there are no transactions that need to be entered into register maintained u/s.301 of the Companies Act, 1956, paragraphs (v)(b) of the order is not applicable.
  - (vii) The Company has not accepted any deposits from public during the year.
  - (viii) **As per the information and explanations given to us, the company is yet to set up a formal internal audit system commensurate with the size of the Company and nature of its business.**
  - (ix) The Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 in respect of the products manufactured by the Company.
  - (x) According to information and explanations given to us in respect of statutory and other dues:
    - a. Baring a few instances, the Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Income Tax, VAT, Wealth Tax, Custom Duty, Cess and other statutory dues with the appropriate authorities during the year.
    - b. Disputed dues in respect of Excise Duty and penalty thereon aggregating to Rs.11.80 lacs have not been deposited since the matters are pending before relevant Appellate Authority.
  - (xi) The Company neither have accumulated losses at the end of year, nor incurred cash losses during the current and the immediately preceding financial year.
  - (xii) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in the repayment of dues to Banks. The Company has not borrowed funds from Financial Institution or Debenture holder.
  - (xiii) According to the information and explanations given to us, the Company has not given any loans and advances on the basis of security by way of pledge of shares, debenture and other securities.
  - (xiv) In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks and financial institutions.
  - (xv) To the best of our knowledge and belief and according to the information and explanations given to us, the company has not availed any term loan during the year.
  - (xvi) According to the cash flow statement and other records examined by us and the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment (fixed asset, etc.) and vice versa other than temporary deployment pending application.
  - (xvii) According to the information and explanations given to us the company has not made any preferential allotment of share to parties and Companies covered in the register maintained u/s 301 of the Act.
  - (xviii) According to the information and explanations given to us, and the records examined by us, the company has not issued any debenture during the financial year.
  - (xix) The company has not raised any money by public issue during the year.
  - (xx) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the year.

For, M.R.Pandhi & Associates  
Chartered Accountants  
FRN : 112360W

(M.R.Pandhi)  
Partner  
Membership No.033057

Ahmedabad, July 24, 2010



# ASHISH POLYPLAST LIMITED

## BALANCE SHEET AS AT 31ST MARCH 2010

PARTICULARS	SCHE DULE	As at 31st March 2010 (Rs.)	As at 31st March 2009 (Rs.)
<b>SOURCES OF FUNDS</b>			
<u>Shareholders' Funds</u>			
Share Capital	A	33,975,000	33,975,000
Reserve and Surplus	B	5,867,661	4,965,736
<u>Loan Funds</u>			
Secured Loans	C	2,504,521	1,105,804
Deferred Tax Liability (Net)		1,604,529	1,695,238
<b>Total Rs :</b>		<b>43,951,711</b>	<b>41,741,777</b>
<b>APPLICATION OF FUNDS</b>			
<u>Fixed Assets</u>	D		
Gross Block		22,826,547	21,113,542
Less : Depreciation Fund		12,583,719	11,565,314
Net Block		10,242,828	9,548,228
Investments		---	---
<u>Current Assets, Loans and Advances</u>	E		
Inventories		7,626,714	11,094,883
Sundry Debtors		9,966,675	6,583,761
Cash and Bank Balances		3,275,223	2,959,836
Loans and Advances		16,207,503	13,645,317
		37,076,115	34,283,797
<u>Less : Current Liabilities &amp; Provisions</u>	F		
Current Liabilities		1,593,943	1,167,835
Provisions		1,773,289	922,413
		3,367,232	2,090,248
<b>Net Current Assets</b>		<b>33,708,883</b>	<b>32,193,549</b>
<b>Total Rs :</b>		<b>43,951,711</b>	<b>41,741,777</b>
Notes to the Accounts & Significant Accounting Policies	P	---	---

As per our report of even date

For M.R.Pandhi & Associates

Chartered Accountants

(M.R.Pandhi)

Partner

Membership.No.33057

Ahmedabad, July 24, 2010

For and on behalf of the Board

(Ashish D. Panchal)

Managing Director

(Smt.K.D.Panchal)

