



NATIONAL PLASTIC TECHNOLOGIES LTD.

**Twenty Third Annual Report
2011-2012**

NATIONAL PLASTIC TECHNOLOGIES LTD.

Board of Directors	:	Shri Bachhraj Parakh Chairman
		Shri Sudershan Parakh Managing Director
		Shri Sudhir K Patel Shri Ajit Kumar Chordia Smt Manju Parakh Shri Alok Parakh
Chief Financial Officer & Company Secretary	:	Shri E. Balasubramanian
Auditors	:	M/s. C.A. Patel & Patel, Chartered Accountants, Chennai 600 006.
Bankers	:	State Bank of India, Leather & International Branch (LIBM), Kilpauk, Chennai - 600 010.
Registered Office	:	Thiru Complex, II Floor, 69, (Old No.44), Pantheon Road, Egmore, Chennai 600 008. Tel : 43404340 , 28553456. Email: contact@nationalgroup.in
Plants	:	E-5, Industrial Estate, Guindy, Chennai 600 032.
		R.S. 127, Thiruvandar Koil, Pondicherry 605 102.
		C-12, Sipcot Industrial Park, Irungattukottai - 602 105.
		Khasra No 246/109/1, Trilokpur Road, Village Johron, Kala-Amb, Tehsil Nahan, Dist Sirmour, (Himachal Pradesh).
Registrars & Share Transfer Agents	:	Cameo Corporate Services Ltd., "Subramanian Building", No.1 , Club House Road, Chennai 600 002. Tel : 28460390 Fax : 28460129.

NATIONAL PLASTIC TECHNOLOGIES LTD.

NOTICE

Notice is hereby given that the Twenty Third Annual General Meeting of the Members of the Company will be held on Monday the 24th September 2012 at 10.15 AM at The Hall of Ragaas, 47, First Avenue, Sastri Nagar, Chennai 600020 to transact the following business:

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2012 and Balance Sheet as at that date and the Directors' Report.
- 2) To appoint a Director in the place of Shri. Sudhir K Patel who retires by rotation and being eligible offer himself for re-appointment.
- 3) To appoint M/s. C.A.Patel & Patel, Chartered Accountants, as auditors who shall hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Notes:

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the company.**
2. **Proxies in order to be effective should be duly completed, stamped and signed and must be deposited at the registered office of the company not less than 48 hours before the meeting.**
3. The register of members and the share transfer books of the company will be closed from 20th September, 2012 to 24th September, 2012 (both days inclusive).
4. Shareholders are requested to intimate the Registrar and Transfer Agent change of address, if any, immediately for updating of records.
5. In terms of clause 49 of the listing agreement with stock exchanges, a brief resume of director proposed to be appointed at this meeting is given below;

Mr. Sudhir K Patel is a well known Tax Consultant and has expertise in financial management. He has been a Director of our Company since September 2002.

Place: Chennai
Date: 25.08.2012

By order of the Board
For National Plastic Technologies Ltd.,

E. Balasubramanian
Company Secretary

NATIONAL PLASTIC TECHNOLOGIES LTD.

Directors' Report

To

The Shareholders

The Directors hereby present the 23rd Annual Report of the Company together with the audited statement of accounts for the year ended 31st March, 2012.

1. Financial Results:

Particulars	Year ended 31.3.2012 (Rs. in lakhs)	Year ended 31.3.2011 (Rs. in lakhs)
Sales and other Income (Gross)	6561.08	6716.20
Profit before depreciation and Finance Cost	816.66	925.98
Finance Cost	368.57	367.98
Operating Profit / Loss	448.09	558.00
Depreciation	143.93	135.51
Profit / Loss before taxes	304.16	422.49
Provision for taxation	89.79	140.00
Profit / Loss after tax	214.37	282.49

2. Operations :

The company's gross sales during the year under review was Rs.6507.47 lakhs as compared to Rs.6633.23 lakhs in the previous year. The above figures are inclusive of job work income. The company has achieved EBITDA of Rs.816.65 lakhs as against Rs.925.98 lakhs during the previous year.

3. Dividend:

Considering the need to conserve cash for future expansion and growth, the Board of Directors have not recommended any dividend for the financial year ended 31.03.2012.

4. Deposits:

The company has not accepted any fixed deposits from the public.

5. Directors :

Shri. Sudhir K Patel retire by rotation and being eligible offer himself for re-appointment.

NATIONAL PLASTIC TECHNOLOGIES LTD.

6. Directors' Responsibility Statement :

In accordance with the provisions of Section 217 (2AA) of the Companies Act, 1956, your Directors confirm:

1. That in the preparation of the annual accounts, the applicable accounting standards have been followed by your company.
2. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period.
3. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
4. That the Directors have prepared the annual accounts on a going concern basis.

7. Particulars Of Employees:

Information as required under Section 217(2A) of the Companies Act, 1956 as amended is not applicable .

8. Information Under Section 217(1)(e) Of The Companies Act, 1956 is furnished below:

A. Conservation of Energy:

1. Change of circuitry in the machines developed in house to reduce power consumption.
2. Power saving equipments have been installed on machines and there has been considerable reduction in power consumption.
3. Heater insulation jackets have been provided on the machines to prevent the energy losses.
4. Timers have been installed to reduce the idle running of the motors preventing energy losses.
5. Natural lighting is being used in all new plants to avoid usage of industrial lamps in the day.
6. APFC Panels have been installed in all plants to maintain power factor, thus ensuring efficient energy management.

NATIONAL PLASTIC TECHNOLOGIES LTD.

B. Technology Absorption:

Not applicable.

C. Foreign Exchange Earnings and Outgo:

	31.3.2012 (Rs. in lakhs)	31.3.2011 (Rs. in lakhs)
Earnings	-	-
Expenditure	-	3.98

9. Auditors:

The Company's Statutory Auditors M/s. C.A.Patel & Patel, Chartered Accountants, Chennai retire at the conclusion of this Annual General Meeting and are eligible for reappointment.

10. ACKNOWLEDGEMENT:

Your Directors place on record their appreciation of the co-operation and support extended by the customers, suppliers, employees and assistance received from State Bank of India, Local Bodies and other Government authorities.

Place: Chennai
Date: 25.08.2012

On behalf of the Board
For National Plastic Technologies Ltd.,

Sd
Chairman

NATIONAL PLASTIC TECHNOLOGIES LTD.

Management Discussion and Analysis Report

Industry Scenario and Development

Indian economy, the third largest economy in the world in terms of purchasing power, is going to touch new heights in coming years. Over the years, India has made significant progress in the industrial world with healthy economic growth.

The Plastic industry in India symbolizes a promising industry and is creating new employment opportunities for the people of India. The per capita consumption of plastic products in India is growing and is moving towards 2.5 times GDP growth. The per capita consumption of plastics in India at 8 kgs is among the lowest in the world in comparison to its peers. The average global per capita consumption is 26 kgs. The low level of per capita plastics consumption in India is indicative of the massive growth potential of the plastic industry. India has the advantage of high population and is expected to maintain high economic growth. This should propel India's plastics consumption to higher levels in the coming years.

The Indian auto and auto components industry is growing at a steady pace of 15 - 18 per cent annually. As per the industry estimates, Indian auto component industry derives 60 per cent of its turnover from sales to domestic original equipment manufacturers (OEMs), 25 per cent from sales to the domestic replacement market and around 15 per cent from exports. Supportive Government policies, positive business environment, availability of reasonably priced talented workforce and stable outlook for the industry has made India a global hub for the international manufacturers to set up their facilities in the country.

High grade plastics are indispensable in the automobile industry today. Their usage reduces the weight of vehicles, and that saves fuel. Also plastics provide greater flexibility in design.

Apart from the above, I.T Peripherals, Consumer electronics, White goods, Packaging and many other industries require plastic items, thus increasing the demand for plastic products.

Opportunities, Risks and Concerns

While increasing demand is an opportunity for the industry, new capacities coming up in the processing sector are a threat to the company. Due to increased competition, the margins are under pressure. This is being tackled by cost reduction in all possible areas.

Segment wise and Product-wise Performance

The company operates in only one business segment, namely injection moulded plastic products.

