

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

## **20<sup>th</sup> ANNUAL REPORT 2011-12**

<b>BOARD OF DIRECTORS</b>	<b>:</b>	<b>MR. VRAJLAL VAGHASIA MR. JITENKUMAR VAGHASIA MR. KETANBHAI BALDHA MR. VINESH BABARIA MR. KANTIBHAI DEVANI (Add. Director)</b>
<b>AUDIT COMMITTEE</b>	<b>:</b>	<b>MR. KETANBHAI BALDHA MR. JITENKUMAR VAGHASIA MR. VINESH BABARIA</b>
<b>REMUNERATION COMMITTEE</b>	<b>:</b>	<b>MR. VINESH BABARIA MR. JITENKUMAR VAGHASIA MR. KETANBHAI BALDHA</b>
<b>SHAREHOLDER'S / INVESTOR'S GRIEVANCE COMMITTEE</b>	<b>:</b>	<b>MR. JITEN VAGHASIA MR. KETANBHAI BALDHA MR. VINESH BABARIA</b>
<b>AUDITORS</b>	<b>:</b>	<b>M/S. S.D. MEHTA &amp; CO., CHARTERED ACCOUNTANTS AHMEDABAD</b>
<b>REGISTERED OFFICE</b>	<b>:</b>	<b>PLOT NO. 119-120, SANTEJ-VADSAR RD, AT &amp; POST SANTEJ, TALUKA: KALOL, DISTRICT: GANDHINAGAR – 382 721</b>

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# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

## **NOTICE**

NOTICE is hereby given that the 20<sup>th</sup> Annual General Meeting of M/s. Narmada Macplast Drip Irrigation Systems Limited will be held on Saturday, the 29<sup>th</sup> day of September, 2012 at 4:00 P.M. at the Registered Office of the Company at Plot No. 119-120, Santej-Vadsar Road, At & Post Santej, Taluka: Kalol, District Gandhinagar – 382 721 to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt Audited Balance Sheet as at 31<sup>st</sup> March, 2012, the Profit & Loss Account as on that date and the reports of the Auditors' and Directors' thereon.
2. To appoint a director in place of Mr. Ketanbhai Baldha, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Vineshbhai Babaria, who retires by rotation and being eligible, offers himself for re-appointment.
4. To re-appoint Auditors and fix their remuneration.

### **SPECIAL BUSINESS:**

5. To pass the following resolution by way of Ordinary Resolution:  
"RESOLVED THAT pursuant to the provisions of Section 260 and other applicable provisions, if any, of the Companies Act, 1956 Mr. Kantibhai Devani who was appointed as an Additional Director on the Board of the company be and is hereby appointed as a Director on the board of the Company liable to retire by rotation."
6. To pass the following resolution by way of Ordinary Resolution:  
"RESOLVED THAT pursuant to Section 383A and other applicable provisions of the Act, M/s. Sagar R. Sharma & Co. be and is hereby appointed as the Practicing Company Secretary Firm to issue the Compliance Certificate for the year 2012-13 and that Board of Directors may in consultation with them fixed their remuneration."

**BY ORDER OF THE BOARD**

Sd/-

**MR. VRAJLAL VAGHASIA**  
Chairman &  
Managing Director

Date: 21<sup>st</sup> August, 2012  
Place: Ahmedabad

### **NOTES:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the company. The proxy form should be lodged with the company at its registered office not less than 48 hours before the time of the commencement of the meeting.
2. The Explanatory Statement as required under section 173(2) of the Companies Act, 1956 in respect of the Special Business mentioned in the above notice is annexed hereto.

## **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

3. Members/ Proxies should bring the attendance slip sent herewith duly filled in for attending the meeting.
4. The Register of members and share transfer books of the company will remain closed from 26<sup>th</sup> September, 2012 to 29<sup>th</sup> September, 2012 (Both days inclusive).
5. Pursuant to clause 49 of the Listing Agreement, the particulars of the Director seeking re-appointment is given below:

Name	Mr. Ketanbhai Baldha	Mr. Vinesh Babaria
Date of Birth	22.12.1982	24.12.1972
Date of Appointment	16.08.2011	16.08.2011
Qualification	BCom	BCom
Experience	10 years in accounts department of drip irrigation companies.	15 years in drip irrigation related business activities.
Directorships in other companies	NIL	NIL

### **The explanatory statement to the special business as per notice**

#### **5) Regularization of Mr. Kantibhai Devani as a Director on the Board:**

Mr. Kantibhai Devani was appointed as the Additional Director on the Board of the company, with effect from 15.05.2012. He has got a very good practical knowledge and experience in the field of Drip Irrigation. He has served the company for more than 15 years and has worked in the best interest of the Company.