Director

Ahmedabad, July 24, 2010

## PROFIT &amp; LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

PARTICULARS	SCHE DULE	2009-2010 (Rs.)	2008-2009 (Rs.)
<b>INCOME</b>			
Sales (Net of Goods Return/Cash Discount)		62,040,507	53,694,612
Less: Excise Duty		1,241,608	1,715,335
		60,798,899	51,979,277
Other Income	G	260,589	56,846
Increase/(Decrease) in Stock	H	(2,964,672)	(1,516,965)
<b>Total Rs :</b>		<b>58,094,817</b>	<b>50,519,158</b>
<b>EXPENDITURE</b>			
Raw Material Consumed	I	45,969,953	40,683,824
Manufacturing Expenses	J	3,125,454	3,057,289
Payment to and Provisions for Employees	K	1,751,674	1,925,310
Administrative and General Expenses	L	1,605,348	1,243,583
Selling and Distribution Expenses	M	2,196,293	1,722,175
Financial Expenses	N	172,779	160,952
Depreciation	D	1,018,405	999,465
<b>Total Rs :</b>		<b>55,839,905</b>	<b>49,792,597</b>
Profit before tax		2,254,912	726,560
Less : Provision for Taxation	O	699,291	246,065
<b>Profit after tax</b>		<b>1,555,621</b>	<b>480,495</b>
Balance brought forward from last year		3,465,736	2,985,240
Profit Available for Appropriation		5,021,357	3,465,736
<b>APPROPRIATIONS</b>			
General Reserve		155,000	---
Proposed Dividend		560,588	---
Tax on proposed Dividend		93,108	---
		808,696	---
Net Profit transferred to Balance Sheet		4,212,661	3,465,736
		5,021,357	3,465,736
Earning per share- Basic and diluted (Face value of Rs.10 each)	P	0.46	0.14
Notes to the Accounts & Significant Accounting Policies			

As per our report of even date

For M.R.Pandhi &amp; Associates

Chartered Accountants

(M.R.Pandhi)

Partner

Membership.No.33057

Ahmedabad, July 24, 2010

For and on behalf of the Board

(Ashish D. Panchal)

Managing Director

(Smt.K.D.Panchal)

Director

Ahmedabad, July 24, 2010



# ASHISH POLYPLAST LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

PARTICULARS	Rs. in Lacs	
	2009-2010 (Rs.)	2008-2009 (Rs.)
[A] CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) as per Profit & Loss Account before Tax	2,254,912	726,560
ADJUSTMENTS FOR NON CASH ITEMS		
1 Depreciation	1,018,405	999,465
2 Interest (Net)	(106,951)	76,149
TOTAL :	911,454	1,075,614
[B] Operating Profit/(Loss) before Working Capital Changes	3,166,366	1,802,174
[C] ADJUSTMENT FOR WORKING CAPITAL		
1 (Increase)/Decrease in Inventories	3,468,169	1,130,427
2 (Increase)/Decrease in Trade Receivables	(3,382,914)	1,296,775
3 (Increase)/Decrease in Loans & Advances	(2,187,574)	619,728
4 Increase/(Decrease) in Current Liabilities	(166,711)	(596,657)
NET (INCREASE)/DECREASE IN WORKING CAPITAL TOTAL [C] :	(2,269,030)	2,450,273
[D] Operating Profit/(Loss) after Working Capital Changes (B+C)	897,336	4,252,447
[E] 1 Interest Paid	134,635	132,224
2 Direct Taxes Paid	374,612	282,395
SUB TOTAL E	509,247	414,619
[F] NET CASH FLOW FROM OPEARTING ACTIVITIES [D-E]	388,089	3,837,828
[G] CASH FLOW FROM INVESTING ACTIVITIES		
1 Purchase of Fixed Assets	1,713,005	(284,504)
2 Sale of Fixed Assets	---	---
3 Increase in Investments	---	---
4 Interest Received	241,586	56,075
CASH USED IN INVESTING ACTIVITIES	1,471,419	(228,428)
[H] CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	1,398,718	(899,720)
NET CASH IN FLOW /(OUT FLOW) FROM FINANCING ACTIVITIES	1,398,718	(899,720)
[I] CASH FLOW FROM EXTRA ORDINARY ITEMS	---	---
[J] CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	2,959,836	250,156
[K] NET INCREASE/( DECREASE) IN CASH OR CASH EQUIVALENTS	315,387	2,709,680
[L] CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	3,275,223	2,959,836

Note : The above Cash Flow Statement has been prepared under the "Indirect Method" set out in Accounting Standard (AS) - 3 on Cash Flow Statement issued by the Institutes of Chartered Accountants of India.

As per our attached report of even date.