Business Outlook and Overview

The company expects the demand for plastic components to be stable during 2012-13.

NATIONAL PLASTIC TECHNOLOGIES LTD.

Internal Control Systems and their Adequacy

The Company has a proper and adequate system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transaction are authorised, recorded and reported correctly.

Quality and Cost Management

The company holds ISO 9001:2008 and TS/16949:2009 Certifications.

Human Resource Development / Industrial Relations

The Company strongly believes that well trained and motivated manpower are a key to customer satisfaction and success. There is absolute harmony between the management and workforce. As on 31.3.2012, the company has 178 employees on its roll.

Cautionary Statement

While some of the existing customers are increasing their capacities, other new large companies are setting up production facilities providing opportunity for expansion and growth. However, to cater to these companies, capacities in the processing sector are also being built. Due to the increased competition, margins will be under pressure. Our company plans to handle this by achieving larger scale of operations and reducing the operational costs further.

Report on Corporate Governance:

1. Company's philosophy on Code of Governance

The Company believes in transparency, professionalism and accountability, which are the basic principles of Corporate Governance and would constantly, endeavor to improve on these aspects.

2. Board of Directors

The Board consists of six directors. Except Shri Sudershan Parakh and Shri Alok Parakh, the rest are non-executive directors. Shri Sudhir K Patel and Shri Ajit Kumar Chordia are independent directors as per Clause No. 49 of the listing agreement. The Chairman is a non-executive director.

3. Attendance of each Director for the Meetings of the Board of Directors and the last Annual General Meeting

During the financial year 2011-2012, the Board met 5 times (as against the minimum requirement of four meetings) on 27.06.11, 12.08.11, 26.9.2011, 14.11.2011 and 20.02.12. The details of attendance are given below:

NATIONAL PLASTIC TECHNOLOGIES LTD.

Name of the Director	Category of Director*	Attendance Particulars		Number of other Directorships and committee Member /Chairmanships		
		Board meeting	Last AGM Attended Yes/No	Other DirectorShips	Committee Membership	Committee Chairmanships
Shri Bachhraj Parakh,	NE	5	Yes	Public	Private	
Shri Sudershan Parakh	E	5	Yes	1	1	
Shri Ajit Kumar Chordia	NE -I	5	Yes	1	15	
Shri Sudhir K Patel	NE -I	2	Yes	1	2	
Smt Manju Parakh	NE	5	Yes	1	-	
Shri Alok Parakh	E	5	Yes	1	-	

* NE-Non-Executive, NE-I Non Executive Independent, E-Executive Director

4. Audit Committee:

The audit committee consists of Shri Bachhraj Parakh, Shri Sudhir K Patel and Shri Ajit Kumar Chordia. The terms of reference of this committee are wide enough covering the matters specified for audit committee under the Listing Agreement.

Attendance record of audit committee members:

Name of Director	No. of Meetings	Meeting attended
1. Shri Ajit Kumar Chordia	5	5
2. Shri Bachhraj Parakh	5	5
3. Shri Sudhir K Patel	5	2

5. Remuneration of Directors:

The Non-executive Independent Directors of the company are paid sitting fees for attending the meetings of the Board of Directors / Committees of Board of Directors.

The details of the remuneration paid/payable to the directors are given below:

NATIONAL PLASTIC TECHNOLOGIES LTD.

Name of the Director	Category	Sitting Fees	Gross Remuneration (Rs.)	Commission (Rs.)	Total
Shri Bachhraj Parakh,	NE	-	-	-	-
Shri Sudershan Parakh	E	-	13,26,738	-	13,26,738
Smt Manju Parakh	NE	-	-	-	-
Shri Alok Parakh	E	-	15,00,000	-	15,00,000
Shri Sudhir K Patel	NE-I	8,500	-	-	8,500
Shri Ajit Kumar Chordia	NE-I	23,500	-	-	23,500

Note:

Shri Sudershan Parakh was appointed as Managing Director for a period of 5 years with effect from 01.10.2009 and Shri. Alok Parakh was appointed as Whole-time Director for a period of 3 years with effect from 1.10.2010. These appointments are contractual in nature. The gross remuneration includes salary and perquisites. The company does not have any stock option scheme. They are related to Shri Bachhraj Parakh and Smt Manju Parakh.

6. Investor's Grievance Committee:

The Investors Grievance Committee looks into redressal of shareholders/investors complaints like transfer of shares, non-receipt of Annual Reports, non-receipt of declared dividends, etc. The committee also ratifies share transfers/transmission/name deletion cases etc, from time to time. Investors Grievance Committee functions under the chairmanship of Shri Bachhraj Parakh with Shri Sudhir K Patel , Shri Ajit Kumar Chordia and Shri Sudershan Parakh as members. As required by SEBI, Shri E. Balasubramanian, Secretary of the Company has been appointed as Compliance Officer. The company adopts the policy of disposing of investor complaints within a period of 10 days.

The terms of reference of Investors Grievance Committee have been expanded and the following agenda items are being placed before the committee:

- a) Consolidated statement of transfer of shares/transmission/deletion etc, duly approved by Company Secretary from time to time.
- b) Certificate issued by Practicing Company Secretary in connection with secretarial audit every quarter, physical share transfer audit half yearly and Corporate Governance Report annually.
- c) Details of shareholder complaints received, redressed, pending, etc. during a particular quarter.
- d) List of Top 10 / 100 shareholders at the end of every quarter.
- e) Any other item with the permission of the Board.

NATIONAL PLASTIC TECHNOLOGIES LTD.

Attendance record of investor grievance committee:

Name of Director	No. of Meetings	No of Meeting attended
Shri Bachhraj Parakh	4	4
Shri Sudhir K Patel	4	1
Shri Sudershan Parakh	4	4
Shri Ajit Kumar Chordia	4	4

The company received 5 investor complaints during the year and had resolved all complaints. As on 31.3.2012, there was no investor complaint pending.

7. Remuneration Committee:

The Remuneration Committee consisted of 3 members viz. Shri Ajit Kumar Chordia, Shri Sudhir K Patel and Shri Bachhraj Parakh.

8 (a) General Body Meeting:

Location and time for last 3 Annual General Meetings were:

2009	Sri Vidya Kalyan Mahal, 142, Lattice Bridge Road, Thiruvanmiyur, Chennai - 600041	30-09-2009	11.30 a.m.
2010	The Hall of Ragaas, 47, First Avenue, Sastri Nagar, Chennai – 600 020.	29-09-2010	11.30 a.m.
2011	The Hall of Ragaas, 47, First Avenue, Sastri Nagar, Chennai – 600 020.	26-09-2011	10.15 a.m.

8 (b) Extra-Ordinary General Meeting:

No EGMs were held during the year 2011-2012.

8 (c) Postal Ballot:

There was no requirement for seeking approval of the shareholders by a Postal Ballot in respect of any subject placed before the shareholders in the last annual general meeting.

9. Disclosures:

(A) Disclosures on materially significant related party transactions i.e., transactions of the company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interest of company at large.

NATIONAL PLASTIC TECHNOLOGIES LTD.

None

(B) Details of non-compliance by the company, penalties, and strictures imposed on the company by stock exchanges or SEBI or any statutory authority, on any matter related to capital markets during the last three years.

None

10. Means Of Communication:

(a) The quarterly results of the company are taken on record by the Board of Directors and submitted to Stock Exchanges. The results were published in the English newspaper viz., News Today and Tamil version in Tamil daily viz., - Maalai Sudar.

(b) Management discussions and Analysis Report form part of the Annual Report.

11. General Shareholder Information:

Annual General Meeting

Date & Time : 24th September, 2012 at 10.15 a.m.
Venue : The Hall of Ragaas, 47, First Avenue, Sastri Nagar, Chennai 600 020.

Tentative Calendar of Events for Financial Year 2012-13 (April March)

Annual General Meeting : September 2013
(next year)

Quarterly Results :

For First Quarter : August 2012
For Second Quarter : On or Before 14th Nov'12
For Third Quarter : On or before 14th Feb'13
For Financial Year : On or before 15th May'13 (Unaudited)
Book Closure date (s) : 20th September, 2012 to 24th September, 2012 (both inclusive days)

NATIONAL PLASTIC TECHNOLOGIES LTD.