Looking at the hard work he has put in for several years, the Board appointed him as the Additional Director on the board of the company. Your Directors recommend passing of this resolution.

None of the Directors apart from Mr. Kantibhai Devani may be deemed to be interested in this resolution.

#### **6) Appointment of M/s. Sagar R. Sharma & Co. as Company Secretaries to issue Compliance Certificate:**

The Board wishes to appoint M/s. Sagar R. Sharma & Co., Company Secretaries, Ahmedabad to issue the Compliance Certificate to the company for the year 2012-13.

The said firm is practicing since more than 3 years and has been satisfactorily handling Stock Exchange Compliances for the company for more than a year now. Your directors recommend passing of the resolution.

None of the directors on the board deem to be interested in this resolution.

# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

## DIRECTORS' REPORT

To  
The Members  
Narmada Macplast Drip Irrigation Systems Limited  
Ahmedabad

Your Directors have pleasure in submitting herewith the 20<sup>th</sup> Annual Report of the Company with the audited statements of accounts for the year ended 31<sup>st</sup> March, 2012.

### FINANCIAL RESULTS:

(Rs. In Lacs)

Particulars	For the Year 2011-2012	For the Year 2010-2011
Turnover & Other Income	19.50	20.63
Net Profit before Depreciation & Write Offs	5.00	6.50
Less: Depreciation	5.57	6.92
Net Loss Before Extra Ordinary Item	(0.57)	(0.42)
Add: Extra Ordinary Item	Nil	Nil
Net Profit for the year	(0.57)	(0.42)
Less: Past Losses B/F	(231.59)	(231.17)
Loss to be carried forward to Balance Sheet	(232.16)	(231.59)

### OPERATIONS:

During the year, your Company has achieved a turnover and earned other income of Rs. 19.50 Lacs in comparison to the turnover of Rs. 20.63 Lacs of the previous year.

### DIVIDEND:

Due to past accumulated losses still suffered by the Company, your directors do not recommend any dividend for the current year.

### DIRECTORS:

In accordance with the provisions of the Companies Act, 1956 and the Articles of the Association of the Company, Mr. Vinesh Babaria and Mr. Ketanbhai Baldha, Directors of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment. Also Mr. Kantibhai devani who was appointed as an additional Director on the Board of the company is hereby regularized.

### DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors state that:

- (i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with the proper explanation relating to material departures if any;
- (ii) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- (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

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(iv) The directors had prepared the annual accounts on a going concern basis.

## **PARTICULARS OF EMPLOYEES:**

There are no employees falling under the purview of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

## **CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:**

The Manufacturing Activities of the Company have been stopped due to lack of funds and hence there is no expenditure for power in factory. Electrical Expenditures however have been incurred for running the Corresponding administrating office of the company.

## **MANAGEMENT DISCUSSION AND ANALYSIS:**

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, Management Discussion and Analysis Report are annexed herewith and form part of this Report.

## **AUDITORS:**

M/s S. D. Mehta & Co., Chartered Accountants, Statutory Auditors of the Company is recommended for re-appointment. The Company has received a certificate from them that their appointment, if made would be within the prescribed limits u/s 224(1)(B) of the Companies Act, 1956.

## **APPRECIATION:**

Your Director wish to place on record their appreciation for the cooperation and continued support extended to the Company by all Government Authorities, Banks and Shareholders. Your Directors express their appreciation for the dedicated and science service rendered by the employees of the Company.

**FOR AND ON BEHALF OF BOARD OF DIRECTORS**

Sd/-

**VRAJLAL VAGHASIA**  
Chairman &  
Managing Director

Date: 21<sup>st</sup> August, 2012  
Place: Ahmedabad

# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

## REPORT ON CORPORATE GOVERNANCE

### Philosophy:

The Company is committed to good corporate governance and taking steps for implementing corporate governance norms as prescribed by SEBI. The Company respects the rights of its shareholders to incorporation on the performance of the company and considers itself a trustee of its shareholders.

