

Delton Cables Limited

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ANNUAL REPORT
2009 - 2010

Delton Cables Limited

BOARD OF DIRECTORS

V.K. GUPTA
(Chairman & Managing Director)

VIVEK GUPTA
(Joint Managing Director)

VIJAY KUMAR GOEL

M. P. MEHROTRA

A. KARATI

B.B. CHADHA

MRS. RAKESH VERMA (w.e.f. 13.08.2010)

S. S. MALHOTRA

COMPANY SECRETARY

P. C. JOSHI

BANKERS

CANARA BANK

PUNJAB NATIONAL BANK

BARCLAYS BANK

ADUITORS

S.R. DINODIA & CO.
Chartered Accountants
K-39, Connaught Place,
New Delhi-110 001

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REGISTERED & HEAD OFFICE

Delton House, 4801, Bharat Ram Road,
24, Darya Ganj, New Delhi-110 002

Phones: 011-23273905-07

Fax: 011-23280375, 23272178

Email: dcl@deltoncables.com

shares@deltoncables.com

Web Site: www.deltoncables.com

NOTICE

NOTICE is hereby given that the 45th Annual General Meeting of the Members of Delton Cables Limited will be held on Thursday, the 30th September, 2010 at 11.00 A.M. at Delton Hall, I.E.T.E 2, Institutional Area, Lodi Road, New Delhi - 110 003, to transact the following business:

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on Equity Shares for the Financial Year 2009-10.
3. To consider, and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution.
"RESOLVED THAT Sh. S.S. Malhotra, who retires by rotation at this meeting has expressed his inability to continue further and the vacancy caused thereby not to be filled."
4. To appoint a Director in place of Sh. A. Karati, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint M/s. S. R. Dinodia & Co, Chartered Accountants, as the Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

Special Business

6. To consider and if thought fit, to pass with or without modification(s) the following Resolution as an Ordinary Resolution :

"RESOLVED THAT Mrs Rakesh Verma, who was appointed as an Additional Director of the Company by the Board of Directors w.e.f. 13th August, 2010 under section 260 of the Companies Act, 1956 and who holds office upto the conclusion of this Annual General Meeting, but who is eligible for re-appointment and in respect of whom, the company has received a notice from a member, proposing her candidature for the office of a Director under the provisions of Section 257 of the Companies Act, 1956, be and is hereby appointed as a Director of the Company, whose term of office shall be liable to determination by rotation."

7. To consider and if thought fit, to pass with or without modification(s) the following Resolution as a Special Resolution :

"RESOLVED THAT pursuant to the provisions of Section 198, 269, 309, 310, 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 or any amendments thereto, and subject to the approval of the Central Government and such other sanctions and approvals as may be necessary in this regard, consent of the Company is hereby accorded to the re-appointment of Sh. Vivek Gupta, as Joint Managing Director of the Company, not liable to retire by rotation, for a period of 5 years w.e.f. 01.08.2010, on the remuneration and terms and conditions as set out below, with powers to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any committee which the Board may constitute to exercise its powers, including the powers conferred by this resolution) to alter and vary the terms and conditions in such manner as the Board may deem fit and is acceptable to Sh. Vivek Gupta and/or to change his remuneration, in accordance with the provisions of the Companies Act, 1956 or any statutory amendment, modification, re-enactment thereof or as approved by the Central Government as the case may be :-

1. Remuneration

- a. Basic Salary of 1,50,000/- (Rupees One Lac Fifty Thousand) per month.
- b. Management Allowance of Rs. 50,000/- (Rupees Fifty Thousand) per month.
- c. Entitlement of other Perquisites such as House Rent Allowance, Leave Travel Allowance, Medical benefits, Provident Fund, Superannuation, Gratuity, Leave and such other Benefits as per Company's Rules, as shown in Para 2

2. Perquisites

- i. Housing Accommodation : The Company will provide furnished accommodation or HRA in lieu thereof at 50% of basic salary, as per policy.
- ii. Car : One Car with chuffer shall be provided for official purpose as per Company's policy.
- iii. Medical : Reimbursement at actual as per Company's policy upto maximum of Rs. 24,000/- per annum.
- iv. Gas Electricity & Water : Reimbursement at actual as per Company's policy upto maximum of Rs. 18,000/- per annum.
- v. Leave Travel Allowance : Rs. 72,000/- per annum for self and family.
- vi. Telephone : He will be provided one landline and one cellular phone. The company will pay rental & usage expenses.
- vii. Club Membership : Reimbursement of Club Membership Fees.
- viii. Provident Fund, Gratuity, Superannuation and hospitalization insurance as per the policy of the Company.
- ix. The Joint Managing Director shall be entitled to such other benefits or amounts as may be approved by the Central Government.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary or desirable for giving effect to this resolution."

8. To consider and if thought fit, to pass with or without modification(s) the following Resolution as a Special Resolution :

"RESOLVED THAT pursuant to the provisions of Section 198, 269, 309, 310, 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 or any amendments thereto, and subject to the approval of the Central Government and such sanctions and approvals as may be necessary in this regard, consent of the Company is hereby accorded to the appointment of Mrs Rakesh Verma as Whole Time Director of the Company, liable to retire by rotation, for a period of 3 years w.e.f. 1st October, 2010, on the remuneration and terms and conditions as set out below, with powers to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any committee which the Board may constitute to exercise its powers, including the powers conferred by this resolution) to alter and vary the terms and conditions in such manner as the Board may deem fit and is acceptable to Mrs Rakesh Verma and/or to change her remuneration, in accordance with the provisions of the Companies Act, 1956 or any statutory amendment, modification, re-enactment thereof or as approved by the Central Government, as the case may be :-

Delton Cables Limited

1. Remuneration

Basic Salary : Rs. 1,00,000/- (Rupees One Lac) per month.

2. Perquisites

- i. House Rent Allowance : Rs 50,000/- (Rupees Fifty Thousand) per month.
- ii. Car : One Car with chuffer shall be provided for official purpose as per Company's policy.
- iii. Telephone : She shall be provided one landline and one cellular phone. The company will pay rental & usage expenses.
- iv. Provident Fund, Gratuity, Superannuation and hospitalization insurance as per the policy of the Company.
- v. The Whole Time Director shall be entitled to such other benefits or amounts as may be approved by the Central Government.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary or desirable for giving effect to this resolution."

9. To consider and if thought fit, to pass with or without modification(s), the following Resolution as a Special Resolution :

"RESOLVED THAT pursuant to the provisions of Section 198, 309, 310 and 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, and subject to the approval of the Central Government and other sanctions and approvals as may be necessary, the consent of the Company be and is hereby accorded to the revision in the remuneration of Sh. V. K. Gupta, Chairman & Managing Director of the Company for his remaining term as Managing Director w.e.f. 1st July 2010 upon the terms & Conditions as set out in the agreement entered into between the Company and Sh. V.K. Gupta and that the Board of directors of the Company be and is hereby authorized to revise, amend, alter or otherwise vary the terms and conditions of the remuneration from time to time as may be mutually agreed with Sh. V. K. Gupta in accordance with the provisions of the Companies Act, 1956 or as approved by the Central Government as the case may be.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary or desirable for giving effect to this resolution."

10. To consider and, if thought fit, to pass, with or without modification(s), the following Resolution as a Special Resolution :

"RESOLVED THAT pursuant to the provisions of Section 149 (2A) and all other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification(s) or re-enactment thereof, for the time being in force), approval of the members of the Company be and is hereby accorded to the company for commencing and carrying on of the business as specified under Clause 24 of the Object Clause of the Memorandum of Association of the Company (as detailed hereunder) as may be deemed fit by the Board of Directors:-

"To sell, or in any other manner deal with or dispose off the properties or undertaking of the Company or any part thereof for such consideration as the Company may think fit, and in particular for shares, stock, debentures and other securities of any other Company having objects altogether or in part similar to those of this Company."

"RESOLVED FURTHER THAT Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as required in the matter."

By Order of the Board
for **Delton Cables Limited**

Place: New Delhi,
Date: August 13, 2010

P. C. Joshi
Company Secretary

NOTES:

1. Relevant Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of resolution set out under item Nos. 6 to 10 is appended below.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies in order to be effective must be received by the company not less than 48 hours before the time of meeting.
3. The Register of Members and Share Transfer Books will remain closed from 27th September, 2010 to 30th September, 2010 (both days inclusive) for payment of dividend. The Dividend in respect of Equity Shares, as recommended by the Board of Directors, if declared, at the meeting, will be payable to the shareholders whose names appear in the Company's Register of Members as at the close of Business on 25th September, 2010. In respect of dematerialized shares, the dividend will be payable to "Beneficial Owners" of the Equity Shares whose names appear in the Statement of Beneficial Ownership, as at the close of Business hours on 25th September, 2010 furnished by the NSDL and CDSL.
4. Members whose shareholding is in Electronic mode are requested to direct change of address notifications and updation of Saving Bank Account details to their respective Depository Participants.
5. Members are requested to address all correspondence including dividend matters, to the Registrar and Share Transfer Agent **M/s. Beetal Financial & Computer Services (P) Ltd.** at the following address:
Beetal House, 11th Floor,
99 Madangir, Behind Local Shopping Complex,
Near Dada Harsukh Das Mandir,
New Delhi - 110 062
All documents referred to in the Notice are open for inspection at the registered office of the Company on all working days, except holidays between 11.00 A.M. to 1.00 P.M. upto date of the Annual General Meeting.

ANNEXURE TO NOTICE

Explanatory Statement Pursuant to Section 173(2) of the Companies Act, 1956.

ITEM NO. 6

Mrs Rakesh Verma, was appointed as an Additional Director of the Company by the Board of Directors w.e.f. 13th August, 2010 under Section 260 of the Companies Act, 1956 and who holds office upto the conclusion of this Annual General Meeting. The company has received a notice from a member, proposing her candidature for the office of a Director under the provisions of Section 257 of the Companies Act, 1956.

