

STATUTORY AUDIT REPORT

OF

POLYMAC THERMOFORMERS LIMITED

29A, WESTON STREET, 3RD FLOOR, ROOM NO C5,
KOLKATA -700 012

F.Y. - 2013-14

A.Y. - 2014-15

A.K PATHAK & CO

CHARTERED ACCOUNTANTS

4, APRAKASH MUKHERJEE LANE SHIBPUR

HOWRAH-711102



POLYMAC THERMOFORMERS LIMITED

29A, WESTON STREET, 3RD FLOOR, ROOM NO.: C-5, KOLKATA - 12

Ref. No.....

Date.....

DIRECTORS' REPORT

TO THE SHARE HOLDERS

Your Directors hereby submit their Annual Report for the year ended 31st March, 2014 together with the audited Balance Sheet as at 31st March, 2014 and the Profit & Loss Account for the year ended on that date. The summarized financial results are as under:

FINANCIAL HIGHLIGHTS

The Company has made a Profit of Rs. 99,440.52 in the current Financial Year.

DIVIDEND

Your Directors do not recommend any dividend for the financial year ended on 31st March, 2014.

DIRECTOR'S RESPONSIBILITY STATEMENT

Your Directors state:

- a) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure;
- b) That they had selected such accounting policies and applied them consistently and made judgment 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;
- c) That they had taken proper and sufficient care for maintenance of adequate accounting records, in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) That they had prepared the annual accounts on a going concern basis.

AUDITORS

A. K. PATHAK & CO, Chartered Accountants, the auditor of the Company, retires at the conclusion of the ensuing Annual General Meeting and offers them for appointment. A certificate U/S 224(1B) of the Companies Act, 1956 has been obtained from them. The members are requested to consider their appointment and fix the remuneration if so appointed.



POLYMAC THERMOFORMERS LIMITED

29A, WESTON STREET, 3RD FLOOR, ROOM NO.: C-5, KOLKATA - 12

Ref. No.....

Date.....

EMPLOYEES

Statement as required under section 217(2A) of the Companies Act 1956 read with Companies (Particulars of Employees) (Amendment) Rules 1988 is not applicable to the Company.

ENERGY CONSERVATION, RESEARCH DEVELOPMENT & FOREIGN EXCHANGE EARNING/OUTGO:

The Company did neither own any manufacturing facility nor had any export business. Therefore, the disclosure of particulars pursuant to section 217(1) (e) of the Companies Act, 1956 is not required.

COMPLIANCE CERTIFICATE

Your company has received a certificate U/S 383 (1A) of the Company Act 1956 from a Company Secretary in whole time practice. A copy of the Certificate is annexed herewith for your kind perusal.

STATUTORY INFORMATION

The Company being basically in the Manufacturing in plastic items, requirement regarding disclosure of particulars of conservation of energy and technology absorption prescribed under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988 is not applicable.

By Order of the Board

For, POLYMAC THERMOFORMERS LIMITED

Place: Kolkata

Puspjeet kumar

PUSPJEET KUMAR

Director

Sharma

PUJA SHARMA

Director

Dated: 30th Day of May, 2014.



**AUDITOR'S REPORT TO THE SHAREHOLDERS OF
POLYMAC THERMOFORMERS PRIVATE LIMITED**

We have audited the attached Balance Sheet of **POLYMAC THERMOFORMERS LIMITED** as at 31st March 2014 and also the annexed Profit and Loss Account for the year ended on that date. 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.

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 examining on a test basis, evidence supporting the amount 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 a reasonable basis for our opinion.

- A. As required by the Companies (Auditors Report) (Amendment) Order, 2004 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 the books and records of the Company as we considered appropriate and the information and explanations given to us during the course of our audit, we enclose in the 'Annexure' a statement on the matters specified in Paragraphs of the said order.
- B. Further to our comments in the annexure referred to in Paragraph 'A' above we report that:-
- 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, proper books of accounts as required by Law have been kept by the Company, so far as appears from our examination of the books.
 - 3) In our opinion, subject to our comments in the following paragraphs, the Balance Sheet and Profit & Loss Account comply with the Accounting Standards on referred to in sub-section (3C) of section 211 of the Companies Act, 1956 (As Amended).
 - 4) The said Balance Sheet and Profit & Loss Account are in agreement with the Books of account.
 - 5) On the basis of written representation received from the directors of the company as at 31st March 2013 and taken on record by the Board of Directors, we report that no director is disqualified from being appointed as director of the company under clause (g) of sub-section (1) of Section 274 of the 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 together with the notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view: -
 - a) In the case of Balance Sheet, the state of affairs of the Company as at 31st March 2014.
 - b) In the case of Profit & Loss Account of the Profit of the Company for the year ended on that date.