### Board of Directors:

Composition, Category of Directors and their other Directorships and Committee Memberships:

At present, the Board consists of three members. The composition of Board of Directors, the number of other directorship or board committees of which he is a member / Chairman is as under:

Name of Director	Category	Other Directorships/Board Committees	
		Directorships	Board Committee
Mr. Vrajlal Vaghasia	Promoter Exe. Director	NIL	NIL
Mr. Jiten Vaghasia	Promoter Director	NIL	NIL
Mr. Arjanbhai Vaghasia	Independent Non-Exe. Director	NIL	NIL
Mr. Lalitbhai Vaghasia	Independent Non-Exe. Director	NIL	NIL

7 Meetings of the Board of Directors were held during the Financial Year 2011-2012 as under:

5<sup>th</sup> April, 2011, 31<sup>st</sup> May, 2011, 8<sup>th</sup> August, 2011, 16<sup>th</sup> August, 2011, 30<sup>th</sup> September, 2011, 14<sup>th</sup> November, 2011 and 11<sup>th</sup> February, 2012.

Attendance of Directors at the Board Meetings and Last Annual General Meeting:

Name of Director	Board Meetings Attended	Attendance in GM (Yes/No)
Mr. Vrajlal Vaghasia	7	YES
Mr. Jiten Vaghasia	7	YES
Mr. Ketanbhai Baldha	6	YES
Mr. Vinesh Babaria	6	YES

One Extra Ordinary General Meeting was held during the year under review on 7<sup>th</sup> May, 2011.

### 3. COMMITTEE OF BOARD:

#### (A). AUDIT COMMITTEE:

The terms of reference of this committee cover the matters specified for Audit Committee under clause 49 of the Listing Agreement. During the year ended 31<sup>st</sup> March, 2012 and up to this report the committee met four times. The attendance of each member of the Committee is given below;

Name of Director	Designation	No. of Meetings Attended
Mr. Ketanbhai Baldha	Chairman	4
Mr. Vinesh Babaria	Member	4
Mr. Jiten Vaghasia	Member	4

#### (B). REMUNERATION COMMITTEE:

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

The Company has constituted a remuneration committee. The Company has also paid salary to its MD and WTD in the Financial Year 2011-12.

## **(C). SHAREHOLDERS/ INVESTORS GRIEVANCE COMMITTEE:**

The Company has constituted a shareholders / investors grievances committee in accordance with Clause 49 of the Listing Agreement. The Committee looks into redressal of investors' complaints and requests like delay in transfer of shares, non-receipt of dividend, non-receipt of annual report etc.

The committee comprises of three directors. Mr. Jiten Vaghasia is the Chairman of the Committee and Mr. Ketanbhai Baldha and Mr. Vinesh Babaria are members of the Committee. During the year ended 31<sup>st</sup> March, 2012 Committee met four times.

## **(D). SHARE TRANSFER COMMITTEE:**

The Company has Share Transfer committee since 1994. At present members of the Committee are Mr. Jiten Vaghasia, Chairman of the Committee and Mr. Ketanbhai Baldha and Mr. Vinesh Babaria are members of the Committee.

The Company has appointed M/s. Purva Sharegistry Private Limited as the Registrar and Share Transfer Agent of the Company in the month of November, 2011. They have taken full charge of their responsibilities and started with their services.

## **4. Details of Annual General Meeting:**

The last three Annual General Meeting of the Company were held within the Statutory time period and the details of the same are as under:

<b>Financial Year</b>	<b>Location</b>	<b>Date</b>	<b>Time</b>
2008-2009	Plot No. 119-120,Santej-Vadsar Road, At & Post Santej, Taluka : Kalol, Dist. : Gandhinagar	30/09/2009	3.00 P.M.
2009-2010	Plot No. 119-120,Santej-Vadsar Road, At & Post Santej, Taluka : Kalol, Dist. : Gandhinagar	30/09/2010	3.00 P.M.
2010-2011	Plot No. 119-120,Santej-Vadsar Road, At & Post Santej, Taluka : Kalol, Dist. : Gandhinagar	30/09/2011	3.00 P.M.

All the resolutions set out in the respective notice were passed by the shareholders. There were no resolutions put through postal ballot last year. There is no business at the ensuing AGM requiring implementation of the postal ballot under the applicable rule.

## **5. Disclosures:**

(a) Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the Directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interest of Company at large. There are no materially significant related party transactions during the Financial Year 2011-12 that may have potential conflict with the interest of the Company at large.

(b) Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI or any statutory, on any matter related to capital markets, during the last three years. Due to non-compliance with the provisions of the listing agreement, trading is suspended. However the Company has hired professional services for assistance in the compliance of Listing Agreement and intends to finish off the pending Stock Exchange Compliance before the AGM.