Except Mrs Rakesh Verma, none of the Directors is concerned or interested in the resolution.

Delton Cables Limited

ITEM NO. 7

Sh. Vivek Gupta was appointed as Executive Director of the Company for a period of 5 years w.e.f. 1st August 2005, and re designated as Joint Managing Director of the Company in the Annual General Meeting held on 28th September, 2007. His present tenure ends on 31st July, 2010. The Remuneration Committee and the Board of Directors have, at their Meetings, held on 31st May, 2010 re-appointed Sh. Vivek Gupta as Joint Managing Director of the Company for a further period of 5 years effective from 1st August, 2010.

Sh. Vivek Gupta has contributed immensely towards the growth and development of the company. Keeping in view the knowledge, experience, qualification and long association of Shri Vivek Gupta with the company the board recommends his re-appointment.

The total remuneration proposed to be paid to Mr. Vivek Gupta alongwith other directors is in excess of remuneration permitted under the provisions of Schedule XIII of the Companies Act, 1956. The approval of the shareholders and the Central Government are required in case the conditions provided in schedule XIII are not satisfied.

Except Sh. V.K. Gupta and Shri Vivek Gupta, none of the other Directors of the company is in any way interested or concerned in the accompanying resolution.

ITEM NO. 8

Mrs Rakesh Verma is a senior Chartered Accountant having diversified experience in various industries. She was appointed as an Additional Director of the Company by the Board of Directors in their meeting held on 13th August, 2010. Considering her vast experience and professional qualification, the Board of Directors in their meeting held on 13th August, 2010 appointed Mrs Verma as Whole Time Director of the company w.e.f. 1st October, 2010 subject to the approval of the members in the ensuing Annual General Meeting.

The total remuneration proposed to be paid to Mrs. Rakesh Verma alongwith other directors is in excess of remuneration permitted under the provisions of Schedule XIII of the Companies Act, 1956. The approval of the shareholders and the Central Government are required in case the conditions provided in schedule XIII are not satisfied.

Your Directors recommend passing of the aforesaid special resolution.

Except Mrs Rakesh Verma, none of the other Directors of the company is in any way interested or concerned in the accompanying resolution.

ITEM NO. 9

Sh. V. K. Gupta was appointed as Managing Director of the Company by the Board of Directors on 1st June 2006 for the period of 5 (Five) years on such terms and conditions as agreed between Sh. Gupta and the Company. The shareholders in Annual General Meeting held on 23rd September 2006 approved the appointment and terms of Remunerations being payable to Sh. Gupta during the tenure of Managing Director.

Sh. Gupta is associated with Company since last 42 years and has wide experience in Cable Industry. During his association with Company, the Company has achieved high growth in terms of turnover and profitability. His remuneration was last revised by the members in the Annual General Meeting of the Company held on 30th September, 2008. Considering the current remuneration levels in the industry and responsibilities shouldered by him, the Remuneration Committee and the Board of Directors in their meetings held on 31st May, 2010 have recommended revision in the remuneration of Sh. Gupta, for the remaining tenure of Chairman and Managing Director of the Company w.e.f. 1st July 2010 subject to the approval of the members of the Company and other authorities including Central Govt. as may be required. The proposed revised remuneration of Sh. Gupta is as mentioned below :

1. Remuneration

- a. Basic Salary of Rs. 2,00,000/- (Rupees Two Lacs) per month.
- b. Management Allowance of Rs. 50,000/- (Rupees Fifty Thousand) per month.

- c. Entitlement of other Perquisites such as House Rent Allowance, Leave Travel Allowance, Medical benefits, Provident Fund, Superannuation, Gratuity, Leave and such other Benefits as per Company's Rules, as shown in Para 2.

2. Perquisites

- i. Housing Accommodation : The Company will provide furnished accommodation, or HRA in lieu thereof at 50% of basic salary, as per policy.
- ii. Car : One Car with chuffer shall be provided for official purpose as per Company's policy.
- iii. Medical : Reimbursement at actual as per Company's policy upto maximum of Rs. 36,000/- per annum.
- iv. Gas Electricity & Water : reimbursement at actual as per Company's policy upto maximum of Rs. 18,000/- per annum.
- v. Leave Travel Allowance : Rs. 96,000/- per annum for self and family.
- vi. Telephone : He will be provided one landline and one cellular phone. The company will pay rental & usage expenses.
- vii. Club Membership : Reimbursement of Club Membership Fees.
- viii. Provident Fund, Gratuity, Superannuation and hospitalization insurance as per the policy of the Company.

All other terms and conditions of the appointment of Sh. V K Gupta as setout and approved by the members on 23rd September 2006 remain unchanged.

The total remuneration proposed to be paid to Mr. V.K. Gupta alongwith other directors is in excess of remuneration permitted under the provisions of Schedule XIII of the Companies Act, 1956. The approval of the shareholders and the Central Government are required in case the conditions provided in schedule XIII are not satisfied.

Except Sh. V.K. Gupta and Shri Vivek Gupta, none of the other Directors of the company is in any way interested or concerned in the accompanying resolution.

Approval of Members for the aforementioned revision of remuneration is sought and members are requested to approve the resolution.

This Explanatory Statement in respect of resolutions at item No 7 to 9 together with the accompanying Notice may also be regarded as an Abstract and Memorandum under Section 302 of the Companies Act, 1956.

Item No. 10

The main business of the Company is to manufacture and selling of Wires, Cables and Switchgears. The aforesaid business would remain focused business of the Company. The Company has about 35 acres of land at Dharuhera to be used for residential and commercial purposes. At present the land is lying vacant. In order to increase the revenue streams of the Company, your Company is exploring options to carry out developmental activities for the best utilization of the abovesaid land in near future either its own or through its subsidiaries/joint ventures or in any other manner. Approval of the Company is being sought by means of special resolution.

None of the Directors of the Company is concerned or interested in this resolution.

By Order of the Board
for Delton Cables Limited

Place: New Delhi,
Date : August 13, 2010

P. C. Joshi
Company Secretary

DIRECTORS' REPORT

Your Directors have pleasure in presenting the 45th Annual Report together with the Audited Accounts for the year ended 31st March, 2010.

Financial Results	(Rs. in Lacs)
	2009-2010
Gross Sales	15096.56
Less : Excise	976.21
Net Sales	14120.35
Other Income	34.26
Total Expenditure	13872.83
Profit / (Loss) Before Tax	281.78
Less : Provision for Income Tax	101.50
Less : Deferred Tax Asset Charge/(Release)	(4.01)
Less : Provision for Wealth Tax	0.32
Less : Adjustment of taxes for earlier years	0.26
Net Profit / (Loss)	183.71

Performance

During the year under review, your company has achieved a turnover of Rs 15096.56 lacs as against Rs.18151.61 lacs in the previous year. During the year the management strategy was to focus on profitable business and the company has not participated in the lower margin business. Due to adverse market conditions, turnover has declined by 16.83%, but your company has managed to improve operational profit to Rs. 281.78 lacs as against Rs. 56.81 lacs in the previous year. The Net Profit after tax for the year has marginally increased to Rs.183.71 lacs against Rs. 174.98 lacs in the previous year.

Dividend

Your Directors are pleased to recommend 10% Equity Dividend i.e., Re. 1.00 per share on the Paid up Equity Share Capital of the Company for the year 2009-10. Total dividend (including dividend tax) will absorb Rs. 33,69,456/- out of the profits available for the year 2009-10.

Future Outlook

During the year 2009-10 the Indian Economy witnessed recovery from the global slowdown with strong domestic consumption and demand. Indian Cable and Wire industry playing a major role in infrastructure, power and communication sectors is expected to grow at appx. 10% annum. However, due to intense competition and volatility of input costs, the margin in cable and wire products is likely to be reduced further. However, your company with an experience of 50 years in the industry and a trusted name for high quality products is fully prepared to face the future challenges. Your directors are committed to strive for achieving better performance in the current financial year.

Human Resources

The company recognise the value of committed workers at all levels as a key factor for the growth of the company. Measures for training, development, safety of the employees and environmental awareness received the top priority of the Management. Employer-employee relations throughout the year remained cordial.

Quality Policy / Certification

The company is always committed to provide consistent good quality products to its customers world wide. Your Management on its part is also fully committed to further improve quality and provides all inputs and resources to achieve this goal.

Your company is certified for ISO9001:2008 in quality.

Directors

Shri S.S. Malhotra Director of the Company retiring by rotation at the ensuing Annual General Meeting expressed his inability for re-appointment. Your Directors place on record the valuable contribution made by him during his tenure.

Shri A. Karati, Directors of the Company, retiring by rotation at the ensuing Annual General Meeting and, being eligible, offer himself for re-appointment.

Mrs Rakesh Verma has been appointed as an Additional Director of the Company w.e.f.13th August, 2010 to hold office upto the date of the ensuing Annual General Meeting and being eligible for appointment at the ensuing Annual General Meeting.

The five years term of Shri Vivek Gupta, Joint Managing Director is expiring on 31st July, 2010. The Board of Directors has recommended his re-appointment for a period of five years w.e.f. 1st August, 2010. The matter is being put up before the members of the company at the ensuing Annual General Meeting for their approval.

The Board of Directors in their meeting held on 13th August, 2010 resolved to appoint Mrs Rakesh Verma as Whole Time Director w.e.f. 01.10.2010. The matter is being put up before the members of the company at the ensuing Annual General Meeting for their approval.

Directors' Responsibility Statement

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

- i. in the preparation of the accounts for the financial year ended 31st March 2010, the applicable accounting standards have been followed alongwith proper explanation relating to material departures;
- ii. the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- iii. 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; and
- iv. that the Directors have prepared the accounts for the financial year ended 31st March 2010 on a 'going concern' basis.