12. Plant Locations :

Chennai:

E-5, Industrial Estate,
Guindy, Chennai 600 032.

Puducherry:

R.S. 127, Thiruvandar Koil,
Puducherry - 605 102.

Irungattukottai:

C-12, Sipcot Industrial Park,
Irungattukottai-602105.

Himachal Pradesh:

Khasra No 246/109/1,
Tilokpur Road,
Village Johron,
Kala-Amb, Tehsil Nahan,
Dist Sirmour, HP.

13. Investor Correspondence:

For transfer / dematerialisation of shares, payment of dividend on shares and any other query relating to the shares of the company.

- | | |
|--|---|
| 1) M/s. Cameo Corporate Services Ltd.
Subramanian Building
No.1 Club House Road
Chennai-600 002.
Ph:28460390 | 2) Shri E.Balasubramanian
Company Secretary
National Plastic Technologies Ltd.
44, Pantheon Road
Chennai-600 008.
Ph:28553456
Email: contact@nationalgroup.in |
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14. Listing of Equity Shares:

Name of the Stock Exchange	Code No.
The Stock Exchange Mumbai (BSE)	531287

Note: Annual Listing fees for the year 2012-13 have been duly paid to Bombay Stock Exchange.

NATIONAL PLASTIC TECHNOLOGIES LTD.

Stock Market Data

Month	Company's Share price at BSE and Volumes			BSE Sensex	
	High (Rs.)	Low (Rs.)	Volume	High	Low
Apr 2011	20.50	17.15	21,397	19701.73	19,091.17
May 2011	22.50	16.00	16,834	18998.02	17,847.24
Jun 2011	18.70	15.15	23584	18845.87	17,506.63
Jul 2011	22.00	16.50	32,155	19078.30	18,197.20
Aug 2011	18.65	15.80	35072	18314.33	15,848.83
Sep 2011	20.75	15.35	23380	17165.54	16,051.10
Oct 2011	19.75	15.45	16553	17804.80	15,792.41
Nov 2011	17.90	14.80	16997	17569.53	15,695.43
Dec 2011	17.10	13.75	1,08,683	16877.06	15,175.08
Jan 2012	16.45	14.75	16,886	17233.98	15,517.92
Feb 2012	17.85	14.40	21,293	18428.61	17,300.58
Mar 2012	17.95	15.30	51350	17919.30	17,052.78
			3,84,184		

15. Share Transfer System / Registrar:

Share transfers in physical form can be lodged with M/s. Cameo Corporate Services Limited, Chennai 600 002. The transfers are normally processed within 3 weeks from the date of receipt, subject to the documents being valid in all respects. In the Demat Segment, M/s. Cameo Share Registry Limited are acting as Registrar for providing the connectivity with NSDL and CDSL.

16. Dematerialisation of Shares:

The shares of the company are under the category of compulsory delivery in dematerialisation mode by all categories of investors. The company has signed agreements with both the depositories i.e., National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd. (CDSL). As on 31st March 2012, the status on the dematerialisation of the Equity shares of the company is given below.

Total number of Equity Shares : 6078330

Mode of shareholding	No. of Shares	% to Total Equity Shares
Physical Form	894464	14.72
Electronic Mode	5183866	85.28

Demat-ISIN allotted by depositories.

Demat ISIN Numbers in NSDL & CDSL for Equity Shares: ISIN: INE896D01017.

NATIONAL PLASTIC TECHNOLOGIES LTD.

17. Unclaimed Dividends

Pursuant to Section 205C of the Companies Act, 1956, there were no unclaimed dividends to be transferred to the Investor Education and Protection Fund of the Central Government as on 31-3-2012.

18. Shareholding Pattern as on 31.3.2012

SN.	Category	No. of shares held	% of shareholding
1	Holding company	-	-
2	Foreign Collaborators	-	-
3	Foreign Institutional Investors	-	-
4	- Indian / Financial Institutions	-	-
5	- Banks / Mutual Funds	2,50,000	4.11
6	- Bodies Corporate	10,22,637	16.82
7	- NRIs / OCBs	3,55,459	5.85
8	- Individuals / HUF	44,50,234	73.22
	Grand Total	60,78,330	100.00

19. Distribution of Holding as on 31.3.2012:

Shareholding of nominal Value of (Rs.)	Shareholders		Share Amount	
	Number	% to Total	In Rs.	% to Total
(1)	(2)	(3)	(4)	(5)
Upto – 5000	2252	81.57	4081880	6.71
5001 – 10000	200	7.24	1742710	2.87
10001 – 20000	105	3.80	1690030	2.78
20001 – 30000	76	2.75	1900340	3.13
30001 – 40000	24	0.87	852410	1.40
40001 – 50000	24	0.87	1136840	1.87
50001 – 100000	34	1.23	2649420	4.36
100001 and above	46	1.67	46729670	76.88
Total	2761	100.00	60783300	100.00

NATIONAL PLASTIC TECHNOLOGIES LTD.

20. Non-Mandatory Disclosure:

Shareholder rights: As the company's half-yearly results are published in English and Tamil Newspapers, the same are not sent to the shareholders separately. There are no second half-yearly results, as the audited results are taken on record by the Board of Directors and then communicated to the shareholders through the Annual Report.

Whistle blower policy:

The company has not adopted whistle blower policy. However, the company has not denied access to any personnel to approach the management on any issue.

21. Request to Investors:

Investors are requested to kindly note the following procedure:

(a) If you are holding shares in physical mode, please communicate the change of address, if any, directly to the registered office of the company or to the share registrars.

(b) Investors who have not availed nomination facility are requested to kindly avail the same, by submitting the nomination form. The form will be made available on request.

(c) Investors holding shares in electronic form are requested to deal only with their depository participant in respect of change of address, nomination facility and furnishing bank account number, etc.

22. Declaration of Code of Conduct

It is hereby declared that the Company's Code of Conduct has been accepted and has been complied with, by all Board members and core management personnel as envisaged in Clause 49(l) (D) of the Listing Agreement.

Sudershan Parakh
Managing Director

NATIONAL PLASTIC TECHNOLOGIES LTD.

Auditor's Report on Corporate Governance Compliance:

C.A. PATEL & PATEL
Chartered Accountants
442 (Old No.602) Anna Salai
"A" Wing 4th Floor, Flat No.2
Parsan Manere, Chennai 600 006.

To

The Shareholders of M/s. National Plastic Technologies Limited,
Chennai 600 008.

We have examined the compliance of conditions of Corporate Governance by National Plastic Technologies Limited, Chennai for the year ended 31st March 2012, as stipulated in clause 49 of the Listing Agreement of the said company with Stock Exchange.

The Compliance of conditions of Corporate Governance is the responsibility of company's 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 statements 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 above mentioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the company as per the records maintained by the Investors' Grievances Committee.

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

For C.A PATEL & PATEL
Chartered Accountants

Place : Chennai
Date : 25-8-2012

BHAVESH N. PATEL
Partner
Membership No: 26669

NATIONAL PLASTIC TECHNOLOGIES LTD.

AUDITORS REPORT TO THE MEMBERS OF M/S. NATIONAL PLASTIC TECHNOLOGIES LIMITED

We have audited the attached Balance Sheet of M/S. NATIONAL PLASTIC TECHNOLOGIES LIMITED as at 31st March 2012, Profit & Loss Account for the year ended on that date and Cash Flow Statement annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

1) We conducted our audit in accordance with the 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 examining, on a test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

2) As required by the Companies (Auditor's Report) Order 2003 (as amended) issued by the Central Government of India in term of Sub - Section (4A) of Section 227 of the Companies Act, 1956 , and on the basis of such checks of books and records of the company as we considered appropriate and according to the information and explanation given to us, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.