Annexure:

- (i) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (ii) The Company has maintained proper record of its inventories and no material discrepancies were noticed.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained u/s 301 of the Act.,
- (iv) In our opinion, there is an adequate internal control procedure commensurate with the size of the company and the nature of its business.
- (v)
 - a) Based on the audit procedures applied by us and according to the information and explanations provided by the management we are of opinion that the transactions made in pursuance of contracts or agreements, that need to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been recorded in the register,
 - b) In our opinion, these transactions have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) The company has not accepted any deposits during the year from the public within the meaning of the provisions of Sections 58A and 58AA or any other relevant provisions of the companies Act, 1956, and rules there under. Hence the clause (VI) of the order is not applicable.
- (vii) The company has no internal audit system commensurate with its size and nature of its business as it does not have a paid up capital and reserves exceeding Rs. 50 lakhs as at the commencement of the financial year concerned, or having an average annual turnover exceeding five crores rupees for a period of three consecutive financial year immediately preceding the financial year concerned.
- (viii) The clause relating to the maintenance of cost records u/s 209 (1) (d) of the Companies Act, 1956 is not applicable to the company.
- (ix)
 - a) According to the records of the Company, the company is regular in depositing undisputed statutory dues including Income tax, and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March 2014 for a period exceeding six months from the date they become payable.
 - c) According to the information and explanations given to us, there are no disputed dues of income tax.
- (x) The company has made a profit of 99,440.52 in the current financial year.
- (xi) The Company has not defaulted in the repayments of dues to financial institutions & banks.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a chit fund, nidhi or mutual benefit fund/society.

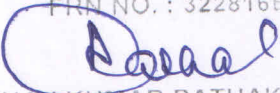


- (xiv) In respect of the investment activities, i.e. dealing in shares and securities, proper records have been maintained of the transactions and timely entries have been made therein. Shares, securities, debentures and other investments have been held by the company in its own name.
- (xv) The company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) Clause (XVI) of the Order is not applicable to the company, as the company has not taken any term loan.
- (xvii) Based on our examination of the records of the company we find that the funds raised on short-terms basis during the year have not been used for long-term investments.
- (xviii) No Preferential allotment of shares to parties and companies covered in the Register maintained u/s 301 of the companies Act, 1956 has been made out of the share capital raised by the company during the year.
- (xix) No debentures have been issued by the company and hence, the question of creating securities in respect thereof does not arise.
- (xx) The management has disclosed the end use of money raised by public issue and we have verified the same.
- (xxi) On the basis of our examination and according to the information and explanations given to us, no fraud, on or by the company, has been noticed or reported during the year.

Place: Kolkata
Date : 30th Day of May 2014.



For A.K PATHAK & CO.
Chartered Accountants
FRN NO. : 322816E


(ABHAY KUMAR PATHAK)
Proprietor
Membership No.: 056851

POLYMAC THERMOFORMERS LTD.

29A, WESTON STREET, 3RD FLOOR, ROOM NO. C-5
KOLKATA 700-012

Note – 1 SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS:

SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Conventions

The Accounts are prepared under historical cost convention based on generally accepted accounting principles and applicable Accounting Standards specified by the Institute of Chartered Accountants of India and IRAC norms issued by RBI. The Company follows accrual system of accounting and recognition of Income and Expenditure is on Accrual basis. Accounting policies, unless specifically stated to be other, are consistent and are in consonance with generally accepted accounting policies.

2. Fixed Assets and Depreciation

Fixed assets, except land are stated at cost of acquisition cost, net of accumulated depreciation. The cost comprises of purchase cost and other directly attributable cost of bringing the assets to its working condition for intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Depreciation on fixed assets is calculated under WDV method as per Schedule XIV of the companies Act 1956.

3. Inventory

Inventories are stated at lower of cost. Cost is determined on weighted average / First in first out (FIFO) basis, as considered appropriate by the company. The cost of finished goods and work in progress comprises raw materials, direct labour, other direct cost and related production overheads.