Fixed Deposits

The Company has not accepted any fixed deposits during the year as per the provisions of Section 58-A of the Companies Act, 1956, and the Rules made there under, and as such, no amount of principal or interest was outstanding on the date of the Balance Sheet.

Reply to Observation of the Auditors

The Auditors in their report, have drawn attention to note No. B-2 of Schedule 17 to the Balance Sheet of the Company regarding the Opinion on the Recoverability. In this reference the management stated that there is one case pending before the Hon'ble High Court. In other matters, the company has filed criminal complaints for recovery of amount of bounced cheques under section 138 of Negotiable Instruments Act.

The company is following the process of recovery of the amount from the parties in above cases. Management considers these debts good for recovery.

Personnel

The information as per Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 forms part of this report as Annexure-I.

Auditors

M/s. S.R. Dinodia & Co., Chartered Accountants, New Delhi, Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting. It is proposed to re-appoint them for the Financial year 2010-11. M/s. S.R. Dinodia & Co., have, under Section 224 (1-B) of the Companies Act, 1956, furnished a certificate of their eligibility for re-appointment.

Delton Cables Limited

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Information required 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 are annexed to this report as Annexure-II.

Listing of Shares

Your company's shares are listed at Delhi Stock Exchange Association Limited (DSE) and Bombay Stock Exchange Ltd. (BSE). The listing fee in respect thereof, for the year 2010-11 has already been paid to the Stock Exchanges.

Acknowledgement

Your Directors wish to record their warm appreciation for the valuable co-operation and support received from all the customers and suppliers, various Banks, Central and State Government Bodies, Auditors and Legal Advisors for their co operation and to all the persons who reposed faith and trust in us. We would also like to express thanks to our Shareholders for their confidence and understanding.

Last but not the least, we wish to place on record our appreciation for the sincere services rendered by the employees and our colleagues at all levels.

For & on behalf of the Board of Directors

Place: New Delhi
Dated: August 13, 2010

V.K. GUPTA
Chairman & Managing Director

ANNEXURE-I TO DIRECTORS' REPORT

Statement under Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 1975 and forming part of the Directors' Report for the year ended March 31, 2010.

(i) Employed throughout the year and in receipt of remuneration in aggregate of not less than Rs. 24,00,000/- per annum

Name	Age (Years)	Total Remuneration (Rs.)	Designation	Educational Qualification	Experience in years	Date of Appointment	Nature of Employment	Previous Employment
Sh. V. K. Gupta	71	25,65,654/-	Chairman & Managing Director	Technical knowledge & Practical Experience	53	01.09.1969	Contractual	N. A.

ANNEXURE-II TO DIRECTORS' REPORT

COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

A. Conservation of Energy

- a) Energy Conservation measures taken:
Greater emphasis has been laid on creating awareness amongst all employees for the optimal utilization of Power and to prevent misuse of energy at all levels.
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:
No major investments proposed during the year.
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:
Not ascertainable.
- d) Total energy consumption and energy consumption per unit of production in respect of industries specified in the Schedule thereto:
Not applicable.

B. Technology Absorption

Efforts made in technology absorption as per Form B is given below:

Research & Development (R & D)

1. Specific areas in which R & D efforts have been put in by the Company are:
The Company is a manufacturing organization and is not engaged in any major Research and Development activity. However, continuous efforts are made to improve quality and efficiency and to develop new product.
2. Benefits derived as a result of the above R & D:
Improvement in quality and cost reduction.
3. Future plan of action:
The Company will take R & D activities in the organisation to improve quality and reduce cost by increasing the raw material efficiency and reducing the wastage.
4. Expenditure on R & D : NIL

Technology Absorption, Adaptation and Innovation

1. Efforts in brief, made towards technology absorption, adaptation and innovation:
Efforts for Development and Innovation for further improvements and product up-grading are going on.
2. Benefits derived as a result of the efforts:
Quality improvement, cost reduction, product development and better consumer satisfaction.
3. Technology imported during the last 5 years : NIL

C. Foreign Exchange Earnings and Outgo:

- a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services, and export plans:
The company is targeting growth in exports. It is exploring new markets overseas to expand the product base.
- b) Total foreign exchange used and earned:

Rupees in Lacs	
(i) Earning by way of	
(a) Exports (FOB)	65.01
(ii) Outgo by way of imports	
(a) CIF Value of imports	803.01
(b) Travelling	2.20
(c) Sales Promotion	0.68
(d) Subscription	1.35
(e) Interest on LC and Buyer Credit	6.78
(f) Others	2.14

For & on behalf of the Board of Directors

Place : New Delhi
Date : August 13, 2010

V.K. GUPTA
Chairman & Managing Director

AUDITORS' REPORT

To the Share Holders of **M/S DELTON CABLES LIMITED**

We have audited the attached Balance sheet of **M/S DELTON CABLES LIMITED**, as at **31st March, 2010** and also the Profit & Loss Account for the year ended on that date annexed thereto and the cash flow statement 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 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 a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 (as amended by the Companies (Auditor's Report) (Amendment) Order, 2004) issued by the Central Government of India, in terms of Sub Section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said order.

Further to our comments in the annexure referred to above, we report that:

- a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
- c) The Company's Balance sheet, Profit & Loss Account and the cash flow statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, the Profit and Loss Account and the cash flow statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of written representations received from the directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as director in term of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) **We are unable to express an opinion on the recoverability or otherwise and the consequential effect if any, on the profit & loss account in respect of old outstandings aggregating to Rs. 10,173,725 due from the customers and included under the head sundry debtors over six months unsecured and considered good in Schedule '8' (Refer to Note No. B-2 of Schedule '17').**

Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the said accounts give 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:

- i) in the case of the Balance Sheet, of the state of affairs of the Company as at **31st March, 2010**;
- ii) in the case of the Profit & Loss Account, of the Profit for the year ended on that date; and
- iii) in the case of cash flow statement, of the cash flow for the year ended on that

For **S.R. DINODIA & CO.**,
Chartered Accountants,
Regn. No. 01478N

(**SANDEEP DINODIA**)
Partner
M.NO. 083689

Place : NEW DELHI
Dated : May 31 2010

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 3 of our audit report of even date)

- i) (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) As explained to us, physical verification of major fixed assets has been conducted by the management at appropriate intervals. In our opinion, the program is reasonable having regard to the size of the company and the nature of the fixed assets. No material discrepancies were noticed on such verification as compared to book records.
(c) No substantial part of fixed assets has been disposed off during the year.
- ii) (a) On the basis of information and explanation provided by the management, Inventories have been physically verified by the management during the year except inventories lying with the third parties. In our opinion, frequency of verification is reasonable.
(b) In our opinion, procedures for physical verification of inventory 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, the company is maintaining proper records of inventory. We have been explained that discrepancies noticed on physical verification as compared to book records were not material and the same have been properly dealt with in the books of account.
- iii) According to information and explanation given to us, the company has not granted/ taken any loans to/from companies, firms or other parties covered in the register maintained u/s 301 of the Companies Act, 1956 during the year. Therefore, the provision of clause 4 (iii) (a to g) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to the purchase of inventory, fixed assets and for the sales of goods. Further, on the basis of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices, there is no continuing failure to correct the weaknesses in the aforesaid internal control systems.
- v) (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
(b) The transactions made in pursuance of such contracts or arrangements have been made at prices, which are reasonable with regard to the prevailing market prices at the relevant times.

Delton Cables Limited

- vi) In our opinion, and according to the information and explanations given to us, the company has not accepted any deposit within the meaning of section 58A, 58 AA and the other relevant provisions of the Companies Act, 1956 and rules framed there under.
- vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- viii) We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that, prime facie, the prescribed accounts and records have been made and maintained. But, we were not required to carry out and have not carried out any detailed examination of such records and account.
- ix) (a) The company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income tax, Sales-tax (Other than Rs.17,000 outstanding for a period more than six months as at 31st March, 2010), Wealth- tax, Service Tax, Custom Duty, Excise Duty, cess and any other statutory dues with the Appropriate Authorities.
- (b) According to information and explanation given to us, no undisputed amount of statutory dues were outstanding as at last day of the financial year for a period more than six months from the date on which they became payable.
- (c) According to information and explanation given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty, cess, which have not been deposited on account of any dispute, except as follows:-

Statement of Disputed Dues

Name of the Statute	Nature	Amount (Rs.)	Period to which the amount relates (Assessment year)	Forum where dispute is pending
Income Tax Law	Income Tax	1,131,417	1997-98	ITAT (Appeal)
Sales Tax Law	Sales Tax	33,168	1980-81	High Court
		42,216	1981-82	-do-
		6,030	1982-83	-do-
		43,676	1989-90	Sales Tax Tribunal
		21,168	1990-91	-do-
		2,551,867	1999-00	Joint Com. (Appeal)
		1,446,868	2000-01	-do-
		366,378	2003-04	-do-
		987,820	2004-05	-do-
		6,240,276	2005-06	-do-
Local Area Development Tax	LADT	1,210,778	2003-04	Joint Com. (Appeal)
		1,036,364	2004-05	-do-
		116,327	2005-06	-do-
		80,152	2006-07	-do-

- x) The Company does not have any accumulative losses at the end of the financial year and has not incurred cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- xi) On the basis of information and explanation provided by the management and test checked by us, the company has not made any default in the repayment of dues to the financial institutions and 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, during the year under audit.
- xiii) In our opinion, the company is not a chit fund or nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- xiv) The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditor Report) Order, 2003 are not applicable to the company.
- xv) On the basis of information and explanation provided, the company has not given guarantee for loans taken by others from the banks during the year.
- xvi) The term loan was applied for the purposes for which the loan was obtained.
- xvii) On the basis of information and explanation given to us and on an overall examination of the balance sheet, we report that during the year there are no funds raised by the company on short-term basis, which have been used for long term investment.
- xviii) 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 during the year.
- xix) During the period covered by our audit report, the company has not issued any debentures.
- xx) The company has not raised any money by public issues during the year.
- xxi) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, during the year we have neither come across any instance of fraud on or by the Company nor have we been informed of such case by the management.