3) Further to our comments in the Annexure referred to in paragraph 2 above, we report that:

- a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of Accounts, as required by law, have been kept by the Company, so far as appears from our examination of those books.
- c) The Balance Sheet , Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of Account
- d) In our opinion the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting standards referred to in sub-section (3c) of Sec 211 of the Companies Act, 1956.
- e) On the basis of written representations received from the Directors as on 31st March 2012 and taken on record by the Board of Directors, none of the Directors are disqualified as on 31st March 2012, from being appointed as a Directors in terms of clause (g) of sub section (1) of Section 274 of the Companies Act, 1956
- f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts read together with Significant Accounting Policies and other notes thereon give the information required by the Companies Act, 1956
- (I) In so far as it relates to Balance Sheet, of the state of affairs of the Company as at 31st March 2012
- (ii) In so far as it relates to the Profit and Loss Account, of the Profit of the Company for the year ended on that date.
- (iii) In so far as it relates to the Cash Flow Statement of the cash flows of the Company for the year ended on that date

Annexure to Auditors' Report

Referred to in Paragraph 2 of our report of even date

1. In respect of its fixed assets:-

- (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

NATIONAL PLASTIC TECHNOLOGIES LTD.

- (b) As explained to us, the fixed assets have been physically verified by the management and no material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanation given to us, a substantial portion of the fixed assets have not been disposed off by the Company during the year.
2. In respect of its inventories :-
- (a) As explained to us, physical verification have been conducted by the management at reasonable intervals in respect of inventories.
- (b) In our opinion & according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the company and nature of its business.
- (c) As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.
3. In respect of loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:
- (a) The Company has not granted any secured or unsecured loan during the year.
- (b) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions are not prima facie prejudicial to the interest of the Company.
- (c) The Company has not granted any loan, so the question of interest and repayment is not arise.
- (d) The Company has not given any loan, so the question of overdue amounts does not arise.
- (e) The Company has taken loans from five parties, and the total amount outstanding at the year end is Rs.98.84 lacs.
- (f) In our opinion and according to the information given to us, the rate of interest, wherever applicable and other terms and conditions are not prima facie prejudicial to the interest of the Company.
- (g) The interest payment are regular and principal amount is repayable on demand.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal controls.
5. In respect of transactions covered under Section 301 of the Companies Act, 1956:
- (a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs. 5,00,000/- (Rupees Five Lacs only) or more in respect of these parties are not prima facie prejudicial to the interest of the Company and are as per the prevailing market rates.
6. The Company has not accepted any deposits from the public.
7. In our opinion, the Company has an Internal Audit System commensurate with the size of the company and nature of its business.
8. Maintenance of Cost records have not been prescribed by the Central Government as prescribed under Section 209 (1) (d) of the Companies Act, 1956.

NATIONAL PLASTIC TECHNOLOGIES LTD.

9. In respect of statutory dues:

- (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the Appropriate Authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Service Tax, Customs Duty and any other statutory dues were outstanding as at 31st March 2012 for a period of more than six months from the date of becoming payable.
- (b) On the basis of written representation received from the Management we report that, there are no disputed statutory dues pending before the appropriate authorities as on 31st March 2012.

10. The Company has no accumulated losses as at March 31, 2012 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.

11. According to the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank as at the Balance Sheet date.

12. The Company has not given any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, therefore clause 4 (xii) of the order is not applicable to the company.

13. The provision of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company, therefore clause 4 (xiii) of the order is not applicable.

14. In our opinion, the Company is not dealer or trader in shares, securities, debentures and other investments so clause 4 (xiv) of the order is not applicable.

15. In our opinion and according to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institution during the year, so the clause 4(xv) of the order is not applicable.

16. In our opinion and according to the information and explanation given to us, on an overall basis, the term loan taken from bank have been applied for the purposes for which they were obtained.

17. In our opinion and according to the information and explanation given to us, there are no funds raised on short-term basis which have been used for long term investment.

18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly clause 4(xviii) of the order is not applicable to the Company

19. The Company has no debentures, therefore the clause 4 (xix) of the order is not applicable to the Company

20. The Company is not raised money by public issues during the year, therefore clause 4 (xx) of the order is not applicable to the Company.

21. In our opinion and according to the information and explanation given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially misstated.

Place : Chennai
Date : 25.08.2012

for M/s. C.A. PATEL & PATEL
CHARTERED ACCOUNTANTS
Firm Reg No. 005026S

Bhavesh N Patel
PARTNER
Membership No.26669

NATIONAL PLASTIC TECHNOLOGIES LTD.

Balance Sheet as at 31st March, 2012

Particulars	Notes	As at 31.03.2012	As at 31.03.2011
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	60,783,300	60,783,300
(b) Reserves and Surplus	2	77,475,281	56,038,720
(2) Share application money pending allotment			
		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings	3	31,886,656	61,600,394
(b) Deferred tax liabilities (Net)	4	34,335,000	33,500,000
(c) Other Long term liabilities	5	85,786,387	78,002,902
(d) Long term provisions	6	-	-
(4) Current Liabilities			
(a) Short-term borrowings	7	122,161,760	140,806,360
(b) Trade payables	8	28,907,681	25,646,871
(c) Other current liabilities	9	65,267,210	76,747,718
(d) Short-term provisions	10	7,094,910	16,863,429
Total		513,698,184	549,989,693
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	11		
(i) Tangible assets		229,214,324	239,542,482
(ii) Intangible assets		3,523,654	3,560,265
(iii) Capital work-in-progress		16,038,822	12,753,089
(iv) Intangible assets under development		-	-
(b) Non-current Investments	12	-	-
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	13	-	-
(e) Other non-current assets	14	157,907	265,904
(2) Current assets			
(a) Current investments	15	-	-
(b) Inventories	16	68,664,497	75,466,279
(c) Trade receivables	17	135,846,196	152,320,374
(d) Cash and cash equivalents	18	10,796,688	9,362,735
(e) Short-term loans and advances	19	47,789,430	53,385,232
(f) Other current assets	20	1,666,666	3,333,333
Total		513,698,184	549,989,693

The Notes referred to above are an integral part of Balance Sheet.

As per our report of even date,

SUDERSHAN PARAKH
Managing Director

BACHHRAJ PARAKH
Chairman

M/s C.A.PATEL&PATEL
Chartered Accountants

PLACE : CHENNAI
DATE : 25.08.2012

E. BALASUBRAMANIAN
Company Secretary

BHAVESH N PATEL
Partner

NATIONAL PLASTIC TECHNOLOGIES LTD.

Profit and Loss statement for the year ended 31st March, 2012

Particulars	Notes	2011-12	2010-11
I. Revenue from operations	21		
Gross sales		650,746,971	663,323,553
Less: Excise duty		52,731,676	55,964,038
Net Revenue from operations		598,015,295	607,359,515
II. Other Income	22	5,360,876	7,994,403
III. Total Revenue (I +II)		603,376,171	615,353,918
<u>IV. Expenses:</u>			
Cost of materials consumed	23	370,736,731	364,936,185
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	24	606,700	9,678,418
Employee benefit expense	25	24,963,642	19,536,135
Financial costs	26	36,856,882	36,798,412
Depreciation and amortization expense	11	14,392,750	13,551,417
Other expenses	27	125,403,901	128,604,013
Total Expenses		572,960,607	573,104,580
V. Profit before exceptional and extraordinary items and tax	(III - IV)	30,415,564	42,249,338
VI. Profit before extraordinary items and tax (V)		30,415,564	42,249,338
VII. Profit before tax (VI)		30,415,564	42,249,338
VIII. Tax expense:			
(1) Current tax		8,144,000	12,000,000
(2) Deferred tax		835,000	2,000,000
IX. Profit/(Loss) for the period (VII - VIII)		21,436,564	28,249,338
X. Earning per equity share:			
(1) Basic		3.53	4.65
(2) Diluted		3.53	4.65

The Notes referred to above are an integral part of Profit and Loss Statement.

As per our report of even date,

SUDERSHAN PARAKH
Managing Director

BACHHRAJ PARAKH
Chairman

M/s C.A.PATEL&PATEL
Chartered Accountants

PLACE : CHENNAI
DATE : 25.08.2012

E. BALASUBRAMANIAN
Company Secretary

BHAVESH N PATEL
Partner

NATIONAL PLASTIC TECHNOLOGIES LTD.