4. Investments

Investments are stated at cost. Provision for diminution in the value of long term investments is made only, if such a decline is other than temporary nature, in the opinion of the management.

5. Gratuity

Provisions of payment of Gratuity Act are not applicable to the Company for the year under review.

6. Taxation

In accordance with the requirements of Accounting Standards – 22 relating to Taxation on income the deferred tax assets has not been currently recognized in the accounts, as a measure of prudence and as recommended by Accounting Standard – 22.



7. Provisions and contingent Liabilities


Provisions: Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the balance sheet date and are not discounted to its present value.

Contingent Liabilities: Contingent liabilities represent items that are not recognized in the Statement of Financial Position because there is significant uncertainty at that date as to the necessity for the entity to receive or make payments in respect of them.

There is a claim of the WBSEDCL amounting to Rs 2,74,03,132/- against which a case is pending in the High Court.

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR A. K. PATHAK & CO.
CHARTERED ACCOUNTANTS


(ABHAY KUMAR PATHAK)
PROPRIETOR
MEMBERSHIP NO.: 056851
FRN NO. : 322816E
Place: KOLKATA
Date: 30th Day of May 2014.



POLYMAC THERMOFORMERS LTD.

29A, WESTON STREET, 3RD FLOOR, ROOM NO. C-5, KOLKATA - 700 012

Balance Sheet as on Ended 31st March, 2014

Particulars	Note No	Figures as at 31.03.2014	Figures as at 31.03.2013
EQUITY AND LIABILITIES			
A. Shareholders' Funds			
Share Capital	2	47,816,000.00	5,163,200.00
Reserves and Surplus	3	55,890,235.97	21,516,290.67
		103,706,235.97	26,679,490.67
C. Non-current liabilities			
Other long term Liabilities	4	32,488,485.00	7,755,285.00
		32,488,485.00	7,755,285.00
D. Current Liabilities			
Short Term Borrowing	5	3,863,331.64	4,876,679.68
Other Current Liabilities	6	1,204,530.40	127,547.40
Provisions	7	72,695.00	14,247.00
TOTAL		5,140,557.04	5,018,474.08
GRAND TOTAL		141,335,278.01	39,453,249.75
ASSETS			
A. Non Current Assets			
Fixed Assets			
a) Tangible Asset	8	10,258,008.16	11,938,534.16
Non Current Investments		25,843,128.00	402,934.00
Long Term Loans and Advances	9	6,747,560.00	913,687.00
		42,848,696.16	13,255,155.16
B. Current Assets			
Inventories	10	11,272,394.18	10,462,201.69
Cash & Bank Balances	11	146,188.39	55,311.30
Trade Receivable		806,505.00	3,464,109.80
Short Term Loans and Advances	12	83,292,345.28	12,216,471.80
Misc. Expenditure (Listing & IPO)		2,969,149.00	-
TOTAL		98,486,581.85	26,198,094.59
GRAND TOTAL		141,335,278.01	39,453,249.75

Significant Accounting Policies & Notes on account 1
(0) 0.00
Note 1 to 12 referred to above form an integral part of the Balance Sheet

As per our report of even date
For: **A. K. PATHAK & CO.**
(Chartered Accountant)

Abhay Kumar Pathak

ABHAY KUMAR PATHAK

Director



Pusheet Kumar
PUSHEET KUMAR

Director

Puja Sharma

PUJA SHARMA

PROPRIETOR

MEMBERSHIP NO. : 056581

FRN NO. : 322816E

PLACE:-KOLKATA

DATE:-30th Day of May, 2014

POLYMAC THERMOFORMERS LTD.