For **S.R. DINODIA & CO.**,
Chartered Accountants,
Regn. No. 01478N

(SANDEEP DINODIA)
Partner
M.NO. 083689

Place : NEW DELHI
Dated : May 31 2010

Delton Cables Limited**BALANCE SHEET AS AT MARCH 31, 2010**

(Amount in Rs.)

PARTICULARS	SCHEDULE	As At	
		March 31, 2010	March 31, 2009
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	28,800,000	28,800,000
Reserves and Surplus	2	215,656,830	200,880,994
Loan Funds			
Secured	3	324,405,865	362,255,861
Unsecured	4	2,520,993	25,437,989
Deferred Tax Liability (Refer Note No.B-20 of Schedule 17)		7,555,126	7,956,601
TOTAL		<u>578,938,814</u>	<u>625,331,445</u>
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	5	331,017,861	328,235,533
Less: Depreciation		205,647,942	191,541,695
Net Block		125,369,919	136,693,838
Capital work-in-progress		5,685,349	3,839,066
Investments	6	131,055,268	140,532,904
		47,317	85,580
Current Assets, Loans & Advances			
a) Inventories	7	307,556,571	294,009,653
b) Sundry Debtors	8	347,294,654	429,159,295
c) Cash & Bank Balances	9	40,104,999	38,395,304
d) Loans and Advances	10	68,405,991	72,023,642
		763,362,215	833,587,894
Less: Current Liabilities and Provisions			
a) Current Liabilities	11	305,359,477	336,327,859
b) Provisions	12	10,166,509	12,547,074
		315,525,986	348,874,933
Net Current Assets		447,836,229	484,712,961
TOTAL		<u>578,938,814</u>	<u>625,331,445</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNT			
	17		

As per our report of even date attached.
S.R. DINODIA & CO.
Chartered Accountants
Regn. No. 01478N

(V. K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(Sandeep Dinodia)
Partner
M.NO. 083689

(Mrs.Rakesh Verma)
CFO

(P. C. Joshi)
Company Secretary

Place : New Delhi
Dated : May 31, 2010

Delton Cables Limited

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

PARTICULARS	SCHEDULE	Current Year	Previous Year
(Amount in Rs.)			
INCOME			
Gross Sales		1,509,655,757	1,815,160,981
Less: Excise Duty recovered on sales		<u>97,620,963</u>	<u>173,152,155</u>
Other Income	13	1,412,034,794	1,642,008,826
Increase/ (Decrease) in stock	14	<u>3,426,413</u>	26,482,464
		<u>(7,263,516)</u>	<u>(40,339,305)</u>
		<u>1,408,197,691</u>	<u>1,628,151,985</u>
EXPENDITURE			
Manufacturing & Other Expenses	15	1,285,072,749	1,487,093,812
Purchase of Trading Goods		11,545,445	10,341,475
Financial Expenses	16	69,448,061	89,246,376
Depreciation & Amortisation		14,179,374	14,515,254
Less: Transfer from Revaluation Reserve		<u>226,063</u>	<u>226,063</u>
		<u>13,953,311</u>	<u>14,289,191</u>
		<u>1,380,019,566</u>	<u>1,600,970,854</u>
Profit before Taxation		28,178,125	27,181,131
Less: Provision for Current Tax		10,150,000	6,900,000
Less: Provision for Fringe Benefit Tax		-	2,200,000
Less: Deferred Tax Asset Charges/(Release) (Refer Note no.B-20 of Schedule 17)		<u>(401,475)</u>	1,490,566
Less: Provision for Wealth Tax		32,532	22,879
Less : Adjustment of taxes for earlier years		25,713	(930,622)
Profit for the year after taxation		<u>18,371,355</u>	<u>17,498,308</u>
APPROPRIATIONS			
Proposed Dividend		2,880,000	2,880,000
Tax on dividend		489,456	489,456
Balance Carried to Balance Sheet		<u>15,001,899</u>	<u>14,128,852</u>
		<u>18,371,355</u>	<u>17,498,308</u>
Earning per share (Refer Note No. B-21, of Schedule 17)		6.38	6.08
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNT			
	17		

As per our report of even date attached.
S.R. DINODIA & CO.
 Chartered Accountants
 Regn. No. 01478N

(Sandeep Dinodia)
 Partner
 M.NO. 083689

Place : New Delhi
 Dated : May 31, 2010

(V. K. Gupta)
 Chairman & Managing Director

(Mrs. Rakesh Verma)
 CFO

(Vivek Gupta)
 Joint Managing Director

(P. C. Joshi)
 Company Secretary

Delton Gables Limited

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

(Amount in Rs.)

PARTICULARS	Current Year	Previous Year
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax and Prior Period Items	28,178,125	27,181,131
Adjustments For :		
Depreciation	13,953,311	14,289,191
Dividend Income	(11,682)	(16,517)
(Profit)/Loss on sale of Assets	(58,797)	(21,487,543)
(Profit)/Loss on sale of Shares	(130,659)	(25,647)
Rent received	(37,200)	(37,200)
Net Interest paid	51,031,465	69,332,381
	<u>64,746,438</u>	<u>62,054,665</u>
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	92,924,563	89,235,796
Adjustments For :		
Trade and Other Receivables	85,482,292	(61,881,467)
Inventories	(13,546,918)	73,245,254
Trade Payables	(30,847,732)	(55,320,055)
	<u>41,087,642</u>	<u>(43,956,268)</u>
CASH GENERATED FROM OPERATIONS	134,012,205	45,279,528
Interest Paid	(2,880,000)	(2,880,000)
Direct Taxes Paid	(13,198,918)	(15,894,235)
NET CASH FROM OPERATING ACTIVITIES (A)	117,933,287	26,505,293
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets (including CWIP)	(5,124,473)	(25,164,150)
Sale of Investment	168,922	28,860
Sale of Fixed Assets	481,534	21,658,238
Interest Received	5,527,025	3,155,570
Rent Received	37,200	37,200
Dividend Received	11,682	16,517
NET CASH USED IN INVESTING ACTIVITIES (B)	1,101,890	(267,765)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(56,558,490)	(72,487,951)
Proceeds from Long Term Borrowings (Net)	(8,728,249)	26,428,867
Increase/(Decrease) in Bank Borrowings	(29,121,748)	79,259,825
Increase/(Decrease) in Other Borrowings	(22,916,996)	(57,367,730)
NET CASH FROM FINANCING ACTIVITIES (C)	(117,325,483)	(24,166,989)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	1,709,694	2,070,537
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	38,395,304	36,324,767
CASH AND CASH EQUIVALENTS AT THE CLOSE OF THE YEAR	40,104,998	38,395,304
Cash & Cash Equivalents include:		
- Cash in Hand	576,517	589,899
Balance with Scheduled banks:		
- In Current Account	3,606,006	4,317,311
- In Fixed Deposit Account	35,650,614	33,221,563
Balance with post office		
- In Saving Account	271,862	266,531
	<u>40,104,999</u>	<u>38,395,304</u>

Note: Figures in brackets represent outflows

As per our report of even date attached.

S.R. DINODIA & CO.
Chartered Accountants
Regn. No. 01478N

(V. K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(Sandeep Dinodia)
Partner
M.NO. 083689

(Mrs. Rakesh Verma)
CFO

(P. C. Joshi)
Company Secretary

Place : New Delhi
Dated : May 31, 2010

Delton Cables Limited

Schedules forming part of the Balance Sheet

(Amount in Rs.)

PARTICULARS	As At March 31, 2010	As At March, 31, 2009
SCHEDULE 1 - SHARE CAPITAL		
AUTHORISED		
5,400,000 Equity Shares of Rs.10 each	54,000,000	54,000,000
40,000 10% Cumulative Convertible Preference Shares of Rs. 100 each	4,000,000	4,000,000
20,000 9.8% Redeemable Cumulative Preference Shares of Rs. 100 each	2,000,000	2,000,000
	<u>60,000,000</u>	<u>60,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP		
2,880,000 Equity Shares of Rs.10 each fully paid-up	28,800,000	28,800,000
	<u>28,800,000</u>	<u>28,800,000</u>

Note : The above includes 399,800 Equity Shares of Rs.10 each allotted as fully paid Bonus shares by capitalization of General Reserve.