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## **6. Means of Communication:**

- Half -Yearly result is not sent to each shareholder.
- Quarterly results are taken on record by the Board of Directors and submitted to the Stock Exchanges in terms of the requirement of Clause 41 of the Listing Agreement.
- The Quarterly results are published in Western Times (Ahmedabad) in English and Gujarati edition.
- No presentation has been made to Institutional Investors or to analysts.
- Quarterly results have been displayed on company's website.
- The Management Discussion and Analysis Report is attached with the Director's report in this Annual Report.

## **7. General Shareholder Information:**

### **I. Annual General Meeting**

- Date and Time : 29/09/2012 at 4.00 P.M.  
Venue : Plot No. 119-120, Santej-Vadsar Road,  
At & Post Santej, Taluka: Kalol,  
Dist.: Gandhinagar

### **II. Financial Calendar (Tentative):**

- Financial Year : 1<sup>st</sup> April - 31<sup>st</sup> March  
First Quarter Results : End of July 2012  
Second Quarter Results : End of October 2012  
Third Quarter Results : End of January 2013  
Results for the year ending  
31<sup>st</sup> March 31, 2013 : End of April 2013

### **III. Book Closure Date : 26<sup>th</sup> September, 2012 to 29<sup>th</sup> September, 2012 (Both days inclusive)**

- IV. Registered Office** : Plot No. 119-120, Santej-Vadsar Road,  
At & Post Santej, Taluka: Kalol,  
Dist.: Gandhinagar

### **V. Dividend Payment Date** : No dividend is recommended for the financial year 2011-12

### **VI. Listing of Equity Shares on Stock Exchange:**

Your Company's equity shares are listed on

<b>Sr. No.</b>	<b>Name of Stock Exchange</b>	<b>Address of Stock Exchange</b>
1	The Ahmedabad Stock Exchange Ltd.	Kamdhenu Complex, Opp. Sahajanand College, Ambawadi, Ahmedabad – 380 015
2	The Bombay Stock Exchange Ltd.	Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400 001
3	The Saurashtra Kutch Stock Exchange Ltd	Popatbhai Sorathiya bhawan, Sardar Bazar, Rajkot – 360 001
4	Madras Stock Exchange Ltd	No. 30, Second Line Beach, Chennai – 600 001

Annual Listing Fees for the year 2012-13 have been paid to the Bombay Stock Exchange only.



# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

## VII. Stock Code:

- a) The Ahmedabad Stock Exchange Limited, Ahmedabad :
- b) The Bombay Stock Exchange Limited, Mumbai : 517431
- c) The Saurashtra Kutch Stock Exc. Ltd.
- d) The Madras Stock Exchange Ltd.

## VIII. Distribution of Shareholding:

No. of Equity Shares	As on 31 <sup>st</sup> March, 2012			
	No. of Shareholders	% of Shareholders	Total Nos. of Shares held	% of Shareholding
1-500	2277	81.76	788800	19.84
501-1000	278	9.98	249400	6.27
1001-2000	133	4.78	222800	5.60
2001-3000	45	1.62	119400	3.00
3001-4000	4	0.14	13100	0.33
4001-5000	19	0.68	90700	2.28
5001-10000	13	0.47	95700	2.41
10001 & Above	16	0.57	2396500	60.27
<b>TOTAL</b>	<b>2785</b>	<b>100.00</b>	<b>3976400</b>	<b>100.00</b>

## IX. Categories of Shareholding (as on 31<sup>st</sup> March, 2012):

Category of Holder	No. of Shares	% of Equity
Promoters / Persons Acting In Concert	1574300	39.59
Government Companies	48700	1.22
Private Corporate Bodies	84400	2.12
Indian Public	2266500	57.00
NRI's	1500	0.04
HUF	1000	0.03
<b>Total</b>	<b>3976400</b>	<b>100.00</b>

## X. Details on use of public funds obtained in the last three years:

No funds have been raised from the public during the last three years.

## XI. Outstanding GDR / ADRs / Warrants and Convertible bonds, conversion date and likely impact on the equity: No GDRs / ADRs / Warrants issued by the company.

## XII. Investors' correspondence may be addressed to:

**Company: NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LIMITED**  
A-16 Parulnagar Society, 1st floor, Bhuyangdev Char Rasta, Sola Road  
Ghatlodia, Ahmedabad – 380 061

## RTA: PURVA SHAREGISTRY PVT LTD

Unit no. 9, Shiv Shakti Ind. Estate,  
J.R. Boricha marg, Opp. Kasturba Hospital Lane  
Lower Parel (E) Mumbai 400 011

Tel: 91-22-2301 6761 / 8261

Fax: 91-22-2301 2517

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

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## **CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT(S)**

To  
The Members of  
Narmada Macplast Drip Irrigation Systems Limited

1. We have reviewed the compliance of conditions of Corporate Governance by **Narmada Macplast Drip Irrigation Systems Limited** (the Company) during the year ended **31<sup>st</sup> March, 2012** with the relevant records and documents maintained by the Company and furnished to us.