NOTES TO BALANCE SHEET (Rs.)	As at 31.03.2012	As at 31.03.2011
Note : 1 Share Capital		
AUTHORISED SHARE CAPITAL :		
70 00,000 Equity Shares of Rs. 10/- each (Previous Year 70,00,000 Equity Shares of Rs. 10/- each)	70,000,000	70,000,000
3,00,000 Preference Shares of Rs.100/- each (Previous Year 3,00,000 Equity Shares of Rs. 100/- each)	30,000,000	30,000,000
ISSUED ,SUBSCRIBED & PAID UP CAPITAL :		
60,78,330 Equity Shares of Rs. 10 each fully paid up (Previous Year 60,78,330 Equity Shares of Rs. 10/- each)	60,783,300	60,783,300
	60,783,300	60,783,300
No shares were issued during the year. Shareholders holding more than 5% of the paid-up capital:	No. of Shares	No. of Shares
	%	%
1.SUDERSHAN PARAKH	972114	952380
	15.99%	15.67%
2.NATIONAL POLYPLAST (INDIA) LIMITED	660000	660000
	10.86%	10.86%
3.ALOK PARAKH	451120	451120
	7.42%	7.42%
4.ARIHANT PARAKH	399251	399251
	6.57%	6.57%
5.MANJU PARAKH	333260	333260
	5.48%	5.48%
Note : 2 Reserve & Surplus		
Profit and loss Appropriation Account		
As at Commencement of the Year	47,059,717	27,789,384
Add : Transferred from Profit & Loss Account	30,415,564	42,249,336
Less : Proposed dividend and dividend tax	-	-14,000,000
	77,475,281	56,038,720
Note : 3 Long-Term Borrowings		
A) Secured Loans		
Long Term Loans		
Rupee Term Loan(SBI) (Secured by first charge on fixed assets and second charge on current assets of the company)	39,867,830	65,323,468
Vehicle Loans from Banks (Secured by hypothecation of vehicles financed)	523,099	792,716
Long Term Loans - Foreign Currency / Others	-	-
Sub Total	40,390,929	66,116,184
Less : Instalments due within one year	25,841,673	25,455,638
Total - A	14,549,256	40,660,546
Maturity Profile	1 - 2 Years	2 - 3 Years
Term Loans (Rs. in Lacs)	72.30	73.20
B) Unsecured Loans		
Long Term Loans - Others		
Inter corporate Deposits	6,624,663	3,624,663
From Directors	1,889,635	8,294,611
TNGST deferral Loan	880,384	1,609,766
Others	7,942,718	7,410,808
Total - B	17,337,400	20,939,848
Total - A + B	31,886,656	61,600,394

NATIONAL PLASTIC TECHNOLOGIES LTD.

	As at 31.03.2012	As at 31.03.2011
Note : 4 Deferred Tax Liability		
On Depreciation (Difference of as per Books & as Per Income Tax Act)	34,335,000	33,500,000
	34,335,000	33,500,000
Note : 5 Other Long Term Liabilities		
Trade Payables - Others	85,786,387	78,002,902
	85,786,387	78,002,902
Note : 6 Long Term Provisions		
For Other	-	-
Note : 7 Short Term Borrowings		
A) Secured Loans		
Short Term Loans - From Banks		
Cash Credit with SBI	122,161,760	140,806,360
Cash credit availed from SBI is secured by first charge on Stocks & Book Debts and second charge on Fixed Assets.		
B) Unsecured Loans	-	-
Short Term Loans	-	-
	122,161,760	140,806,360
Note : 8 Trade Payable		
Sundry Creditors - MSME	-	-
Sundry Creditors - Others	28,864,442	25,586,132
Advance Recd from Buyers	43,239	60,739
	28,907,681	25,646,871
Note : 9 Other Current Liabilities		
Term Loans Payable within one year	25,841,673	25,455,638
Bills Payable	37,869,709	50,520,036
Duties & Taxes payable	1,380,588	772,044
Unclaimed dividend *	175,240	-
* This figures do not include any amounts due and outstanding, to be credited to Investor Education and Protection Fund		
	65,267,210	76,747,718
Note :10 Short-Term Provisions		
Taxation	6,085,375	8,949,154
Dividend	-	6,078,330
Dividend tax	1,009,535	1,835,945
	7,094,910	16,863,429
Note : 12 Non-Current Investments		
Long Term Investment	-	-
Note : 13 Long-Term Loans & Advances		
A) Secured Advances	-	-
B) Unsecured Advances	-	-
Note : 14 Other Non Current Assets		
A) Secured Advances		
B) Unsecured Advances		
Deposits	157,907	265,904
Others	-	-
	157,907	265,904
Note : 15 Current Investment		
Investment in Shares & Securities	-	-
	-	-

NATIONAL PLASTIC TECHNOLOGIES LTD.

	As at 31.03.2012	As at 31.03.2011
Note : 16 Inventories		
Raw Material	9,152,707	17,500,719
Fastners and components	6,556,440	6,259,320
Pigments	225,529	78,234
Packing Material	2,709,291	1,359,239
Stores	1,638,799	1,280,334
Work in progress	38,262,814	41,497,084
Finished Goods	10,118,917	7,491,349
	68,664,497	75,466,279
Note : 17 Trade Receivables		
(Unsecured and Considered Good)		
Debtors above six months	40,599,525	41,839,557
Debtors below six months	95,246,671	110,480,817
	135,846,196	152,320,374
Note : 18 Cash & Bank balances		
Cash in Hand	708,080	462,751
Balance with Scheduled Banks :		
In Current Accounts *	783,189	85,683
In Fixed Deposit Accounts (Pledged with Banks)	9,305,419	8,814,301
	10,796,688	9,362,735
* Balance with Banks includes Unclaimed Dividend of Rs.1.75Lacs		
Note : 19 Short-term Loans & Advances		
A) Secured Advances	-	-
B) Unsecured Advances		
Interest Receivable	2,180,064	1,487,777
Prepaid Expenses/others	1,021,833	2,044,912
Income Tax-T.D.S. /Refund	11,260,523	12,777,856
MAT Credit Entitlement	6,099,869	8,480,145
Cenvat / service tax credit	1,085,548	2,460,835
Vat / sales tax credit	43,726	60,160
Advance to Suppliers	19,653,265	19,575,517
Loans & Advances (others)	6,444,602	6,498,030
	47,789,430	53,385,232
Note : 20 Other Current Assets		
Others	1,666,666	3,333,333
	1,666,666	3,333,333

NATIONAL PLASTIC TECHNOLOGIES LTD.

Fixed Assets		Gross Block				Accumulated Depreciation			Net Block	
		Balance as at 1 April 2011	Additions/ (Disposals)	Balance as at 31 March 2012	Balance as at 1 April 2011	Depreciation charge for the year	Balance as at 31 March 2012	Balance as at 1 April 2011	Balance as at 31 March 2012	
(a)	Intangible Assets									
	Land	10,342,315	-	10,342,315	-	-	-	10,342,315	10,342,315	
	Buildings	96,866,718	229,688	97,096,406	24,010,860	3,308,506	27,319,367	72,855,858	69,777,039	
	Plant and Equipment	212,990,988	2,277,911	215,268,899	85,555,255	8,045,273	93,600,527	127,435,734	121,668,372	
	Furniture and Fixtures	1,649,825	36,809	1,686,634	1,123,593	95,704	1,219,297	526,232	467,337	
	Vehicles	3,619,718	408,164	4,027,882	1,313,928	358,020	1,671,948	2,305,790	2,355,934	
	Office equipment	982,295	21,474	1,003,769	394,130	47,563	441,693	588,165	562,076	
	Mould	61,276,899	-	61,276,899	58,825,393	245,486	59,070,858	2,451,506	2,206,041	
	Electrical Fittings	22,400,024	258,664	22,658,688	8,458,072	1,067,415	9,525,487	13,941,952	13,133,201	
	Computer	3,896,113	233,843	4,129,956	1,606,971	464,451	2,071,422	2,289,142	2,058,534	
Crane	3,554,317	-	3,554,317	1,355,620	162,320	1,517,941	2,198,697	2,036,376		
	Total (i)	417,579,213	3,466,553	421,045,766	182,643,823	13,794,717	196,438,540	234,935,390	224,607,226	
(b)	Tangible Assets (Under Lease)									
	Land - Lease hold	4,607,091		4,607,091				4,607,091	4,607,091	
	Total (ii)	4,607,091		4,607,091				4,607,091	4,607,091	
	Total (i+ii)	422,186,304	3,466,553	425,652,857	182,643,823	13,794,717	196,438,540	239,542,481	229,214,317	
b	Intangible Assets	3,563,430	561,421	4,124,851	3,165	598,032	601,197	3,560,265	3,523,654	
	Total	3,563,430	561,421	4,124,851	3,165	598,032	601,197	3,560,265	3,523,654	
c	Capital Work In Progress	12,753,089	3,285,733	16,038,822				12,753,089	16,038,822	
	Total	12,753,089	3,285,733	16,038,822				12,753,089	16,038,822	
d	Intangible assets under Development									
	Total	438,502,823	7,313,707	445,816,530	182,646,988	14,392,749	197,039,737	255,855,835	248,776,793	

NATIONAL PLASTIC TECHNOLOGIES LTD.