SCHEDULE 2 - RESERVES & SURPLUS

Capital Reserve	1,270,000	1,270,000
Share Premium Account	3,317,600	3,317,600
Revaluation Reserve		
As per Last Balance Sheet	18,128,422	18,638,804
Less Revaluation Reserve Recouped	-	284,319
Less : Tfr. to Profit & Loss account	<u>226,063</u>	<u>226,063</u>
	17,902,359	18,128,422
General Reserve	1,919,000	1,919,000
Profit and Loss Account		
As per Last Balance Sheet	176,245,972	162,117,120
Add: Profit Brought from Profit & Loss Account	<u>15,001,899</u>	<u>14,128,852</u>
	<u>191,247,871</u>	176,245,972
	<u>215,656,830</u>	<u>200,880,994</u>

SCHEDULE 3 - SECURED LOANS

FROM BANKS		
- Cash Credit (including working capital demand loan)	290,117,917	321,874,545
- Bill Discounting	10,241,754	7,606,874
- Long Term Loan	14,804,170	18,700,000
- Vehicle Loans	908,763	1,367,588
(A)	<u>316,072,604</u>	<u>349,549,007</u>
FROM OTHERS		
- Vehicle Loans	8,333,261	12,706,854
(B)	<u>8,333,261</u>	<u>12,706,854</u>
TOTAL (A) + (B)	<u>324,405,865</u>	<u>362,255,861</u>

Note :

- 1) Cash Credit, bill discounting and long term loan are secured by pari passu charge under consortium arrangement by way of first charge on whole of movable properties, excluding such movable which has been permitted by the banks and including inventories & book debts of the company & equitable mortgage created on the properties at 17/4, Mathura Road, Faridabad & personal guarantees of the Directors.
- 2) Long Term loan amount repayable within one year Rs.4,674,996 (Previous Year Rs.3,895,830)
- 3) Bill Discounting amount repayable within one year Rs.10,241,754 (Previous Year Rs.7,606,874)
- 4) Vehicle Loans are secured against hypothecation of respective vehicles. Repayable within one year Rs 4,427,913 (Previous Year Rs 4,902,138)

SCHEDULE 4 - UNSECURED LOANS

Sales Tax Deferment Loans	-	2,439,032
Loan From - Bank	1,158,386	4,892,716
- Other	<u>1,362,607</u>	<u>18,106,241</u>
	<u>2,520,993</u>	<u>25,437,989</u>

Notes:

- 1) Sales Tax Deferment loans are secured against personal guarantees of the Directors and are interest free in nature.Repayable within one year NIL (Previous year Rs.2,439,032)
- 2) Loan from Bank and others are secured against personal guarantees of the Directors. Amount repayable within one year Rs. 2,520,993 (Previous Year : Rs. 21,561,397).

Delton Cables Limited

Schedules forming part of the Balance Sheet / Profit & Loss Account

SCHEDULE 5 - FIXED ASSETS

(Amount in Rs.)

DESCRIPTION	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	As At 01/04/2009	Addition	Sale/ Adjustment	As At 31/03/2010	Accumulated Dep As on 01/04/2009	Depreciation/ Amortization for the year	Adjustment	Accumulated Dep As on 31/03/2010	As At 31/03/2010	As At 31/03/2009
TANGIBLE ASSETS										
Land Freehold	16,206,688	-	-	16,206,688	951,374	-	-	951,374	15,255,314	15,255,314
Building	28,743,645	-	-	28,743,645	15,345,335	712,326	-	16,057,661	12,685,984	13,398,310
Plant and Machinery	221,495,571	2,091,026	-	223,586,597	145,493,273	8,826,861	-	154,320,134	69,266,463	76,002,298
Computers	14,241,650	528,060	76,790	14,692,920	9,954,526	1,083,226	10,624	11,027,128	3,665,791	4,287,124
Furniture & Fittings	6,371,809	109,091	-	6,480,900	3,429,896	377,597	-	3,807,493	2,673,407	2,941,913
Office Equipments	6,579,157	470,013	44,073	7,005,997	3,636,218	276,300	1,440	3,911,078	3,094,019	2,942,939
Vehicles	26,838,243	80,000	375,000	26,543,243	8,906,193	2,203,041	61,062	11,048,172	15,495,071	17,932,050
INTANGIBLE ASSETS										
Goodwill & Trade mark	7,000,200	-	-	7,000,200	3,500,100	700,020	-	4,200,120	2,800,080	3,500,100
Software	758,570	-	-	758,570	324,780	-	-	324,780	433,790	433,790
TOTAL	328,235,533	3,278,190	495,863	331,017,860	191,541,695	14,179,371	73,126	205,647,940	125,369,919	136,693,838
Capital Work in Progress	3,839,066	1,846,283	-	5,685,349	-	-	-	-	5,685,349	3,839,066
GRAND TOTAL	332,074,599	5,124,473	495,863	336,703,209	191,541,695	14,179,371	73,126	205,647,940	131,055,268	140,532,904
Previous Year	307,388,173	29,957,311	5,270,885	332,074,599	177,049,149	14,515,254	22,708	191,541,695	140,532,904	130,339,024

Note: Capital Work in progress includes capital advances of Rs.Nil (Previous Year Rs.3,839,066)

PARTICULARS

	As At March 31, 2010	As At March 31, 2009
SCHEDULE 6 - INVESTMENTS (Long Term)		
INVESTMENT IN OTHER THAN TRADE-IN GOVT. SECURITIES		
12 year National Defence Certificate (Since matured, pledged as security with Central Excise Department)	6,000	6,000
INVESTMENT IN NON TRADE-UNQUOTED-EQUITY SHARES		
2,500 Shares of Rs. 10 each full paid-up of Maruti Ltd. (valued at written down value) (Previous year 2500 Shares)	250	250
20,000 Shares of Rs. 10 each fully paid up of Orient Fabrtex Ltd. (Previous Year 20000 Shares)	20,000	20,000
INVESTMENT IN NON TRADE-QUOTED- EQUITY SHARES		
81 Shares of Rs.10 each fully paid-up of Ultra-tech Cemco Ltd. (Previous Year 81 Shares)	-	6,374
10 Shares of Rs. 10 each fully paid-up of Nicco Uco Alliance Credit Ltd. (Previous Year 10 Shares)	-	120
INVESTMENT IN OTHER QUOTED-EQUITY SHARES		
3600 Shares of Rs. 10 each fully paid-up of Finolex Cables Ltd. (Previous Year 3600 Shares)	1,326	1,326
1044 Shares of Rs.2 each fully paid-up of Larsen & Toubro Ltd. (Previous Year 1044 Shares)	13,094	13,094
600 Shares of Rs. 10 each fully paid-up of Greaves Ltd. (Previous Year 600 Shares)	-	23,903
112 Shares of Rs. 10 each fully paid-up of KEC International Ltd. (Previous Year 112 Shares)	-	7,866
INVESTMENT IN TRADE-UNQUOTED-EQUITY SHARES		
233 Shares of Rs. 10 each fully paid-up of Incab Industries Ltd. (Previous Year 233 Shares)	6,060	6,060
50 Shares of Rs.10 each fully paid-up of Industrial Cables Ltd. (Previous Year 50 Shares)	587	587
	47,317	85,580

Notes :

- (i) Aggregate cost of quoted investment Rs.14,420 (Previous year Rs. 52,683)
- (ii) Aggregate market value of quoted investment Rs. 18,84,749 (Previous year Rs. 867,897)
- (iii) Aggregate cost of unquoted investment Rs.26,897 (Previous year Rs. 26,897)

Delton Cables Limited**Schedules forming part of the Balance Sheet**

PARTICULARS	(Amount in Rs.)	
	As At March 31, 2010	As At March, 31, 2009
SCHEDULE 7 - INVENTORIES		
(As taken, Valued & Certified by the Management)		
Raw Material	58,852,153	42,920,961
Work In Progress	134,900,989	164,401,559
Finished Goods	86,521,103	56,237,496
Scrap	16,625,071	24,671,623
Stores & Spare parts	5,644,227	5,676,208
Loose Tools	32,999	101,806
Goods In Transit (Raw Material)	4,980,029	-
	307,556,571	294,009,653
SCHEDULE 8 - SUNDRY DEBTORS		
Debts outstanding for more than six months		
- Secured - considered good	368,133	250,471
- Unsecured - considered good	82,229,592	94,681,973
- considered doubtful	2,097,781	1,720,573
	84,695,506	96,653,017
Less : Provision for doubtful debts	2,097,781	1,720,573
	82,597,725	94,932,444
Other Debts		
- Secured	206,056	328,038
- Unsecured	264,490,873	333,898,813
	347,294,654	429,159,295
(Refer Note No.B-2 of Schedule 17)		
SCHEDULE 9 - CASH AND BANK BALANCES		
Cash in hand	576,517	589,899
Balances with Scheduled banks		
- in Current Account	3,606,006	4,317,311
- in Fixed Deposit Account	35,650,614	33,221,563
Balances with post office		
- In saving account	271,862	266,531
	40,104,999	38,395,304

Notes:

- 1) Balances in Fixed Deposits are pledged as security for margin money with various banks.
- 2) Balances with Post Offices are pledged as security with excise department.
- 3) Refer note no. B-4 of Schedule 17

Delton Cables Limited

Schedules forming part of the Balance Sheet / Profit & Loss Account

(Amount in Rs.)

PARTICULARS	As At March 31, 2010	As At March, 31, 2009
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SCHEDULE 10 - LOANS AND ADVANCES

(Unsecured, considered good)

Staff Loans	1,845,577	1,048,363
Advances recoverable in cash or in kind or for value to be received	34,358,136	40,199,348
Security Deposits	7,725,924	7,716,339
Balance with Excise Authorities	22,056,387	21,805,834
Interest Accrued but not due	2,419,967	1,253,758
	68,405,991	72,023,642

SCHEDULE 11 - CURRENT LIABILITIES

Sundry Creditors - Others*	191,231,988	282,759,826
(Refer Note No.B-3 of Schedule 17)		
Security From Dealers	1,105,000	1,010,000
Other Liabilities	110,329,820	49,403,156
Unclaimed Dividend**	224,390	120,739
Interest Accrued but not Due	2,468,279	3,034,138
	305,359,477	336,327,859

* Pursuant to amendments to Schedule VI of Companies Act, 1956 vide Notification No.GSR 719 (E) dtd. Nov.16, 2007, the amounts due to Micro and Small Enterprises only have been disclosed as against the earlier disclosure requirements of amounts due to Small Scale Industrial Undertakings.