For M.R.Pandhi & Associates  
Chartered Accountants

By Order of the Board

M.R.Pandhi  
Membership.No.33057  
Ahmedabad, July 24, 2010

Ashish D. Panchal  
Managing Director

Smt.K.D.Panchal  
Director

Ahmedabad, July 24, 2010

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

PARTICULARS	As at 31st March 2010 (Rs.)	As at 31st March 2009 (Rs.)
<u>Schedule - A</u>		
<u>Share Capital</u>		
<u>Authorised Share Capital</u>		
37,50,000 Equity Shares of Rs.10/- each	37,500,000	37,500,000
<u>Issued Share Capital</u>		
35,00,000 Equity Shares of Rs.10/- each	35,000,000	35,000,000
Total Rs :	35,000,000	35,000,000
<u>Subscribed &amp; Paid-up Share Capital</u>		
33,97,500 Equity Shares of Rs.10/- each fully paid up	33,975,000	33,975,000
Total Rs :	33,975,000	33,975,000
<u>Schedule - B</u>		
<u>Reserve &amp; Surplus</u>		
<u>Capital Reserve</u>		
Subsidy	1,500,000	1,500,000
General Reserve	155,000	---
Profit & Loss Account	4,212,661	3,465,736
Total Rs :	5,867,661	4,965,736
<u>SCHEDULE - C</u>		
<u>Secured Loan</u>		
<u>Working capital loan from Bank</u>		
( Secured by hypothecation of Stocks of raw material, work in process, finished goods, stores and receivables and further secured by equitable mortgage of Land & Factory Building and personal guarantee of few directors)	1,561,809	1,105,804
<u>Vehicle loan</u>		
(Secured against Hypothecation of Vehicles)	942,712	---
Total Rs :	2,504,521	1,105,804

**SCHEDULE - D # FIXED ASSETS**

(Figures in Rs.)



**ASHISH POLYPLAST LIMITED**

SR. NO.	ASSETS	Gross Block				Depreciation				Net Block	
		COST AS ON 1-4-2009	ADDITION DURING THE YEAR	DEDUC- TIONS DURING THE YEAR	TOTAL AS ON 31-3-2010	PROVIDED UP TO 31-3-2009	PROVIDED DURING THE YEAR	DEDUC- TIONS DURING THE YEAR	TOTAL AS ON 31-3-2010	TOTAL AS ON 31-3-2010	TOTAL AS ON 31-3-2009
1	Land	239,483	---	---	239,483	---	---	---	---	239,483	239,483
2	Factory Building	5,709,613	160,260	---	5,869,873	2,629,948	190,701	---	2,820,649	3,049,224	3,079,665
3	Office Premises	577,077	---	---	577,077	121,906	9,406	---	131,312	445,765	455,171
4	Plant & Machinery	12,028,832	68,500	---	12,097,332	7,153,777	573,549	---	7,727,326	4,370,006	4,875,055
5	Furniture & Fitting	556,179	28,998	---	585,177	420,323	35,685	---	456,008	129,169	135,856
6	Cycle	1,225	---	---	1,225	1,225	---	---	1,225	---	---
7	Computer	168,250	15,500	---	183,750	111,467	27,618	---	139,085	44,665	56,783
8	Vehicles	1,554,188	1,439,747	---	2,993,935	1,054,536	149,953	---	1,204,489	1,789,446	499,652
9	Loading Vehicles	278,695	---	---	278,695	72,132	31,493	---	103,625	175,070	206,563
Total Rs :		21,113,542	1,713,005	---	22,826,547	11,565,314	1,018,405	---	12,583,719	10,242,828	9,548,228



## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

PARTICULARS	As at 31st March 2010 (Rs.)	As at 31st March 2009 (Rs.)
<b>Schedule - E</b>		
<b>Current Assets, Loans and Advances</b>		
<b>[1] Inventories</b>		
(As taken, valued and certified by the management)		
Raw Materials	1,873,342	2,495,661
Finished Goods	2,396,001	3,261,441
Semi Finished Goods	3,217,586	5,316,818
Packing Material	139,785	20,963
Total Rs. [1] :	7,626,714	11,094,883
<b>[2] Sundry Debtors</b>		
(Unsecured, considered good unless stated otherwise)		
Debts outstanding for more than six months	594,672	470,194
Others	9,372,003	6,113,567
Total Rs. [2] :	9,966,675	6,583,761
<b>[3] Cash and Bank Balances</b>		
Cash on hand	491,574	400,182
In Fixed Deposit Account with Scheduled Bank (FDR for Rs.56000/- is Pledged with Bank)	2,783,649	2,559,654
Total Rs. [3] :	3,275,223	2,959,836
<b>[4] Loans &amp; Advances</b>		
(Advance recoverable in Cash or kind or for value to be received)		
Advance for Capital Assets/Services	9,420,990	7,369,990
Advances for Goods	5,465,948	5,593,896
Other Advances	1,320,565	681,431
Total Rs. [4] :	16,207,503	13,645,317
Total Rs. [1+2+3+4] :	37,076,115	34,283,797
<b>Schedule - F</b>		
<b>Current Liabilities and Provisions</b>		
<b>Current Liabilities</b>		
Micro, Small & Medium Enterprises (refer note no.18)	-	-
Other	778,932	366,958
Liabilities for Expenses	143,327	95,756
Other Current Liabilities	671,684	705,121
	1,593,943	1,167,835
<b>Provisions</b>		
For Taxation	790,000	405,000
For Fringe Benefit Tax	-	29,500
For Gratuity	329,593	487,913
Proposed Dividend	560,588	-
For Dividend Distribution Tax	93,108	-
	1,773,289	922,413
Total Rs.:	3,367,232	2,090,248
<b>Net Current Assets</b>	<b>33,708,883</b>	<b>32,193,549</b>