	2011-12	2010-11
NOTES TO PROFIT & LOSS STATEMENT(Rs.)		
Note : 21 Sales		
Sale of Auto components	518,746,620	431,609,032
Sale of TV & Computer peripherals	112,835,527	219,255,753
Job work receipts	19,164,824	12,458,768
	650,746,971	663,323,553
Less: Excise duty	52,731,676	55,964,038
Net Revenue from operations	598,015,295	607,359,515
Note :22 Other Incomes		
Interest Income on FDR/NSC	770,742	620,213
Interest on Security with TNEB	152,477	214,380
Interest on Income Tax Refund	99,220	-
Interest received from others	-	-
Insurance claims received	-	20,885
Unclaimed credit balances	48,256	758,237
Profit on sale of assets	19,867	568,896
Miscellaneous Income	919	-
Lease Rent Received	4,269,395	5,811,792
	5,360,876	7,994,403
Note : 23 Cost of Materials Consumed		
A) Raw Material Consumed		
(Plastic Granules,Pigments & Fasteners)		
Opening Stock		
Plastic granules	17,500,719	17,690,143
Pigments	78,234	91,531
Components	6,259,320	3,903,716
	23,838,272	21,685,390
ADD: Purchases		
Plastic granules	259,247,923	286,731,895
Pigments	1,699,535	7,268,978
Components	82,713,441	73,390,079
Semi-Finished Goods	19,554,860	-
Purchase Return	-382,625	-301,884
	362,833,134	367,089,068
Closing Stock		
Plastic granules	9,152,706	17,500,719
Pigments	225,529	78,234
Components	6,556,440	6,259,320
	15,934,675	23,838,273
Consumption	370,736,731	364,936,185

NATIONAL PLASTIC TECHNOLOGIES LTD.

	2011 - 12	2010 - 11
Note : 24 Increase/(Decrease) in Stocks		
Closing Stock of :		
Work in progress	38,262,814	41,497,084
Finished Goods/SFG	10,118,918	7,491,349
A	48,381,732	48,988,433
Opening Stock of :		
Work in progress	41,497,084	40,047,350
Finished Goods/SFG	7,491,349	18,619,501
B	48,988,433	58,666,851
Increase/(Decrease) in Stock (B-A)	606,700	9,678,418
Note : 25 Employees Remuneration & benefits		
Salaries & Bonus - Others	17,999,682	14,386,726
MD Perquisites	118,578	76,073
Medical Allowance	204,664	74,401
Leave with wages/salaries	903,979	725,186
Staff welfare	2,834,929	2,399,239
Professional tax	19,767	14,548
Training Charges	-	44,531
P.F/F.P.F/E.S./EDLIS	2,716,140	1,660,022
Incentive/ Ex-gratia/Gratuity	165,903	155,409
	24,963,642	19,536,135
Note : 26 Financial Cost		
Bank Charges	2,064,828	2,400,250
Bill Discount Charges	71,695	4,377,819
Interest on :		
Term Loan	8,595,210	10,146,483
Working Capital Loans	16,271,501	14,893,269
Vehicle Loan	76,554	180,780
Others	8,969,794	3,754,811
Processing Charges	807,300	1,045,000
	36,856,882	36,798,412
Note : 27 Other Expenses		
A) Selling & Distribution Expenses		
Sales Promotion/ Advertisement	1,225	46,806
Bad Debts written off	1,196,975	4,880,466
Entertainment Expenses	-	8,300
Freight & Forwarding	11,000,180	10,783,999
Loading and unloading charges	123,202	359,830
Service Tax	55,132	317,892
Sales Tax - Local	24,325,300	22,247,798
Sales Tax - Interstate	937,267	843,084
Sales Tax - Entry Tax	180	2,350
Total - A	37,639,461	39,490,525

NATIONAL PLASTIC TECHNOLOGIES LTD.

	2011 - 12	2010 - 11
B) Operating Expenses		
Electricity Charges	24,409,191	26,800,780
Diesel Consumed	10,246,265	12,971,716
Factory Exp./Testing Charges	468,716	443,538
Stores Consumed	2,163,063	2,856,066
R & M- Plant & Machinery	4,393,415	5,252,166
R & M- Buildings	296,948	309,221
R & M- Vehicles	117,901	173,327
R & M- Mould	362,193	139,375
R & M- Others	247,888	1,066,707
Generator hire charges	1,667,137	1,184,058
Crane hire charges	85,450	99,874
Wages/GWA	10,692,436	5,977,263
Casual labour charges	2,055,286	12,423,834
Processing charges	16,755,141	6,830,864
Packing Material Consumed	1,306,349	2,251,642
Water Charges	226,928	-
House Keeping expenses	351,606	-
ISO expenses	26,800	138,916
Total - B	75,872,712	78,919,348
C) Administrative and other expenses		
Audit Fee	95,000	95,000
Conveyance Exp.	631,034	495,044
Employee transport expenses	1,425,322	1,342,985
Travelling expenses	994,037	463,789
Telephone Charges	1,251,929	942,359
Postage & courier charges	109,591	162,371
Printing & Stationery	738,775	665,453
Books & Periodicals	5,000	-
Rent	1,560,864	1,824,864
Rates & taxes	835,867	780,955
Office Expenses	37,635	9,954
Pooja Expenses	74,531	58,503
Listing/Filing Fees	1,210	5,000
Membership Fees	15,552	76,455
Investigation fees	-	1,177
Licence Fees	650	-
Gardening expenses	147,313	526,147
Security charges	1,730,221	1,157,872
Insurance	654,104	675,481
Sitting Fees	32,000	28,500
Professional/Consultancy chrgs	1,349,533	575,826
Miscellaneous Expenses	29,931	33,654
Share Transfer /AGM Expenses	171,629	272,751
Total - C	11,891,728	10,194,140
Total - (A+B+C)	125,403,901	128,604,013

NATIONAL PLASTIC TECHNOLOGIES LTD.

NOTES TO THE ACCOUNTS

	31.3.2012 (Rs.in Lakhs)	31.3.2011 (Rs.in Lakhs)
28 Estimated amounts of contracts to be executed on Capital Accounts and not provided for (net of advance) (Rs. in lakhs)	0.00	0.00
29 Contingent Liability not provided for (Rs. in lakhs)		
(i) Guarantee	0.00	9.00
(ii) Letter of Credit - Inland	0.00	0.00
(iii) Letter of Credit - Foreign	0.00	0.00
(iv) Bills Discounted	0.00	0.00
(v) Disputed Excise Liability	0.00	0.00
(vi) Disputed Income Tax Liability	0.00	0.00
(vii) Claims against Company not acknowledge as debt	0.00	0.00
30 Licenced and installed capacity given below :-		
Plastic Moulded Components licenced Capacity (Tons)	NA	NA
Plastic Moulded Components Installed Capacity (Tons)	9100	9100
31 (a) Opening and Closing Stock Production, Turn Over of finished goods (excluding scrap) (Rs.in lakhs)		

Products	Opening stock (Qty in Pcs)	Purchases Qty Pcs	Production Qty Pcs	Turnover		Closing Stock	
				Qty Pcs	Value (Rs.in Lakhs)	Qty (Pcs)	Value (Rs.in Lakhs)
Plastic Moulded Components							
Current Year	43612	0	8383785	8397501	6505.09	29896	18.03
Previous Year	46646	0	7014802	7048677	5450.77	12771	5.25

NATIONAL PLASTIC TECHNOLOGIES LTD.