2. The Compliance of conditions of corporate governance is the responsibility of the management. Our examination has been limited review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an express of opinion on the financial statements of the Company.

3. On the basis of our review and according to the information and explanations given to us, we certify that the Company has, for the year ended March 31, 2012, complied in all material respects with the conditions of Corporate Governance as stipulated in Clause 49 of the listing agreement(s) with the Stock Exchange(s).

4. We state that no investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Shareholders/Investors' grievances Committee.

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

**For, S. D. Mehta & Co.**  
*Chartered Accountants*

Sd/-  
**Shaishav Mehta**  
Proprietor

**Date: 21<sup>st</sup> August, 2012**  
**Place: Ahmedabad**

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

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## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **OVERVIEW**

The company is in the business of manufacturing PVC and HDPE pipes used for agriculture, household and infrastructure sectors. Indian Plastic Industry uses almost 8 mn. MT of resin as per Industry estimate. Out of this more than 75% is accounted by extrusion of pipes, profile and films. The large part of the pipe industry is scattered near user belts in the country large part being small and medium size companies.

### **OPPORTUNITIES AND THREATS**

The rise the agriculture and infrastructure sectors bode well for the pipe market. The government spends on programmes for safe drinking water; rural sanitation, etc. are expected to generate substantial demand for piping products. Rise in PVC resin prices is the biggest potential threat for the Industry.

### **FUTURE OUTLOOK**

The Company is identifying the various opportunities available with the Company. Looking at the overall scenario of the economic conditions, the company is planning for the maximum utilization of the available resources. The Company expects in raising the demands of the products in which the company is engaged. Thus, the Overall outlook for the coming year looks good and may benefit your company at large.

### **RISKS AND CONCERNS**

The risk associated with the products of the Company is always a cause of concern for the Company. The general risk associated with the competition from large organization as well as from the unorganized and small-scale organizations affects the domestic market to a large extent. Your company is confident of performing better in spite of such business risks.

### **INTERNAL CONTROL SYSTEMS**

The Company does not have any formal internal audit system. The internal policies of the Company ensure efficient use and protection of assets and resources, compliance with policies and reliability of the financial and operational reports. The management is taking steps to introduce the internal audit system commensurate with the size and nature of the business of the company. The Audit Committee of the Board of Directors deals with the adequacy of internal controls and budgeting functions.

### **FINANCIAL PERFORMANCE**

The Company's performance was satisfactory during the year 2011-12.

### **HUMAN RESOURCES**

The Company continued to have cordial and harmonious relations with its employees during the year under review.

### **CAUTIONARY STATEMENT**

Statement in this Management Discussion and Analysis report describing the Company's objective, expectations or predictions may be "forward – looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand / supply and price conditions in the domestic and overseas markets, changes

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

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## **Compliance Certificate**

To,  
The Members,  
**M/s. Narmada Macplast Drip Irrigation System Limited**  
Ahmedabad

I have examined the available registers, records, books and papers of **M/s. Narmada Macplast Drip Irrigation System Limited** (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on **31<sup>st</sup> March, 2012**. In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the company, its officers and agents, I certify that in respect of the aforesaid financial year.

1. The company has kept and maintained all registers as stated in **Annexure `A`** to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The company has filed the forms and returns as stated in **Annexure `B`** to this certificate, with the Registrar of Companies, Regional Director, Central Government. Company Law Board or other authorities and penalty have been paid by the Company wherever required as per the act in cases of delayed filing.
3. The Company being a Public Limited Company, comment is not required
4. I am informed by the Management that the Board of Directors duly met seven times on 5<sup>th</sup> April, 2011, 31<sup>st</sup> May, 2011, 8<sup>th</sup> August, 2011, 16<sup>th</sup> August, 2011, 30<sup>th</sup> September, 2011, 14<sup>th</sup> November, 2011 and 11<sup>th</sup> February, 2012 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company has closed its register of members during the year under review from the 26<sup>th</sup> of September, 2011 till the 30<sup>th</sup> of September, 2011.
6. The annual general meeting for the financial year ended on **31<sup>st</sup> March, 2011** was held on **30<sup>th</sup> September, 2011** after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. One Extra Ordinary General Meeting was held during the financial year under review on 7<sup>th</sup> May, 2011 for Appointment of MD and WTD.
8. I am informed by the Management that the Company has not advanced any loans in contravention of Section 295 of the Companies Act, 1956. However from the Balance Sheet of the Company reflects that the company has paid high amount of advances.
9. I am informed by the management of the company that there have been no contracts entered into by the company which attract provisions of Section 297 of the companies Act, 1956.