** It does not include any amount due to be transferred to Investor Education & Protection Fund.

SCHEDULE 12 - PROVISIONS

Provision for Leave Encashment	3,959,898	3,839,248
Provision for Wealth Tax	32,532	22,879
Provision for Income Tax	2,761,203	4,938,704
[Net of Advance taxes of Rs. 36,688,792 (Previous Year Rs. 24,361,296)]		
Provision for Fringe Benefit Tax	43,420	376,787
[Net of Advance taxes of Rs 4,126,580 (Previous Year Rs.3,767,500)]		
Provision for Proposed dividend	2,880,000	2,880,000
Provision for dividend tax	489,456	489,456
	10,166,509	12,547,074

PARTICULARS	Current Year	Previous Year
-------------	-----------------	------------------

SCHEDULE 13 - OTHER INCOME

Dividend Income from Long Term Investments			
- on Trade Quoted Shares	11,682	15,890	
- on Non- Trade Quoted Shares	-	222	
- on Non- Trade Un-Quoted Shares	-	405	16,517
Profit on Sale of Fixed Assets	61,090		21,487,543
Profit on Sale of Investments			25,647
- Trade	79,941	-	
- Non-Trade	50,718	130,659	
Export Incentive	1,003,674		4,364,442
Excess Provision Written back	503,449		36,869
Exchange Fluctuation	1,264,045		
Miscellaneous Income	451,814		551,446
	3,426,413		26,482,464

Delton Cables Limited

Schedules forming part of the Profit & Loss Account

PARTICULARS	(Amount in Rs.)		
	Current Year	Previous Year	
SCHEDULE 14 - INCREASE/(DECREASE) IN STOCK			
Stock at commencement			
- Work-in-progress	164,401,559	158,038,073	
- Finished goods	56,237,496	114,141,249	
- Scrap material	<u>24,671,623</u>	<u>13,470,661</u>	
	245,310,678		285,649,983
Stock at close			
- Work-in-progress	134,900,989	164,401,559	
- Finished goods	86,521,102	56,237,496	
- Scrap material	<u>16,625,071</u>	<u>24,671,623</u>	
	238,047,162		245,310,678
	(7,263,516)		(40,339,305)
SCHEDULE 15 - MANUFACTURING AND OTHER EXPENSES			
Raw Material Consumed	1,033,892,330		1,242,847,686
Packing Materials Consumed	35,554,524		39,392,839
Stores and Spares consumed	5,422,798		8,533,535
Loose Tools consumed	122,992		84,729
Increase/(Decrease) in Excise Duty	4,021,431		(11,249,276)
Power and Fuel	32,742,380		33,845,070
Rates and Taxes	2,427,433		3,893,831
Rent & Lease Rent	4,620,246		3,764,324
Insurance	833,461		921,420
Freight Outward & Octroi Charges	12,828,919		11,083,897
Salaries, Wages and Bonus	77,712,481		80,952,996
Staff Welfare expenses	4,959,072		4,882,788
Contribution to Provident, Superannuation and other funds	6,934,026		5,692,224
Bad Debts	2,480,020		2,922,823
Provision for Doubtful Debts	377,208		786,821
Commission & Buyer's Claim	1,819,762		2,352,028
Repairs and Maintenance			
- Building	1,496,974		1,648,000
- Plant and Machinery	4,743,923		6,336,912
- Others	3,138,413		3,024,350
Travelling & Conveyance	21,569,345		19,139,643
Directors' Sitting Fees	150,000		140,000
Communications charges	4,218,173		4,656,218
Printing & Stationery	2,008,217		2,398,420
Legal & Professional	6,597,931		5,719,706
Exchange Fluctuation	-		103,006
Miscellaneous expenses	14,400,690		13,219,822
	1,285,072,749		1,487,093,812
SCHEDULE 16 - FINANCIAL EXPENSES			
Interest on Fixed loan	2,237,700	2,274,032	
Interest on Others	54,320,790	70,213,919	
	56,558,490	72,487,951	
Less: Interest Received *	(5,527,025)	(3,155,570)	
Finance Charges	51,031,465		69,332,381
Cash Discount	16,357,936		15,989,152
	2,058,660		3,924,843
	69,448,061		89,246,376

* Aggregate tax deducted at source on interest earned Rs. 398,743 (Previous year Rs.695,837)

Schedules forming part of the Balance Sheet and Profit & Loss Account

SCHEDULE 17 – SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNT

A SIGNIFICANT ACCOUNTING POLICIES:

1 Basis of Preparation of Financial Statements:

The Financial Statements have been prepared on accrual basis under historical cost convention except for certain fixed assets which have been revalued. These statements are prepared in accordance with the generally accepted accounting principles and as per the provisions of the Companies Act, 1956.

2 Uses of Estimates

The financial statements are prepared using estimates and assumptions that effect the reported balances of the assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of balance sheet and the profit and loss account during the year. Contingencies are recorded when it is probable that a liability has been incurred and amount can be reasonably estimated. Actual results could differ from these estimates. The actual results are recognized in the year in which the results are known/materialised.

3 Fixed Assets

Fixed Assets are stated at cost except Land, Building, Computers and Plant & Machinery which were revalued on 30th June 1985 and hence stated at revalued cost. Cost is net of CENVAT and inclusive of freight, duties, taxes and other directly attributable costs incurred to bring the assets to their working condition for intended use.

4 Intangible Assets

Intangible Assets are stated at cost of acquisition less accumulated amortisation. Software having future economic benefits are considered as intangible assets and amortised over a period of 4 years.

Goodwill and Trade mark are amortised over a period of 10 year.

5 Depreciation

a) Depreciation on assets is provided at the rates and in the manner as specified in Schedule XIV of the Companies Act, 1956 by using the straight line method.

b) Depreciation on assets costing Rs. 5000/- or less have been charged fully in the year of purchase.

c) Additions, consequent to the revaluation are depreciated with reference to the remaining useful life of each assets. Such depreciation is recouped against transfer of equivalent amount from revaluation reserve to Profit & Loss Account.

d) Assets purchased for Research & Development are fully depreciated in the year of purchase.

6 Inventories

a) Raw Materials, Stores & Spare Parts, [except store & spares items costing less than Rs.100/- per unit which are charged to Profit and Loss Account in the year of purchase], Loose tools and Goods in transit are valued at lower of cost or net realisable value. However strategic items of store & spares costing less than Rs. 100/- per unit has been valued and included in the value of stocks at lower of cost or net realisable value.

Cost includes cost of purchase, duties, taxes and all other costs incurred in bringing the inventories to their present location. Cost is determined on First In First Out (FIFO) basis.

b) Scrap is valued at net realisable value.

c) Finished Goods are valued at lower of cost or net realisable value. Cost (*) includes related overheads and excise duty payable on such goods.

d) Other inventories are valued at lower of net realisable value or cost(*).

(*) Cost includes an appropriate portion of allocable overheads where applicable & cost of material is arrived at on FIFO basis.

7 Revenue Recognition

a) Sales includes excise duty but excludes sales tax, adjusted for trade discounts and sales returns.

b) Domestic sales are recognised at the time of despatch of goods to the customers and export sale is recognized on the basis of date of Airway Bill/Bill of Lading.

c) Dividend Income on Investment is recognized when right to receive the payment is established.

d) Export incentives are recognised on accrual basis.

8 Employees Benefits

Expenses and Liabilities in respect of employee benefits are recorded in accordance with Revised Accounting Standard 15 - Employees Benefits (Revised 2005) notified by Companies (Accounting Standard) Rules, 2006.

- (i) Payments to Defined Contribution Retirements Benefit Schemes are charged as an expense as they fall due.

For Defined Benefit Schemes: the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuation being carried out at each balance sheet date. Actuarial gains and losses are recognized in full in the profit and loss account for the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, plus the present value of available refunds and reductions in future contributions to the scheme.

- (ii) **Short Term Employee Benefits.**

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

9 Foreign Currency Transactions

- a) Transactions denominated in Foreign Currencies are recorded at the exchange rate prevailing at the time of the transaction.
- b) Items denominated in foreign currency at the year end and not covered by forward exchange contracts are translated at year end rates and those covered by forward exchange contracts are translated at the rate ruling on the date of transaction as increased or decreased by the proportionate difference between the forward rate and exchange rate on the date of transaction, such difference having been recognised over the life of the contract.
- c) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the profit and loss account.
- d) In case of forward exchange contracts, the premium or discount arising at the inception of such contracts, is amortized as income or expense over the life of the contract as well as exchange difference on such contracts i.e. difference between the exchange rates at the reporting/settlement date and the exchange rate on the date of inception of contract / the reporting date, is recognized as income / expense for the period.

10 Investments

- a) Long term investments are stated at cost except those investments which in the management's opinion have suffered a permanent diminution and thus valued at nominal rate.
- b) Current investments are valued at cost or fair market value whichever is less.

11 Research and Development Cost (other than capital cost)

Research and Developments expenditures are charged to revenue in the year in which they are incurred.

12 Taxes on Income

- (a) **Current Tax**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of Income Tax Act, 1961.

- (b) **Deferred Tax**

The company recognises deferred tax assets or deferred tax liability based on the tax effect for timing differences i.e the differences that originates in one accounting period and capable of reversal in subsequent period(s) . The deferred tax assets are recognised only to the extent there is a reasonable certainty of realisation in future. The tax effect is calculated based on the prevailing enacted or substantially enacted regulations. The deferred tax assets/liabilities are reviewed as at each balance sheet based on developments during the year.

13 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 and 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.

14 Excise Duty

Excise Duty is accounted on the basis of, both, payments made in respect of goods cleared as also provision made for goods lying in bonded warehouses.

15 Purchase

Purchases are recognised in the books of account at the time of receipt of material at the factory gate.

16 Borrowing Costs

Borrowing costs 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.

17 Provision, Contingent Liabilities and Contingent Assets

Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

18 Leases

(a) **Operating Lease** - Lease rentals in respect of assets taken are charged to profit & Loss Account as per the terms of the lease agreement.

(b) **Finance Lease** - The lower of the fair value of the assets and present value of the minimum lease rentals is capitalised as fixed assets with corresponding amount shown as lease liability. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to profit and loss account.