32 Raw Material Consumed :	For the Period ended 31.3.2012		For the Period ended 31.3.2011	
Items	Qty Mts	Value Rs.	Qty Mts	Value Rs.
1. Polypropylene	2718.37	249756703	2601.36	224235567
2. Polystrene	384.28	38029610	1002.62	84115542
3 ABS	2.70	2848965	21.53	3261733
4 COMPONENTS	0.00	110363406	0.00	75836178
5 POLYCARBONATE	0.00	0	0.00	0
6 Others	9.68	1454016	0.00	10852916
7 HDPE	0.00	0		
	<u>3115.04</u>	<u>402452700</u>	<u>3625.51</u>	<u>398301935</u>
LESS : CENVAT CREDIT		31715969		33039332
		<u>370736731</u>		<u>365262603</u>
Where of:	%		%	
Imported	0.00	0	0.00	0
Indigeneous	<u>100.00</u>	<u>370736731</u>	<u>100.00</u>	<u>365262603</u>
	<u>100.00</u>	<u>370736731</u>	<u>100.00</u>	<u>365262603</u>
33 Managerial Remuneration:		Rs.		Rs.
Salary		2580000		2130000
Contribution to Provident and Superannuation fund		128160		117360
Other Perquisites		118578		76073
34 Credit for CENVAT of Excise duty on raw materials have been taken in Raw material A/c and Cenvat credit of Excise Duty on Capital Goods has been credited to respective Capital Assets. The unutilised Cenvat credit of Rs.7,09,472/- (Previous year Rs.18,51,248/-) is shown under the Current Assets as "Cenvat Receivable A/c".				
35 The Depreciation on various assets have been computed for various plants (HP, Guindy, IGK and Pandy) seperately as per the rates provided in Schedule XIV of the Companies Act.				
36 Previous years figures are re-grouped wherever considered necessary.				
37 Confirmation of balances from Debtors, Creditors and Advances of the Company have not been received.				
38 Sales includes jobwork charges of Rs.191.65 Lakhs;(Previous year-Rs.124.61 lakhs).				

NATIONAL PLASTIC TECHNOLOGIES LTD.

39 Deferred Tax

(a) Deferred Tax has been accounted in accordance with the requirement of Accounting Standard on "Taxes on Income" (AS 22). Deferred Tax Assets are recognised on c/f unabsorbed depreciation and Business Loss as there is virtual certainty that sufficient future taxable income will be available against which such asset can be adjusted.

(b) The major components of the Deferred Tax Assets/ Liabilities, based on the effect of the timing differences, as at 31st March 2012, are as under:

	Amt (Rs. In lakhs)	Tax Rate	Tax Amt (Rs. In lakhs)
(I) Carried forward Loss/Depn	0.00	32.45	0.00
(II) Difference in WDV	1058.19	32.45	343.38
			<u>343.38</u>
			<u>335.00</u>
Provision for Deferred Tax			<u>8.38</u>
		SAY Rs.	<u>8.35</u>

As a matter of prudence, deferred tax assets have been recognised only to the extent of deferred tax liability and as such there is no impact of the same on these accounts.

40 The company operates in only one business segment Viz. Injection Moulded Plastic Products.

41 Related Parties Disclosure

Disclosure as required by Accounting Standards 18 "Related Party Disclosures" are given below

a) List of Related Parties

- | | |
|-----------------------------------|----------------------------|
| 1. National Polyplast (India) Ltd | - Associate Concern |
| 2. National Plastic Industries | - Associate Concern |
| 3. National Auto Plast | - Associate Concern |
| 4. Mr. Sudershan Parakh | - Key Management Personnel |
| 5. Mrs. Manju Parakh | - Key Management Personnel |
| 6. Mr. Alok Parakh | - Key Management Personnel |
| 7. Mr. Arihant Parakh | - Relative |
| 8. Mr Kesari Chand Bhutoria | - Relative |

NATIONAL PLASTIC TECHNOLOGIES LTD.

	Rs.
b) Transaction with related parties:	
Sale of goods	22306224
Purchases of goods	23963330
Purchase or sale of Fixed Assets	137700
Rendering Services	19936
Receiving Services	1860547
Agency arrangements	Nil
Leasing or Hire Purchase charges paid	187500
Leasing or Hire Purchase charges Received	20100000
Transfer of Research & Development	Nil
Licence Agreements	Nil
Interest paid:	
Key Management personnel & Relatives	454887
Associate	84738
Outstanding balances as on 31.3.2012:	
Unsecured loan (including interest):	
Key Management personnel & relatives	2489636
Associate	607815
Finance(including loans and equity	
Contribution in cash or in kind)	Nil
Guarantee and collaterals	Nil
Management contracts including for	
deputation of Employees	2826738

42 Amount payable to MSME units- outstanding for more than 30 days cannot be ascertained since we have not yet received the confirmation from our suppliers on their status of industrial undertaking.

43 Earnings per share

Amount in Rs.

Particulars	Year Ended 31.03.2012	Year Ended 31.03.2011
Net Profit attributable to shareholders	21436564	28249336
Weighted average number of equity shares	6078330	6078330
Basic earnings per share of Rs.10/- each	3.53	4.65

The company does not have any outstanding dilutive potential equity shares. Consequently, the basic and diluted earning per share of the company remain the same.

NATIONAL PLASTIC TECHNOLOGIES LTD.

44 Imports & Foreign Currency details

(a) Value of Imports on CIF Basis :	Rs.	Rs.
Raw Materials	0	0
Capital Goods	0	0
Spare Parts	<u>397854</u>	<u>398137</u>
	<u>397854</u>	<u>398137</u>
(b) Expenditure in Foreign Currency (Travelling & others)	0	0
(c) Earnings in Foreign Currency	0	0

45 Lease payments and receipts

Lease payments have been made towards an operating lease. As per the guidelines of the Accounting Standards on leases (AS 19) issued by the Institute of Chartered Accountants of India, these lease payments are debited to the profit and loss account on accrual basis.

Minimum Lease payments:	Rs.
- not later than 1 year	349706
- later than 1 year but not later than 5 years	229947
- later than 5 years	Nil

Lease payments/ receipts are subject to cancellation at the will and necessity and option to exercise cancellation by either party to the transaction. Hence the lease payments/ receipts are not discounted for future cash flows.

46 As per the representation received from the management there is no impairment of loss to fixed assets.

47 Audit fees provided for the year excluding service tax regarding : Rs.

Statutory Audit	70000
Tax Audit	25000

SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING POLICIES:

- (i) Accounting policies are consistent with generally accepted Accounting principles, except wherever stated otherwise.
- (ii) Financial Statements are based on historical cost.
- (iii) Mercantile System of Accounting is followed and Income & Expenditure are accounted for on accrual concept on a going concern basis consistently. Bonus, Rates and Taxes are on payment basis.

2. FIXED ASSETS:

Expenditure incurred in connection with acquisition of fixed assets are capitalized along with the cost of such assets.

3. CAPITAL WORK IN PROGRESS:

Capital work in progress is carried at cost comprising direct cost and incidental

expenditure during construction period to be allocated to the fixed assets on the completion of construction.

4. DEPRECIATION:

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

Asset	Rate
Building	3.34
Plant & Machinery	4.75
Vehicles	9.50
Furniture & Fittings	6.33
Office Equipments	4.75
Mould	16.21
Electrical Fittings	4.75
Computer	16.21
Factory Equipment	4.75
Lab Equipment	4.75

NATIONAL PLASTIC TECHNOLOGIES LTD.