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10. The company has made necessary entries in the register maintained under section 301 of the Act.
11. The company has obtained necessary approvals from the Board of Directors, members and previous approval of the Central Government pursuant to section 314 of the Act wherever applicable.
12. There was no issue of duplicate share certificates during the year under review.
13. The Company:
  - (i) was not required to deliver any share certificates to the members as there was no issue of shares during the year under review.
  - (ii) has not declared dividend during the year under review and hence no amount was required to be deposited in a separate Bank Account.
  - (iii) was not required post any warrants as no dividend was declared during the year under review.
  - (iv) was not required to transfer any amount to IEPF.
  - (v) has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted.
15. The company has appointed Mr. Vrajlal Vaghasia as the Managing Director and Mr. Jitenkumar Vaghasia as the Whole Time Director on the board of the company during the year under review. Proper notices were passed for the same. Also Mr. Kantibhai Devani was appointed on the board of the company as an additional director to be regularized in this upcoming AGM.
16. We are informed by the management that there was no appointment of sole-selling agents made during the year under review.
17. The company has as and when required, obtained all necessary approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act as detailed below:-
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The company has not issued shares / debentures / other securities during the year under review.
20. The company has not bought back shares during the year under review.
21. The company does not have any preference shares and hence the point of redemption of preference shares does not arise.
22. There were no transactions necessitating the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.

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23. I am informed by the company that it has not accepted any deposits covered under the provisions of Section 58A and 58AA of the Companies Act, 1956.

24. The Company has not contravened the provisions of Section 293(1)d of the Act.

25. The company has not contravened the provisions of Section 372A of the Act.

26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under review.

27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under review.

28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under review.

29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under review.

30. The company has not altered its articles of association during the year under review.

31. I am informed by the management that there were no instances of any show-cause notices issued against the company during the year under review.

32. I am informed by the management that the company has not received any security from its employees during the year under review.

33. I am informed by the management that the company is not required to deposit any amount towards Provident Fund with prescribed authorities pursuant to section 418 of the Act.

**For Sagar R. Sharma & Co.**

Sd/-

**Sagar R. Sharma**

**C. P. No.: 8549**

Place: Ahmedabad

Date: 21<sup>st</sup> August, 2012

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

## **Annexure A**

Registers as maintained by the Company:

1. Register of Members as per Section 150 of the Act.
2. Minutes Book for General and Board Meeting as per Section 193 of the Act.
3. Books of accounts as per Section 209 of the Act.
4. Register of Directors as per Section 303 of the Act.
5. Register of Director's Shareholding as per Section 307 of the Act.

## **Annexure B**

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2012.

1. 2 Forms 20B for the annual return as per section 159 of the Act for the years ending on 31.03.2009 and 31.03.2010
2. Three forms 32 for change in directors as per Section 266 of the Act.
3. Form 66 for filing the Compliance Certificate with the ROC as per section 383A of the Act has been filed for the year ending on 31.03.2011
4. Form 20B for the annual return as per section 159 of the Act for the years ending on 31.03.2011.
5. Form 23 AC and ACA XBRL for the year ended on 31.03.2011 as per section 220 of the Act.

**For Sagar R. Sharma & Co.**

Sd/-

**Sagar R. Sharma**  
C. P. No.: 8549

Place: Ahmedabad  
Date: 21<sup>st</sup> August, 2012

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

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**M/s. S.D.Mehta & Co.**  
**Chartered Accountants**

16/A Ghanshyam Avenue  
Nr. C. U. Shah College,  
Sattar Taluka Society,  
Nr. Income Tax,  
Ahmedabad - 380014

## **Auditor's Report**

To,  
The Members,  
**Narmada Macplast Drip Irrigation Systems Ltd,**  
Ahmedabad

1. We have audited the attached Balance Sheet of **Narmada Macplast Drip Irrigation Systems Ltd**, as at **31st March, 2012**, the Profit & Loss Account and the Cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 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 paragraph 4 of the said Order.