29A, WESTON STREET, 3RD FLOOR, ROOM NO. C-5, KOLKATA - 700 012

Profit and Loss statement for the year ended 31st March, 2014

Particulars	Note No	Figures as at 31.03.2014	Figures as at 31.03.2013
INCOME			
Revenue from Operations	13	4,385,337.98	3,864,788.00
Other Income	14	6,436,655.00	11,378,625.82
Total Revenue (A)		10,821,992.98	15,243,413.82
EXPENSES			
Cost of Raw Materials and Component Consumed	15	5,445,870.99	4,038,719.20
(Increases)/Decrease in Inventories	16	(1,432,462.48)	6,317,524.80
Finance Cost	17	487,336.71	666,548.05
Depreciation and Amortization Expenses	18	1,615,932.00	1,912,559.97
Other Expenses	19	4,605,875.24	2,295,149.80
Total Expenses(B)		10,722,552.46	15,230,501.82
Profit / (Loss) Before Taxes	(A-B)	99,440.52	12,912.00
Tax expense:			
(1) Current tax		72,695.00	46,875.00
(2) Deferred tax		-	-
Profit(Loss) from the period from continuing operations		26,745.52	(33,963.00)
Profit/(Loss) from discontinuing operations		-	-
Tax expense of discounting operations		-	-
Profit/(Loss) from Discontinuing operations		-	-
Profit/(Loss) for the period		26,745.52	(33,963.00)

Significant Accounting Policies

19

& Notes on account

Schedule 1 to 19 referred to above form an integral part of the Balance Sheet

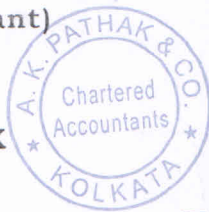
As per our report of even date

For: A. K. PATHAK & CO.

(Chartered Accountant)

Abhay Kumar Pathak

ABHAY KUMAR PATHAK



Director

Puspjeet Kumar
PUSPJEET KUMAR

Director

Puja Sharma
PUJA SHARMA

PROPRIETOR

MEMBERSHIP NO. : 056581

FRN NO. : 322816E

PLACE:-KOLKATA

DATE:-30th Day of May, 2014

Notes Forming Part of Balance Sheet

NOTE 2 : SHARE CAPITAL	31st. March 2014	31st. March 2013
	Rs.	Rs.
Authorised Shares		
47,05,000 Equity Shares of Rs. 10 each for cash	47,050,000.00	3,000,000.00
3,00,000 Preference Shares of Rs. 10 each for cash	3,000,000.00	3,000,000.00
	50,050,000.00	6,000,000.00
Issued, Subscribed and Fully Paid Up Share		
46,81,600 Equity Shares of Rs. 10 each paid up for cash	47,816,000.00	2,863,200.00
0 Preference Shares of RS 10 each paid up for cash	-	2,300,000.00
Total issued, subscribed and fully paid up equity share capital	47,816,000.00	5,163,200.00

NOTE 3 : RESERVES AND SURPLUS	31st. March 2014	31st. March 2013
	Rs.	Rs.
Securities Premium		
Closing Balance	58,251,000.00	23,903,800.00
Surplus/(deficit) in the statement of profit and loss		
Balance as per last financial statement	(2,387,509.55)	(2,327,974.33)
Profit for the year	26,745.52	(33,963.00)
Transferred	-	(25,572.00)
Net Surplus/(Deficit) in the statement of Profit and Loss	(2,360,764.03)	(2,387,509.33)
Total Reseve and Surplus	55,890,235.97	21,516,290.67

NOTE 4 : Other Long Term Liabilities	31st. March 2014	31st. March 2013
	Rs.	Rs.
Others		
Others	32,488,485.00	7,755,285.00
TOTAL	32,488,485.00	7,755,285.00

NOTE 5 : SHORT TERM BORROWING	31st. March 2014	31st. March 2013
	Rs.	Rs.
Cash Credit from Banks (Secured/Unsecured)	2,606,170.64	3,383,128.68
Loan From Directors	950,000.00	950,000.00
Motor Car Loan	307,161.00	543,551.00
	3,863,331.64	4,876,679.68
The Above amount includes		
Secured Borrowings	2,913,331.64	3,926,679.68
Unsecured Borrowings	950,000.00	950,000.00
TOTAL	3,863,331.64	4,876,679.68

NOTE 6 : Other Current Liabilities	31st. March 2014	31st. March 2013
	Rs.	Rs.
Trade Payables	(313,521.60)	33,491.40
Other Liabilities		
(a) Accounting Charges Payable	36,000.00	-
(b) Electricity Payable	805,469.00	-
(c) Professional Fees Payable	-	-
(d) ESI Payable	16,979.00	-
(e) Salary & Wages Payable	87,582.00	60,000.00
(f) Audit Fees Payable	15,000.00	13,000.00
(g) Tax Audit Fees Payable	-	-
(h) Statutory Dues	393,260.00	(1,408.00)
(i) Market Making Expenses Due	28,090.00	-
(j) Others Payable	62,261.00	-
(K) PF payable	73,411.00	22,464.00
TOTAL	1,518,052.00	94,056.00
GRAND TOTAL	1,204,530.40	127,547.40