5. REVENUE RECOGNITION:

Sale of goods is recognized at the point of dispatch of goods to the customers from the Company's factory.

6. SALES:

Sale comprises sale of goods and includes applicable excise duty and local taxes. Consequently duties paid to the authorities are recorded as expenditure.

7. INVENTORIES:

Inventories are valued in accordance with the method of valuation prescribed by The Institute of Chartered Accountants are as follows:

- (a) Finished goods are valued at cost of production consisting of Raw material cost inclusive of CENVAT, Manufacturing and administrative overheads or net realizable price whichever is lower.
- (b) Work-in-progress is valued at cost of production consisting of Raw material cost inclusive of CENVAT, Manufacturing and administrative overhead.
- (c) Raw materials, Stores or consumables are valued at landed cost or net realizable value which ever is lower.

8. PROVISION FOR CONTINGENT LIABILITIES & CONTINGENT ASSETS:

All Liabilities have been provided for, except liabilities of contingent nature which have been disclosed at their estimated value in the Notes to Accounts, but no provision are made for same and contingent assets are neither recognized nor disclosed in the financial statement.

9. TAXATION:

Provision is made for current tax and deferred tax. Deferred Tax is recognized subject to the consideration of prudence on timing differences, being the difference between taxable income and accounting income that originate in one period for using the tax rates and laws that have been enacted or substantially enacted on the Balance Sheet date and are capable of reversal in one or more subsequent periods. The Deferred Tax Asset is provided as per the Accounting Standard 22 of the Institute of Chartered Accountants of India.

The Company has made current tax provision for Minimum Alternate Tax (MAT)

u/s 115JB of the Income Tax Act, 1961. As per the provisions of Section 115JAA, MAT Credit receivable has been recognized on the basis of return of Income filed for the previous years and MAT provided for the current year. MAT Credit is recognized as an asset to the extent there is convincing evidence that the company will pay normal income tax during the specified period. MAT Credit is recognized as an asset in accordance with the recommendations contained in guidance Note issued by the Institute of Chartered Accountants of India. The said asset is created by way of a credit to profit and loss account and shown as MAT Credit Entitlement. The Company will review the same at each Balance Sheet date and write down the carrying amount of MAT Credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income tax during the specified period.

10. FOREIGN CURRENCY TRANSACTIONS:

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction or at contracted forward rates.

11. EMPLOYEE RETIREMENT BENEFITS:

- (i) Company's contributions under Provident Fund Act and Employees State Insurance Act are charged to Profit & Loss A/C on accrual basis.
- (ii) Liability for Gratuity is recognized on payment basis. This is inconsistent with Accounting Standard 15 of ICAI. Provision on actuarial basis has not been made as the amount involved is insignificant.

12. BORROWING COST:

The Borrowing cost has been treated in accordance with Accounting Standard on Borrowing Costs (AS 16) issued by The Institute of Chartered Accountants of India.

13. INVESTMENTS:

Long term investments are valued at cost. Provision for diminution in the value of investments is made to recognize a decline other than temporary.

14. IMPAIRMENT OF ASSETS:

As per the management opinion there is no impairment loss to the fixed assets during the year.

NATIONAL PLASTIC TECHNOLOGIES LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2012

Particulars	31.03.2012		31.03.2011	
	Rs.	Rs.	Rs.	Rs.
A. Cash flow from operation activities				
Net Profit before extra-ordinary items and tax:		30,415,564		42,249,338
Adjustments for :-				
Depreciation	14,392,750		13,551,417	
Interest paid	33,913,059		33,353,162	
Profit on Sale of Assets	(19,867)		(568,896)	
Interest received	(923,219)		(834,593)	
		47,362,723		45,501,090
Operating Profit before working capital changes		77,778,287		87,750,428
Adjustments for :-				
Trade and other receivables	27,891,587		(7,997,731)	
Inventories	6,801,782		5,968,973	
Current liabilities and provisions	(20,055,432)		(3,902,501)	
Other non current liabilities	8,618,485		-	
		23,256,422		(5,931,259)
Cash generated from operations before extra-ordinary items		101,034,709		81,819,169
Direct Taxes paid (fringe benefit tax)		-		-
Tax paid / Payable		-		-
Cash Flow before extra-ordinary items		101,034,709		81,819,169
Extra-ordinary items		-		-
Net cash flow form operating activity (A)		101,034,709		81,819,169
B. Cash flow from investing activities:				
Purchase of fixed assets / Capital work-in-progress	(7,431,550)		(43,095,170)	
Proceeds from sale of assets	137,700		810,000	
Interest received	923,219		834,593	
Net Cash used in investing activities (B)		(6,370,631)		(41,450,577)
C. Cash flow from financing activities:				
Dividend and tax paid	(6,911,785)		(4,862,664)	
Proceeds from long term borrowings (Net)	(29,713,738)		(12,720,829)	
Proceeds from short term borrowings	(18,644,600)		18,857,793	
Deferred Revenue exp (misc)	(1,666,667)		(3,333,333)	
Mat Credit Entitlement	(2,380,276)		(3,050,846)	
Interest paid	(33,913,059)		(33,353,162)	
Net cash used in financing activities (C)		(93,230,125)		(38,463,041)
D. Net increase in cash and Cash equivalents (A+B+C)		1,433,953		1,905,551
Cash & Cash equivalents as on 01.04.2011		9,362,736		7,457,186
Cash & Cash equivalents as on 31.03.2012		10,796,688		9,362,736

SUDERSHAN PARAKH
Managing Director

BACHHRAJ PARAKH
Chairman

E. BALASUBRAMANIAN
Company Secretary

AUDITOR'S CERTIFICATE

We have examined the above cash flow statement of National Plastic Technologies Ltd for the year ended 31st March 2012 which is based on and in agreement with the audited accounts for the relevant financial year. According to the information and explanations given to us, the aforesaid cash flow statement, prepared by the company is in accordance with the requirements of clause 32 of the listing agreement with the Stock Exchanges.

M/s C.A.PATEL&PATEL
Chartered Accountants

PLACE : CHENNAI
DATE : 25.08.2012

BHAVESH N PATEL
Partner

NATIONAL PLASTIC TECHNOLOGIES LTD.

PROXY FORM

National Plastic Technologies Ltd.,

Regd. Office : Thiru Complex, II Floor, 69 (Old No.44),
Pantheon Road, Egmore, Chennai - 600 008

Folio No: / DP No.:

No. of share (s) held :

I/We.....

of being a member / members of
NATIONAL PLASTIC TECHNOLOGIES LIMITED hereby appoint.....of

..... of failing him of

.....as my / our proxy to vote for me / us
on my / our behalf at the 23rd Annual General Meeting to be held on Monday, the 24th September
2012 at 10.15 AM at The Hall of Ragaas, 47, First Avenue, Shastri Nagar, Chennai - 600 020. or at
any adjournment thereof.

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

Name :

Note : The proxy in order to be effective should be duly stamped, completed and signed and must be
deposited at the Registered Office of the Company not less than 48 hours before the time for holding
the aforesaid meeting,

The Proxy need not be a member of the Company.

ATTENDANCE SLIP

NATIONAL PLASTIC TECHNOLOGIES LIMITED

Regd. Office : Thiru Complex, II Floor, 69 (Old No.44),
Pantheon Road, Egmore, Chennai - 600 008.

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE.

Joint share holders may obtain additional Attendance Slip on request.

NAME AND ADDRESS OF THE SHAREHOLDER:

Folio No: / DP No.:

No. of share (s) held :

I hereby record my presence at the 23rd Annual General Meeting of the Company held on Monday,
the, 24th September 2012 at 10.15 AM at The Hall of Ragaas, 47, First Avenue, Shastri Nagar,
Chennai - 600 020 or at any adjournment thereof.

SIGNATURE OF THE SHAREHOLDER OR PROXY:

Strike out whichever is not applicable

Note : The company will not distribute any gift.

If Undelivered please return to :

NATIONAL PLASTIC TECHNOLOGIES LTD.

Reg. Office : Thiru Complex,
II Floor, 69, (Old No. 44) Pantheon Road,
Egmore, Chennai - 600 008. ☎ : 2855 3456