Further, we report that

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;



## **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

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- (iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report, read with the notes to accounts and accounting policies, comply with the applicable accounting standards (AS-1 to AS- 29) referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- (v) On the basis of written representation received from the Directors of the Company as on March 31<sup>st</sup>, 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31<sup>st</sup>, 2012 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, subject to notes to accounts, 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 :-
- (a) In the case of balance sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2012;
- (b) In the case of the profit and loss account, of the loss for the year ended on that date; and
- (c) In the case of the cash flow statement, of the cash flows for the year ended on that date.

**For S. D. Mehta & Co.  
Chartered Accountants**

Place: Ahmedabad  
Date: 21/08/2012

**Sd/-  
Shaishav Mehta  
Proprietor  
Membership No. 32891**

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

## **Annexure To Auditors' Report**

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

1. (i) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed Assets.  
  
(ii) The fixed asset have been physically verified by the management at reasonable intervals. No material Discrepancies were noticed on such verification  
  
(iii) In our opinion and according to the information and Explanations given to us, a substantial part of the fixed Assets has not been disposed of by the company during the Year.
2. (i) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.  
  
(ii) In our opinion, the procedures of 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.  
  
(iii) On the basis of our examination of inventory records, in our opinion, the company is maintaining proper records of Inventory.
3. (i) The company has not granted any loans to companies, firms or other parties covered in the Register maintained under section 301 of the Companies Act, 1956. Consequently, reporting requirements as per clauses (iii)(a) to (iii)(d) of paragraph 4 of the Order relating to rate of interest, terms and conditions, receipt of principal amount & interest and overdue amount are not applicable to the Company.  
  
(ii) The Company has taken Interest free unsecured loans from 7 (seven) parties covered in the register maintained under section 301 of the Companies Act, 1956 aggregating to Rs. 53.71 lacs.  
  
(iii) The rate of interest and other terms and conditions of such loan taken are prima facie not prejudicial to the interest of the company.  
  
(iv) The repayment of principal amount and interest are regular, where applicable.
4. There is an adequate internal control system commensurate with the size of the company and the nature of its business, for sale of services. There is no continuing failure to correct major weaknesses, in internal control system.

## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

5. a) 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 having regard to the prevailing market prices at the relevant time.
6. The company has not accepted deposits from the public in terms of section 58A and 58AA of the Companies Act, 1956 and the rules framed there under. Therefore, reporting requirements as per clause (VI\i) of paragraph 4 of the Order are not applicable in case of the Company.
7. The company has an internal audit system commensurate with its size and nature of its business.
8. The central government has not prescribed maintenance of cost records under clause (d) of sub section (1) of section 209 of the Companies Act, 1956.
9. a) The company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund; Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues, where applicable; with the appropriate authorities.  
b) We are informed by the company that there have been no dispute in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise duty and Cess, where applicable.
10. The company has accumulated losses of Rs. 232.16 lacs as at the end of the financial year which are more than 50 % of its net worth. The company has not incurred any cash loss during the financial year and in the immediately preceding financial year.
11. As the company has not taken any loans from public financial institutions or banks, there is no question of regularity of repayment.
12. The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of special statute applicable to chit fund/ nidhi/ mutual benefit fund/ societies are not applicable to the company

## **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

14. The company is not dealing or trading of shares, securities, debentures and other investments and accordingly, the reporting requirements as per clause (xiv) of the order are not applicable to the Company.
15. The company has not given any guarantees for loans taken by others from bank or financial institutions.
16. The company has not obtained any term loans during the year.
17. No funds raised on short-term basis have been used for long term investment.
18. During the year, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
19. During the year, the company has not issued any debentures.
20. During the year, the company has not raised any money by public issue.
21. No fraud on or by the company has been noticed or reported during the year.

**For S. D. Mehta & Co.  
Chartered Accountants**

Place: Ahmedabad  
Date: 21/08/2012

**Sd/-  
Shaishav Mehta  
Proprietor  
Membership No. 32891**

# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

## Balance Sheet as at 31st March, 2012

Particulars	Note No.	Amount (RS.) Current year ending on 31/03/2012	Amount (RS.) previous year ending on 31/03/2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	36274000	36274000
(b) Reserves and Surplus	2	-18695396	-18638236
<b>(2) Share application money pending allotment</b>		1350000	1350000
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	3	5370854	5425841
(b) Other Long term liabilities	4	9482063	9973127
<b>(4) Current Liabilities</b>			
(a) Long-term Liability	5	320000	305000
(d) Short-term provisions	6	62240	50000
<b>Total</b>		<b>34163761</b>	<b>34739732</b>
<b>II.Assets</b>			
<b>(1) Non-current assets</b>			
<i>(a) Fixed assets</i>			
(i) Tangible assets	7	4612780	5982297
<b>(2) Current assets</b>			
(a) Current investments	8	2685590	2685590
(b) Inventories	9	4785712	5185711
(c) Trade receivables	10	3221695	3534718
(d) Cash and cash equivalents	11	2564350	935994
(e) Short-term loans and advances	12	16293634	16415422
<b>Total</b>		<b>34163761</b>	<b>34739732</b>

See accompanying notes to the financial statements.