19 Segment Reporting

i) Identification of segments:

The Company's operating business are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets.

ii) Unallocated items:

Common unallocable costs and corporate income and expenses are considered as a part of un-allocable income and expense, which are not identifiable to any business segment.

20 Cash Flow

Cash Flow Statement has been prepared as per the indirect method prescribed in the Accounting standard '3' notified by Companies (Accounting Standard) Rules,2006.

B NOTES TO ACCOUNT

1. Land, Building, Computers and Plant & Machinery purchased prior to 30th June 1985 were revalued by an approved valuer as on that date. The resultant surplus over the written down value amounting to Rs.57,205,184 was charged to the gross block of the respective assets. Depreciation charge for the year includes Rs. 226,063 (Previous Year Rs.226,063), which is necessitated on account of revaluation of these fixed assets. An amount equivalent to the aforesaid additional depreciation charge is transferred to the credit of the Profit & Loss Account from revaluation of Fixed Assets.

2 Sundry Debtors

- are shown as net of claims of Rs.11,735,521 (Previous year Rs.9,981,759).

- over six months unsecured and considered good in Schedule '8' includes old outstanding aggregating to Rs. 10,173,725 (Previous year Rs.10,173,725) due from customers for which no provision is considered necessary as the management is of the view that these are recoverable.

3 The Company has not received information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act,2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid/payable under this Act have not been given.

4 Cash & Bank Balances in schedule '9' includes Rs. 281,975 (P.Y. Rs. 281,975) standing due from Banaras State Bank Ltd..Consequent upon the scheme of amalgamation vide notification F.No. 15/02/2000-BOA (I) dated 19.06.2002 and F.No. 15.02.2000-BOA (II) dated 19.06.2002, the 85.85% of total assets and liabilities of erstwhile Banaras State Bank Ltd. have been taken over by the Bank of Baroda. As per the notice of Bank of Baroda, the unpaid balances due to company by Banaras State Bank Ltd. of Rs .95,430 will be paid on settlement of claims by the Deposit Insurance and Credit Guarantee Corporation of India (DICGCI) and balance amounting to Rs. 186,545 would be paid as and when assets classified as 'not readily realizable' are realized.The interest on the above dues had not been provided, for on account of uncertainty on the recoverability of the above dues.

Delton Cables Limited

5 Managerial Remuneration*	Current Year (Rs.)	Previous Year (Rs.)
Salaries	4,230,000	3,712,500
Contribution to Provident and Other Fund	664,200	635,850
Sitting Fees	150,000	114,000
Other Benefits	70,167	63,712
	<u>5,114,367</u>	<u>4,526,062</u>

- * Notes: 1. The above remuneration is within the limit prescribed under the schedule XIII of the Companies Act, 1956.
2. Do not include contribution to gratuity fund, since the same are paid/determined for the company as a whole.

6 Contingent Liabilities not provided for		
(a) (i) Guarantee issued by Banks	255,102,604	279,003,805
(ii) Letter of Credit	119,717,967	109,719,739
(iii) Sales Tax sureties given for third parties	80,000	80,000
(iv) Counter Guarantee given to Directors	577,179,429	746,481,456
	<u>952,080,000</u>	<u>1,135,285,000</u>
(b) Claims against the company not acknowledged as debt		
(i) Sales Tax	14,183,088	6,921,822
(ii) Civil Suits	24,843,337	23,600,324
(iii) Income Tax	1,131,417	1,131,417
	<u>40,157,842</u>	<u>31,653,563</u>

7 Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for Nil (PY Rs. 1,050,650).

8 Payment to Auditors		
Audit Fees	230,000	230,000
Tax Audit Fees	50,000	50,000
Taxation	200,000	170,000
Service Tax	51,759	51,324
Other matters	22,500	124,000
	<u>554,259</u>	<u>625,324</u>

Note: The above amount have been debited under the head "Legal and Professional charges and service tax recoverable.

9 Employees Benefits		
(a) Defined Contribution Plans		
Contribution to Defined Contribution Plan, recognized as expenses for the year are as under :		(Amount In Rs.)
	2009-10	2008-09
Employer's Contribution to Provident Fund/Pension Fund	3,589,290	3,652,369
The contribution payable to these schemes by the Company are at the rates specified in the rules of the schemes.		

(b) **Defined Benefit plans**
The employee's gratuity fund scheme managed by Life Insurance Corporation is a defined benefit funded plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employees benefit entitlement and measures each unit separately to built up the final obligation. The obligation for leave encashment is a defined unfunded benefit plan, which is recognized in the same manner as gratuity.

Delton Cables Limited

Particulars	Amount in Rs.			
	2009-2010		2008-2009	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
I Change in present value of Defined Benefit obligations :				
Defined Benefit obligation as at the beginning of the year	14,707,680	3,839,248	15,346,718	2,736,926
Current Service Cost	1,092,777	673,199	899,729	841,722
Interest Cost	1,176,614	268,747	1,227,737	218,954
Actuarial (gain) / loss on obligations	(420,916)	(295,156)	(1,747,921)	642,326
Benefits paid	(1,185,230)	(526,140)	(1,018,583)	(600,680)
Defined Benefit obligation at the year end	15,370,925	3,959,898	14,707,680	3,839,248
II Change in the Fair Value of Plan Assets :				
Particulars	2009-10		2008-09	
	Gratuity (Funded)	Gratuity (Funded)	Gratuity (Funded)	Gratuity (Funded)
Fair value of plan assets at beginning of the year				
Expected return on plan assets	2,627,023			1,170,855
Actuarial gain/ (loss)	252,657			174,751
Employer Contribution	NIL			NIL
Benefits paid	934,369			2,300,000
Fair value of plan assets at the year end	(1,185,230)			(1,018,583)
	2,628,819			2,627,023
III Change in the Fair Value of assets and obligation				
Particulars	2009-2010		2008-2009	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
Fair value of plan assets	2,628,819	NIL	2,627,023	NIL
Present Value of obligation	15,370,925	3,959,898	14,707,680	3,839,248
Amount recognised in balance sheet	(12,742,106)	(3,959,898)	(12,080,657)	(3,839,248)
IV Expenses/(Income) recognized in the Profit & Loss				
Particulars	2009-2010		2008-2009	
	Gratuity (Funded) (Unfunded)	Leave Encashment	Gratuity (Funded) (Unfunded)	Leave Encashment
Current Service Cost	1,092,777	673,199	899,729	841,722
Interest Cost	1,176,614	268,747	1,227,737	218,954
Expected Return on plan assets	(252,657)	-	(174,751)	NIL
Actuarial (gain)/ loss	(420,916)	(295,156)	(1,747,921)	642,326
Net Cost	1,595,818	646,790	204,794	1,703,002
V Investment detail of plan assets				
Particulars	Gratuity (Funded)			
Insured with LIC	100%			

Delton Cables Limited

VI Actuarial Assumptions

Particulars	2009-2010		2008-2009	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
	1994-96 (Ultimate)	1994-96 (Duly Modified)	1994-96 (Ultimate)	1994-96 (Duly Modified)
Mortality Table (LIC)	8%	8%	8%	7%
Discount rate (per annum)	8%	8%	8%	7%
Expected rate of return on plan assets (per annum)	8%	N.A	8%	N.A.
Rate of escalation in salary (per annum)	6%	6%	5%	5%

Notes : The estimate of rate of escalation in salary considered in actuarial valuation, taken into account inflation, seniority, promotion and other relevant factors on long term basis including supply and demand in the employment market.

10 Lease

(i) Operating Lease

- (a) The Company has taken Office Premise on Operating Lease. The tenure of lease is 3 years with the initial lock in period of 1 year. The lock in period commences from December 2008 and extends upto November 2009. The amount payable in pursuance to such lock in period is Nil (P.Y Rs 68,000)
The amount of lease rentals paid of Rs 102,000 (P.Y Rs.34,000) has been charged under the head "Rent and Lease Rent" in Schedule 15.
- (b) The Company has entered into separate Cancellable Operating lease for Premises and Vehicles. The tenure of these agreements range between three to five years.
The amount of lease rentals paid of Rs 4,518,246 (P.Y Rs.4,156,324) has been charged under the head "Rent and Lease Rent" and " Travelling and Conveyance" in Schedule 15.
- (c) The Company has Sub Leased premises on Cancellable Operating Lease. The aggregate amount of lease rentals received amounting to Rs. 37,200 (P.Y 37,200) have been credited under the head "Miscellaneous Income" in Schedule 13.

(ii) Finance Lease

- (a) In respect of Fixed Assets acquired on finance lease, the minimum lease rentals outstanding as on 31st March, 2010 are as follows:

Particulars	Total Minimum Lease Payments outstanding As at 31st March		Future Interest on Outstanding Lease Payments		Present value of Minimum Lease Payments as at 31st March	
	2010	2009	2009-10	2008-09	2010	2009
Within one year	496,703	1,014,435	88,861	229,473	407,842	784,962
Later than one year and not later than five year	1,046,399	1,627,108	88,863	284,924	957,536	1,342,184
Later than five years	-	-	-	-	-	-
Total	1,543,102	2,641,543	177,724	514,397	1,365,378	2,127,146

- (b) General Description of Lease Terms:
- Lease rentals are charged on the basis of agreed rate of interest.
- Assets are taken on lease for a period of 5 Years.