# ASHISH POLYPLAST LIMITED

## SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

PARTICULARS	2009-2010 (Rs.)	2008-2009 (Rs.)
<b>Schedule - G</b>		
<u>Other Income</u>		
Interest Income	241,586	56,075
Insurance claim receipt	8,675	---
Vatav-Kasar Account	10,329	771
<b>Total Rs.:</b>	<b>260,589</b>	<b>56,846</b>
<b>Schedule - H</b>		
<u>Increase/(Decrease) in Stock</u>		
<u>Closing Stock</u>		
Finished Goods	2,396,001	3,261,441
Semi Finished Goods	3,217,586	5,316,818
	5,613,587	8,578,259
<u>Less: Opening Stock</u>		
Finished Goods	3,261,441	4,904,579
Semi Finished Goods	5,316,818	5,190,645
<b>Total Rs.:</b>	<b>(2,964,672)</b>	<b>(1,516,965)</b>
<b>Schedule - I</b>		
<u>Raw Material Consumed</u>		
Opening Stock	2,495,661	2,110,878
Add : Purchases (Net of Returns)	44,829,338	40,769,098
Freight	550,841	615,941
Less : Rate Difference	32,545	316,432
	47,843,295	43,179,485
Less : Closing Stock	1,873,342	2,495,661
<b>Total Rs.:</b>	<b>45,969,953</b>	<b>40,683,824</b>
<b>Schedule - J</b>		
<u>Manufacturing Expenses</u>		
Excise Duty on Finished Goods	191,955	241,588
Factory Expenses	32,815	40,183
Power & Fuel	2,474,668	2,259,756
Packing Material Expenses	293,941	337,776
Machinery Expenses	132,075	177,986
<b>Total Rs.:</b>	<b>3,125,454</b>	<b>3,057,289</b>
<b>Schedule - K</b>		
<u>Payment to &amp; Provisions for Employees</u>		
Salary, Wages & Bonus Expenses	1,536,330	1,339,258
Leave Salary	68,040	31,692
Contribution to Provident Fund	120,546	151,274
Staff Welfare Expenses	---	6,332
Provision for Gratuity	26,758	396,754
<b>Total Rs.:</b>	<b>1,751,674</b>	<b>1,925,310</b>

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## SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

PARTICULARS	2009-2010 (Rs.)	2008-2009 (Rs.)
<u>Schedule - L</u>		
<u>Administrative &amp; General Expenses</u>		
Auditor's Remuneration	75,555	68,509
Insurance Expenses	51,528	74,895
Professional & Legal Fees	44,056	74,079
Rate & Taxes	14,813	20,024
Director's Remuneration	300,000	302,600
General Expenses	1,119,396	703,476
Total Rs.:	1,605,348	1,243,583
<u>Schedule - M</u>		
<u>Selling and Distribution Expenses</u>		
Advertisement Expenses	54,840	14,160
Sales Tax / VAT	26,267	15,388
Trade/Turnover Discount	2,115,186	1,692,627
Total Rs.:	2,196,293	1,722,175
<u>Schedule - N</u>		
<u>Financial Charges</u>		
Interest on Working Capital Loans	129,251	131,461
Motor Car Loan Interest Expenses	5,312	---
Interest on Late Payment	72	763
Bank Charges/Commission	38,144	28,728
Total Rs.:	172,779	160,952
<u>Schedule - O</u>		
<u>Provision for Taxation</u>		
For Current Tax	790,000	405,000
Fringe Benefit Tax	---	29,500
For Deferred Tax Liability / (Asset)	(90,709)	(179,828)
Short/(Excess) Provision of I. Tax of earlier years W/off	---	(8,607)
Total Rs.:	699,291	246,065



SCHEDULE - P

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2010

1. Confirmations of certain parties for amounts due to them/amounts due from them as per accounts of the Company are not received. Provision for doubtful debts, if any, in respect of above and the consequential adjustments, if any, arising out of reconciliation is unascertainable at this stage.
2. Previous Year's figures have been regrouped and rearranged wherever necessary to confirm this year's classification.
3. The figures in paisa have been rounded off to the nearest rupees. Figures in brackets indicate negative values.
4. **CONTINGENT LIABILITY:**  