NOTE 7 : Provisions	31st. March 2014	31st. March 2013
	Rs.	Rs.
Other Provision		
Provision for Income Tax	72,695.00	14,247.00
TOTAL	72,695.00	14,247.00

NOTE 9 :LONG TERM LOANS AND ADVANCES	31st. March 2014	31st. March 2013
	Rs.	Rs.
<u>Other loans and advances</u>		
Security Deposit with WBSEB	811,687.00	811,687.00
Electricity to WBDCL	5,000,000.00	-
Security Deposit with BSE	770,000.00	-
Conversion Fee	63,873.00	-
Deposit in Bond	102,000.00	102,000.00
TOTAL	6,747,560.00	913,687.00

NOTE 10 : INVENTORIES (VALUES AT LOWER OF COST AND NET REALIZABLE VALUE)	31st. March 2014	31st. March 2013
	Rs.	Rs.
Raw Materials	1,667,446.30	2,289,716.29
Work in Progress	1,226,296.00	2,408,280.84
Finished Goods	8,378,651.88	5,764,204.56
TOTAL	11,272,394.18	10,462,201.69

NOTE 11 : CASH AND BANK BALANCES	31st. March 2014	31st. March 2013
	Rs.	Rs.
<u>Cash and cash equivalents</u>		
Balances with banks		
On Current Accounts	139,276.13	22,801.13
Cash on Hand	6,912.26	32,510.17
TOTAL	146,188.39	55,311.30

NOTE 12 :SHORT TERM LOANS AND ADVANCES	31st. March 2014	31st. March 2013
	Rs.	Rs.
<u>Other loans and advances</u>		
Balance with statutory/government authorities	699,070.78	503,771.80
Others	82,593,274.50	11,712,700.00
TOTAL	83,292,345.28	12,216,471.80



NOTE 17 : Finance Costs	31st. March 2014	31st. March 2013
	Rs.	Rs.
Bank Charges	28,527.71	62,877.05
Interest on motor Car Loan	47,122.00	55,811.00
Interest to Banks on Cash Credit, Letter of Credit & Others	411,687.00	547,860.00
TOTAL	487,336.71	666,548.05

NOTE 18 : Depreciation and Amortization Expenses	31st. March 2014	31st. March 2013
	Rs.	Rs.
Depreciation on Tangible Asset	1,615,932.00	1,912,559.97
TOTAL	1,615,932.00	1,912,559.97

NOTE 19 : Other Expenses	31st. March 2014	31st. March 2013
	Rs.	Rs.
Payment to auditor (Refer details below)	15,000.00	15,000.00
Power & Fuel	-	1,646,467.00
ESI Employers Contribution	13,437.00	7,873.00
PF Contribution	23,870.00	10,657.00
Admin Charges (PF)	3,204.00	-
Repairs of Plant & Machinery	584,053.00	139,869.20
Salary & Wages	662,853.00	198,747.00
Accounting Charges	36,000.00	-
Discount Allowed	16.23	-
General Charges	62,261.00	4,000.00
Insurance Charges	191,050.00	88,560.00
Miscellaneous Expenses	45,420.00	-
Professional Fee	38,700.00	-
Repair & Maintenance	-	101,731.00
Subscription & Donations	-	32,250.00
Printing & Stationery	42,809.00	10,160.00
ROC Fees	265,250.00	-
Round Off	2.01	(0.40)
Rates And Taxes	1,563.00	-
Packing Charges	81,300.00	-
Loss on sale of machinery	15,244.00	-
Listing Expenses Written Off	742,287.00	-
Electric Expenses	1,696,669.00	6,850.00
Transportation Expenses	56,980.00	-
Telephone Charges	27,907.00	32,986.00
TOTAL	4,605,875.24	2,295,149.80
	3,076,554.01	526,592.80

Payment to auditor	31st. March 2014	31st. March 2013
	Rs.	Rs.
As Auditor		
- Audit Fees	15,000.00	15,000.00
- Tax Audit Fee Fee	-	-
TOTAL	15,000.00	15,000.00