11 Earnings in foreign exchange

	Current Year (Rs.)	(Amount in Rs.) Previous Year (Rs.)
Export Turnover (FOB value)	6,501,315	18,070,894

12 Expenditures in Foreign Exchange (on payment basis)

	Current Year (Rs.)	(Amount in Rs.) Previous Year (Rs.)
Travelling	219,900	908,217
Sales Promotion	68,187	104,231
Subscription	134,767	121,344
Exhibition Expenses	-	661,424
Interest on LC and Buyers Credit	678,005	-
Others	214,378	102,102
	1,315,237	1,897,318

Delton Cables Limited

13	CIF value of imports		
	Raw Materials	80,301,076	27,478,428
	Capital Goods	-	1,505,000
		80,301,076	28,983,428
14	Prior period Income/Expenditures includes		
	Income		
	Export Subsidy	228,000	169,590
		228,000	169,590
	Expenditures		
	Legal & Professional fee		
	Testing Fees	34,506	-
	Discount	-	56,050
	Store & Spares	70,437	-
	Electricity & Water	-	9,880
		104,943	19,553
	Net Income / (Expenditure)	123,057	85,483
			84,107

15 Details of Raw Materials Consumed

	Current Year		Previous Year	
	Quantity (Kgs)	Value (Rs.)	Quantity (Kgs)	Value (Rs.)
Copper	1,881,727	563,810,383	2,042,803	654,593,490
D.O.P	177,401	11,798,238	202,724	17,197,680
PVC Resin	1,065,050	54,202,905	995,710	51,360,756
PVC Compound	1,573,736	102,315,308	1,918,376	129,192,482
Tapes & Strips	1,604,927	95,832,253	1,288,672	94,063,183
Others	-	205,933,243	-	296,440,095
	6,302,841	1,033,892,330	6,448,285	1,242,847,686

* The above figures include quantities on account of captive use, samples, scraps and rejections.

16. Percentage of Raw Material Consumption

	Current Year		Previous Year	
	Value (Rs)	Percentage	Value (Rs.)	Percentage
i) Raw Materials:				
Imported	72,684,477	7%	24,361,310	2%
Indigenous	961,207,853	93%	1,218,486,376	98%
	1,033,892,330	100%	1,242,847,686	100%
ii) Stores & Spare Parts:				
Imported	5,422,798	100%	8,533,535	100%
Indigenous	5,422,798	100%	8,533,535	100%

Details of Installed Capacity and Production

Particulars	Licenced* Capacity	Installed** Capacity	Actual Production	Installed** Capacity	Actual Production
Wires & Cables	N.A.	3003 MCM	320 MCM	3003 MCM	361 MCM
Switch Gear	N.A.	3,000,000 NOS	185,653 NOS	3,000,000 NOS	218060 NOS

* Particulars regarding licence capacity have not been given since the same has been delicensed.
 ** Installed capacity is as certified by the management.

Delton Cables Limited

17 Sales (Manufactured Goods)

		Current Year		Previous Year	
		Quantity	Value (Rs.)	Quantity	Value (Rs.)
Class of goods:					
Wires & Cables	Mtrs.	27,978,507	1,439,133,673	32,003,589	1,748,961,962
Switch Gears	Nos.	224,126	21,603,123	157,275	18,527,010
Others #			30,712,013		38,227,083
			1,491,448,809		1,805,716,055

includes sale of scrap.

Opening and Closing stocks of finished goods:

(Manufactured Goods)

Opening Stock:

Wires & Cables	1,254,771	46,085,008	1,822,841	106,981,591
Switch Gear	98,155	6,806,760	91,618	6,830,140
		52,891,768		113,811,731

Closing Stock:

Wires & Cables	1,616,526	78,742,664	1,254,771	46,085,008
Switch Gears	59,682	4,761,555	98,155	6,806,760
		83,504,219		52,891,768

(Traded Goods)

	Opening Stock		Purchase		Sale		Closing Stock	
	Qty.	Value (Rs.)	Qty.	Value (Rs.)	Qty.	Value (Rs.)	Qty.	Value (Rs.)
Music System	1	4,017	-	-	-	-	1	4,017
	(1)	(4,017)	(-)	(-)	(-)	(-)	(1)	(4,017)
Cable Modem	1	258,493	-	-	-	-	1	258,493
	(1)	(258,493)	(-)	(-)	(-)	(-)	(1)	(258,493)
Cable	-	-	34	5,526,000	34	7,899,640	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Switch Gears	435	283,211	4388	2,928,175	4,390	4,535,455	433	322,029
	(-)	(-)	(1,240)	(848,527)	(805)	(905,560)	(435)	(283,211)
Others	-	2,800,007	-	3,091,270	-	5,771,853	-	2,432,345
	(-)	(67,008)	(-)	(9,492,948)	(-)	(8,539,366)	(-)	(2,800,007)
		3,345,728		11,545,445		18,206,948		3,016,884

Figure in brackets represents corresponding amount of previous year.

- 18 The company is also in the business of manufacturing "Switchgears". This segment doesnot qualify as reportable segment in context of the Accounting Standard - 17 "Segmental Reporting" notified by Companies (Accounting Standard) Rules,2006. Hence disclosure as required by the said standard is not required.

19 Disclosure of Related parties/ Related parties transactions :

A. Name of the Related Parties and description of relationship

I. Associates

Delton International Ltd.
Vishranti Trading Enterprises Ltd.
Saneh Industrial Investments Ltd.
B & M Trading & Investment Company Ltd.
Senor Microwave Pvt. Ltd.
Ram Kumar Gupta & Sons Ltd.
Delton Cable Company
Srimati Shanti Devi Charitable Trust
Abaskar Constructions (P) Ltd
Element Arts (P) Ltd
VIGA Trade Solutions (P) Ltd

II Key Management Personnel

Mr. VK. Gupta
Mr. Vivek Gupta
Mr. S. S Malhotra

Delton Cables Limited

B Disclosure of Related Party Transactions				
Particulars				
	Associates	Key Management Personnel	Total	
I Sale of goods	16,506	-	16,506	
	(156319)	(-)	(156319)	
II Leasing or hire purchase arrangements	-	-	-	
	(426,000)	(-)	(426,000)	
III Rent Received	37,200	-	37,200	
	(37,200)	(-)	(37,200)	
IV Managerial Remuneration	-	4,963,703	4,963,703	
	(-)	(4,412,062)	(4,412,062)	
V Rent paid	264,000	630,000	894,000	
	(264,000)	(600,000)	(864,000)	
VI Purchase of Fixed Assets	-	-	-	
	(300,000)	(-)	(300,000)	
VII Purchase	35,877	-	35,877	
	(3,101,708)	(-)	(3,101,708)	
VIII Other Expenses	1,255,246	-	1,255,246	
	(151,396)	(-)	(151,396)	
C Balance outstanding as at 31st March, 2010				
I Securities given	2,800,000	-	2,800,000	
	(2,800,000)	(-)	(2,800,000)	

Note : Figures in brackets represents corresponding amounts of previous years.

20 Deferred Taxation

Major Items of Deferred Tax liabilities / Deferred Tax Assets

	Opening as on 01.04.2009	For the Year	Closing As on 31.03.2010
A. Deferred Tax Liabilities			
Accumulated Depreciation	13,920,227	(464,104)	13,456,123
Total A	13,920,227	(464,104)	13,456,123
B. Deferred Tax Assets			
Adjustments u/s 43B of the Income Tax Act, 1961	5,951,729	(763,768)	5,187,961
Provision for Doubtful debts	-	713,036	713,036
Disallowance u/s 40(a)(ia)	11,897	(11,897)	-
Total B	5,963,626	(62,629)	5,900,997
Net Tax Effect of Timing differences (A-B)	7,956,601	(401,475)	7,555,126

21 Earning per Share

		Current Year	Previous year
Profit/Loss attributable to the equity shareholders	(A)	18,371,357	17,498,308
Number/Weighted Average number of equity shares outstanding at the end of the year	(B)	2,880,000	2,880,000
Nominal value of equity shares		10	10
Basic/Diluted Earnings per share	(A)/(B)	6.38	6.08

22 In view of the management, the current assets, loans and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet as at 31st March, 2010.

23 Sundry debtors, creditors and loans and advances are subject to confirmation.

24 Figures are rounded to the nearest rupee.

25 Previous year's figures have been regrouped /rearranged/reworked wherever considered necessary.

(V. K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(Mrs. Rakesh Verma)
CFO.

(P. C. Joshi)
Company Secretary

Delton Cables Limited

BALANCE SHEET ABSTRACT AND COMPANY'S GENREAL BUSINESS PROFILE (INFORMATION PURSUANT TO PART IV TO SCHEDULE VI TO THE COMPANIES ACT, 1956)

I REGISTRATION DETAILS

Registration No.	004255	State Code	55
Balance Sheet date	31.03.2010		

II CAPITAL RAISED DURING THE YEAR

Public Issue	NIL	Rights Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

III POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT IN RS. THOUSAND)

Total Liabilities	894465	Total Assets	894465
SOURCES OF FUNDS			
Paid-up Capital	28800	Reserves and Surplus	215657
Secured Loans	324405	Unsecured Loans	2521
		Deferred Tax Liability	7555

APPLICATION OF FUNDS

Net Fixed Assets *	131055	Investments	47
Net Current Assets	447836	Misc. Expenditure	NIL
Accumulated Losses	NIL	Deferred Tax Assets	NIL

IV PERFORMANCE OF THE COMPANY (AMOUNT IN RS. THOUSAND)

Turnover	1412035	Total Expenditure	1380020
Profit before Tax	28178	Profit after Tax**	18371
Earning Per Share (Rs.)	6.38	Dividend rate (%)	10

V GENERIC NAMES OF PRINCIPAL PRODUCTS/ SERVICES OF THE COMPANY

Item Code No. (ITC Code)	8544.00
Production Description	Wires & Cables
Item Code No. (ITC Code)	8536.20
Production Description	Electrical Switchgear

* Includes Capital Work in Progress

** Profit after tax and prior period adjustments

(V. K. Gupta)
Chairman & Managing Director

(Vivek Gupta)
Joint Managing Director

(Mrs. Rakesh Verma)
CFO

(P. C. Joshi)
Company Secretary

Delton Cables Limited

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