Particulars	2009-2010	2008-2009
On account of guarantee given	Rs. 56,000	Rs. 56,000/-
Excise demands against the company not acknowledged as debts and not provided for as the same are disputed by the company in appeal.	Rs. 11,79,562	Rs. 11,79,562/-
5. Estimated amount of contract remaining to be executed on capital account and not provided for ( net of Advances) Rs.401400 /- (Previous Year Rs. Nil).
6. **EXPENDITURE INCURRED BY THE COMPANY ON EMPLOYEES:**
  - a. If employed for a part of the financial year and where in receipt of remuneration for the year, which in aggregate was not less than Rs.24 lacs: Rs. Nil
  - b. If employed for a part of the financial year and where in receipt of remuneration for any part of the year at the rate which in aggregate was not less than Rs.2 lacs per month: Rs. Nil
7. **PAYMENT TO DIRECTORS**  

Remuneration	2009-2010	2008-2009
	Rs. 3,00,000	Rs. 3,02,600

Since no commission is payable to directors, the computation of profit in accordance with section 349 of the Companies Act, 1956 and relevant details of calculation is not given.
8. **PAYMENT TO AUDITORS**  

i) Audit fees & Tax Audit Fees	2009-2010	2008-2009
	Rs. 57907	Rs. 56253
ii) For Company Law Matters	Rs. 6,618	Rs. 5,515
iii) For Other Service	Rs. 11030	Rs. 6741
Total Rs :	Rs. 75555	Rs. 68509
9. Quantitative information required to be given under Para 3 & 4 of part II Schedule VI of the Companies Act, 1956.

SR. NO.	PARTICULARS	UNIT	2009-2010		2008-2009	
			QTY.	VALUE (RS)	QTY.	VALUE (RS)
A	Licensed Capacity	--	N.A.	N.A.	N.A.	N.A.
B	Installed Capacity	M.T.	650.000	---	650.000	---
C	Actual Production					
	PVC Pipes	M.T.	696.815	---	584.063	---
D	Opening Stock - PVC Pipe	M.T.	58.555	3261441	64.982	4904579
E	Closing Stock - PVC Pipe	M.T.	64.869	2396001	58.555	3261441
F	Sales	M.T.	690.502	60798899	590.490	51979277
G	Raw Material Consumption (Indigenous Only)					
	i) PVC Resin	M.T.	425.550	23164930	354.950	20288056
	ii) Yarn	M.T.	25.879	3497508	23.7301	4012189
	iii) Chemicals	M.T.	226.200	19307515	182.776	16405449
H	Packing Material Consumption (Indigenous Only)	Value	---	293941	---	337776

10. C.I.F. value of import of raw materials, components, stores, spares, capital goods Rs. NIL. (Previous Year Rs. Nil)
11. Value of imported Raw Material Consumed Rs.NIL. (Previous Year Rs. Nil)
12. Remittance in Foreign Exchange on account of dividend, royalty etc. Rs.NIL. (Previous Year Rs. Nil)
13. Earnings in foreign exchange Rs.NIL. (Previous Year Rs. Nil)
14. Advances for goods includes Rs.15,93,448/- (Previous Year Rs.15,93,448/-) given to the Company/ firms in which few directors of the Company were interested as a director.
15. Other advances include Rs.64,68,990/- (Previous Year Rs. 64,68,990/-) due from a Company in which some of the directors are interested as directors.
16. Sundry Debtors includes Rs. 7,420/- (Previous Year Rs.7, 420/-) due from a Company in which some of the directors are interested as directors.
17. SIGNIFICANT ACCOUNTING POLICIES :
  - (A) Basis of preparation of financial statements and revenue recognition :-
    - i.) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the company.
    - ii.) Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles followed by the company.
    - iii.) Sale of goods is recognised on transfer of significant risk and rewards of ownership which is generally on shipment and dispatch to customers. Sale is inclusive of excise duty and other levies wherever applicable. Other revenue/ cost are recognised on accrual basis.
  - (B) Fixed Assets & Depreciation / Amortisation : -
    - i.) Fixed assets are stated at cost of acquisition or construction net of Excise, Value Added Tax less accumulated depreciation. All cost, till commencement of commercial production is capitalized.
    - ii.) Depreciation on fixed assets is provided on the straight Line Method at the rates and in the manner prescribed in Schedule XIV of the Companies Act 1956. Intangible assets (except goodwill) are amortized equally over five years. Goodwill is tested for impairment annually.
    - iii.) Pursuant to accounting standard 28 " Impairment of Assets" issued by the ICAI, The Company has a system to review the carrying cost of all the assets vis-à-vis recoverable value and impairment loss, if any is charged to Profit and Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in estimate of recoverable amount.
  - (C) Foreign Currency Transactions : -
 Transactions denominated in foreign currency are normally recorded at the exchange rate prevailing at the time of the transactions. Monetary items denominated in foreign currency remaining unsettled at the year-end are restated at the exchange rate prevailing at the end of the year. Gains and losses on foreign exchange transactions other than those relating to fixed assets are charged to profit & loss account. Premium paid on forward contract has been recognized over the life of the contract. Any profit or loss on cancellation or renewal of such forward exchange contract is recognised as income or expenditure for the period.
  - (D) Inventories :-
 Inventories are valued at lower of cost and net realizable value except by products which is valued at estimated realizable value. In determining the cost of raw Material, stores spares, and other material the first in first out (FIFO) method is used. Finished goods and work in progress include material cost, labour and factory overheads and excise duty, if applicable.
  - (E) Employee Retirement Benefit :-
    - i) Long Term Employee Benefits :
      - Defined Contribution Plans :



The company has Defined Contribution plans for post employment benefits namely Provident Fund. Under the Provident Fund Plan, the Company contributes to a Government administered provident fund on behalf of its employees and has no further obligation beyond making its contribution. The company's contributions to the above funds are charged to profit and loss account every year.

ii) Defined Benefit Plans :

The company has a Defined Benefit plan namely Gratuity. For Leave Encashment Benefits the leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.

Liability for Defined Benefit Plan - Gratuity is provided on the basis of valuations, as at the balance sheet date, carried out by an independent actuary. The actuarial method used by independent actuary for measuring the liability is the Projected Unit Credit Method.

Actuarial gains and losses, which comprised experience adjustment and the effect of changes in actuarial assumptions, are recognized immediately in the Profit and Loss Account.

(F) Lease Rent :-

Lease rentals are expensed with reference to lease terms and other considerations.

(G) Taxation :-

Taxation expense comprises current tax and deferred tax charge or credit. Provision for income tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. Advance tax and tax deducted at source are adjusted against provision for taxation and balance, if any, are shown in the balance sheet under respective heads.

(H) Deferred Taxation

Deferred tax resulting from timing differences between book and tax profit is accounted for under the liability method at the current rate of Income tax to the extent that the timing differences are expected to crystallize as deferred tax charge/ benefit in the profit and loss a/c and as deferred tax Assets/Liability in the Balance-Sheet.

(I) Borrowing Cost

Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to Revenue.

(J) Excise Duty

i) Excise duty payable is accounted based on removal of goods.

ii) The amount of Cenvat credits in respect of materials consumed for sales is deducted from cost of material consumed.

(K) Use of Estimates

In preparing Company's financial statements in conformity with accounting principles generally accepted in India, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period; actual results could differ from those estimates.

(L) Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit & Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(M) Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as result of past events and it is probable that there will be an

outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes, Contingent assets are neither recognised nor disclosed in the financial statements.

(N) Related Party Transaction

Parties are considered to be related if at any time during the year; one party has the ability to control the other party or to exercise significant influence over the other party in making financial and / or operating decision.

(O) Earning Per Share (EPS)

The earning considered in ascertaining the company's EPS comprises the net profit for the period after tax attributed to equity shareholders. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

(P) Government Grants

Grants received against specific fixed assets are adjusted to the cost of the assets and those in the nature of promoter's contribution are credited to capital reserve. Revenue grants are recognized in the profit and loss account in accordance with the related schemes and in the period in which these are accrued and it is reasonably certain that the ultimate collection will be made.

3. GENERAL :

Accounting policies not specifically referred to are consistent with generally accepted accounting practices.

19. Suppliers/Service providers covered under Micro, Small, Medium Enterprises Development Act, 2006 have not furnished the information regarding filing of necessary memorandum with the appropriate authority. In view of this information required to be disclosed u/s. 22 of the said Act is not given.

20. PARTICULARS OF EARNINGS PER SHARE

Earning per share (EPS) computed in accordance with Accounting Standard 20 issued by The Institute of Chartered Accountants of India.

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
Net Profit/(Loss) attributable to Shareholders	1555621	480495
Number of Weighted equity shares	3397500	3397500
Nominal Value of share	10	10
Earning per share (basic & diluted)	(+) 0.46	(+) 0.14
The company has no dilutive shares.		

21. Disclosure for leases under Accounting Standard 19:

a) Financial Lease :

The net carrying amount of assets acquired under financial lease: Nil

b) Operational Lease :

The amount of payments for operational lease on assets: Nil

22. In accordance with "Accounting Standard - 22" deferred tax asset of Rs 90709. /-(Previous year Deferred tax asset of Rs. 179828/-) for the current year has been recognized in the Profit & Loss Account.

The major component for deferred tax liability (Net) is given below :

Particulars	As at 31.03.10 (Rs.)	As at 31.03.09(Rs.)
A. Deferred Tax Liability on account of Depreciation	1,706,373	1,846,003
B. Deferred Tax Asset on account of Gratuity	101,844	150,765
Net deferred tax Liability	1,604,529	1,695,238
Current Year Deferred Tax Provision/(asset)	(90,709)	(179,828)

23. SEGMENT REPORTING :

The company manufactures only one product. The sale of the product is in Indian markets only. Hence there are no reportable business segments/geographical segments.

24. In accordance with Accounting Standard (AS-28) on "Impairment of Assets" issued by the Institute of

Chartered Accountants of India the company during the year carried out an exercise to assess the impairment loss of assets. Based on such exercise, there is no impairment of assets. Accordingly no adjustment if respect of loss on impairment of assets is required to be made in the accounts.

25. The Company has made advance payments to a few suppliers for acquisition of fixed assets and for the purchase of goods and materials aggregating to Rs.11934938 (Previous year Rs.11934938). We are informed that the delay in receipt of the assets, goods and material is on account of project being kept on hold on account of liquidity crunch raised due to sudden death of two Managing Directors of the company in succession. The company is in the process of pursuing acquisition of assets/goods from parties.

26. **RELATED PARTY DISCLOSURES**

Disclosures as required by the Accounting Standard 18 "Related Party Disclosures" are given below:

**A. RELATED PARTIES**

**RELATION**

- (1) Ashish Agroplast Pvt. Ltd. : Associated Company (Ceased to be an associate W.e.f. 11/09/2009)  
 (2) Mr. Dinesh R. Panchal : Director (Ceased to be Director W.e.f. 11/09/2009)  
 (3) Smt. Kantaben D. Panchal : Director

**B. CONCERN CONTROLLED BY RELATIVE OF KMP**

- (1) Mixoplast : Relative of Directors was Partner (Ceased to be a Concern controlled by relative of KMP)  
 (2) Mayur Plastic Industries : Relative of Directors was Partner (Ceased to be a Concern controlled by relative of KMP)

**C. KEY MANAGEMENT PERSONNEL AND RELATIVES**

Mr.Ashish D. Panchal : Managing Director

**D. NATURE & VOLUME OF TRANSACTIONS WITH RELATED PARTIES**

(Amount in Rupees)

SR NO	NATURE OF TRANSACTIONS	RELATED PARTIES	ASSOCIATED COMPANY	KMP and Firms in Which Relatives of KMP are Interested
I.	Remuneration Paid		--	3,00,000 * (302,600)
II.	Outstanding Balances			
A	Due From	NIL	1593448 *(1593448)	--
		NIL	7,420 *( 7420 )	2092500 * (2092500)
		NIL	---	1780000 *(1780000)
		NIL	6468990 * (6468990)	--
B	Due to	NIL	NIL	Rs.22400/- *(Rs.25000/-)

\* Figures for Previous year

27 **Employee Benefits :**

- (A) Gratuity (Defined benefit plan): The company has obtained report from Actuary for Gratuity liability.  
 (B) Leave wages (Long term employment benefit) : The leave wages are payable to all eligible employees at the rate of daily salary/wages for each day of accumulated leave and are paid during the financial year itself. Therefore no liability is accrued at the end of the financial year for leave benefits as per practice followed by the company year to year.



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The company has determined the liability for employee benefits as at March 31, 2010 in accordance with the Accounting Standard 15 (revised) as under:

A	Details of gratuity (Non-funded) plan :	As at 31-03-10 Amount (Rs.)	As at 31-03-09 Amount (Rs.)
(i)	Expenses recognized in the statement of the profit and loss account.		
	Current service cost	75064	95516
	Interest on obligation	40399	31167
	Expected return on plan assets	NIL	NIL
	Net actuarial losses (gains) recognized during the year	(88705)	269671
	Total amount included in the 'employee benefit expenses'	26758	396754
(ii)	Net Asset / (liability) recognized in the Balance Sheet		
	Present value of funded obligations	NIL	NIL
	Fair value of the plan assets	NIL	NIL
	Present value of unfunded obligation	329593	(487913)
	Net asset / (liabilities) recognized in the Balance Sheet	329593	(487913)
(iii)	Change in the defined benefit obligation		
	Opening fair value of plan assets	487913	394018
	Current service cost	75064	95516
	Interest cost	40399	31167
	Actuarial losses / (gain)	(88705)	269671
	Benefits paid	185078	302859
	Closing defined benefit obligation	329593	487913
iv)	Change in the fair value of assets		
	Opening fair value of plan assets	NIL	NIL
	Expected return on plan assets	NIL	NIL
	Actuarial gain / (losses)	NIL	NIL
	Contributions by the employer	NIL	NIL
	Benefits paid	NIL	NIL
	Closing fair value of plan assets	NIL	NIL
v)	Movement in the liability recognized in the Balance Sheet		
	Opening net liability	487913	394018
	Expenses as above (P & L) charges	26758	396754
	Contribution paid	(185078)	(302859)
	Asset / (liability) recognized in the Balance Sheet	329593	487913
B.	Principal actuarial assumptions:		
	Discount rate (p.a.)	8.28%	7.91%
	Expected return on Plan Assets	0.00%	0.00%
	Annual Increase in salary costs (p.a.)	6.00%	6.00%

AS PER OUR REPORT OF EVEN DATE  
SIGNATURE TO SCHEDULE "A" TO "P"

BY ORDER OF THE BOARD

For M.R.Pandhi & Associates  
Chartered Accountants

(Ashish D. Panchal)  
Managing Director

(M.R.Pandhi)  
Partner  
Membership.No.33057

(Smt.K.D.Panchal)  
Director

Ahmedabad, July 24, 2010

Ahmedabad, July 24, 2010

**ASHISH POLYPLAST LIMITED****BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

Additional information as required under para IV of Schedule VI to the Companies Act, 1956.

**I REGISTRATION DETAILS**

Registration No. : U17110GJ1994PLC021391      STATE CODE : 04  
Balance Sheet Date : 31-03-2010

**II Capital raised during the year (Amount in Rs. thousand)**

(a) Public Issue : NIL  
(b) Right Issue : NIL  
(c) Bonus Issue : NIL  
(d) Private placement : NIL

**III Position of Mobilisation and Deployment of Fund**

Total Liabilities : 43952      Total Assets : 43952

**Sources of Funds**

Paidup Capital : 33975      Reserves & Surplus : 5868  
Secured Loans : 2505      Unsecured Loans : NIL  
Deferred Tax Liability : 1604

**Application of Funds**

Net Fixed Assets : 10243      Investments : NIL  
Net Current Assets : 33709      Miscellaneous : NIL  
Expenditure  
Profit & Loss : NIL  
Account (Net)

**IV Performance of Company : (Amount Rupees in thousands)**

Turnover : 61059      Total Expenditure : 58804  
Profit(+)/Loss(-) before Tax : (+) 2255      Profit(+)/Loss(-) after Tax : (+) 1556  
Earning per share in Rupee  
(On annualised basis) : (+) 0.46      Dividend Rate % : 1.65

**V Generic Names of the Principal products/services of the Company (as per monetary terms)**

Item Code No. [ITC Code] : 39172200.00  
Product Description : Rigid Reinforced Flexible PVC Hoses &  
Nylon Braided PVC Hoses

For M.R.Pandhi & Associates  
Chartered Accountants

By Order of the Board

M.R.Pandhi  
Membership.No.33057  
Ahmedabad, July 24, 2010

Ashish D. Panchal      Smt.K.D.Panchal  
Managing Director      Director  
Ahmedabad, July 24, 2010

## 16th ANNUAL REPORT



### ASHISH POLYPLAST LIMITED.

REGISTERED OFFICE : A/305, SAMUDRA COMPLEX, NEAR HOTEL KLASSIC GOLD,  
OFF C.G.ROAD, AHMEDABAD-380006

#### ATTENDENCE SLIP

L. F. NO. : \_\_\_\_\_

NAME OF THE SHAREHOLDER / PROXY : \_\_\_\_\_

ADDRESS : \_\_\_\_\_

I hereby record my presence at the SIXTEENTH ANNUAL GENERAL MEETING of the company held on  
Tuesday, 31st August 2010, at THE AHMEDABAD TEXTILE MILLS ASSOCIATION HALL, Ashram Road,  
Ahmedabad-380009 at 10:00 A.M.

\_\_\_\_\_  
Signature of Shareholder / Proxy\*

\*Strikeout whichever is not applicable.

### ASHISH POLYPLAST LIMITED.

REGISTERED OFFICE : A/305, SAMUDRA COMPLEX, NEAR HOTEL KLASSIC GOLD,  
OFF C.G.ROAD, AHMEDABAD-380006

#### FORM OF PROXY

L. F. NO. : \_\_\_\_\_

I/We \_\_\_\_\_ of \_\_\_\_\_

being a member/members of ASHISH POLYPLAST LIMITED hereby appoint

Mr./Ms. \_\_\_\_\_ of failing him/her

Mr./Ms. \_\_\_\_\_ of

as my/our proxy to vote for me/us and on my / our behalf at the SIXTEENTH ANNUAL  
GENERAL MEETING of the Company to be held on Tuesday, 31st August 2010, and at any  
adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2010 by the said.

Affix  
Rs. 1.00  
Revenue  
Stamp

Signature

#### NOTE :

The proxy must be returned so as to reach the registered office of the Company not less than 48 hours before  
the time for holding the aforesaid meeting. The proxy need not be member of the Company.



ASHISH POLYPLAST LIMITED

BOOK-POST

To,

If Undelivered Please Return to :



**ASHISH POLYPLAST LIMITED**

Regd. Office :

A/305, Samudra Complex, Near Hotel Klassic Gold,  
Off C.G. Road, Ahmedabad - 380 006. Phone : 26445495, 26426758

1000-7-10 • R.K. [M] : 98253 98715