**FOR, NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

**FOR, M/S. S. D. MEHTA & CO.**

**CHARTERED ACCOUNTANTS**

**Managing Director**

**Whole – Time Director**

**Shaishav Mehta**

**Proprietor**

**Place : Ahmedabad**

**Date : 21/08/2012**

# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

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

Sr. No.	Particulars	Note No.	Figures as at the end of 31/03/12	Figures as at the end of 31/03/11
I	Revenue from operations	14	919263	347787
II	Other Income	15	1030563	1715000
III	<b>Total Revenue (I +II)</b>		<b>1949826</b>	<b>2062787</b>
IV	<b><u>Expenses:</u></b>			
	Cost of materials consumed	16	399999	767954
	Employee benefit expense	17	416970	107815
	Depreciation and amortization expense	18	557146	691984
	Other expenses	19	632871	536947
	<b>Total Expenses</b>		<b>2006986</b>	<b>2104700</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	-57160	<b>-41913</b>
IX	<b>Profit before tax</b>	(VII - VIII)	-57160	-41913
X	<b>Tax expense:</b>			
	(1) Current tax		0	0
	(2) Deferred tax		0	0
XI	<b>Profit(Loss) from the perid from continuing operations</b>	(VII- VIII)	-57160	-41913
XII	Profit/(Loss) from discontinuing operations		-23159113	-23117200
XV	Profit/(Loss) for the period	(XI + XIV)	<b>-23216273</b>	<b>-23159113</b>
XVI	Earning per equity share:			
	(1) Basic		Nil	Nil
	(2) Diluted		Nil	Nil

See accopanying notes to financial statements  
**FOR, NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

**FOR, M/S. S. D. MEHTA & CO.**  
**CHARTERED ACCOUNTANTS**

**Managing Director**  
**Place : Ahmedabad**  
**Date : 21/08/2012**

**Whole – Time Director**

**Shaishav Mehta**  
**Proprietor**

# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

## NOTES FORMING PART OF ACCOUNTS

	Particulars	2011-12	2010-11
		<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
<b>NOTE 1 :</b>	<b>SHARE CAPITAL</b>		
*	Authorised Share capital 50,00,000 Equity shares of Rs. 10/- each	5000000	5000000
	Issued, subscribed and paid-up capital 39,76,400 Equity shares of Rs. 10/- each	39764000	39764000
	Calls Unpaid	-3490000	-3490000
	<b>Total</b>	<b>36274000</b>	<b>36274000</b>
<b>NOTE 2 :</b>	<b>RESERVES &amp; SURPLUS</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	Capital Reserve	4789877	4789877
	<b>Profit &amp; Loss account</b>		
	Opening balance	-23159113	-23117200
Add/Less	Surplus/ (Deficit) for the year	-57160	-41913
		-23216273	-23159113
Less :	Appropriations		
	Preliminary expenditure	-269000	-269000
	<b>TOTAL</b>	<b>-18695396</b>	<b>-18638236</b>
<b>NOTE 3 :</b>	<b>LONG TERM BORROWINGS</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	<b>Unsecured loans</b>		
	From Directors	5370854	5425841
	<b>Total</b>	<b>5370854</b>	<b>5425841</b>
<b>NOTE 4 :</b>	<b>OTHER LONG TERM LIABILITIES</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	Trade payables	9482063	9973127
	<b>Total</b>	<b>9482063</b>	<b>9973127</b>
<b>NOTE 5 :</b>	<b>LONG TERM LIABILITY</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	<b>Deposits</b>		
	Dubond Products India (Rent Deposit)	225000	150000
	Kenson Sales Corporation	25000	25000
	Gopala Polyplast Ltd.	0	60000
	Dharmendra Thakkar	70000	70000
	<b>Total</b>	<b>320000</b>	<b>305000</b>

## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

<b>NOTE 6 :</b>	<b>SHORT TERM PROVISIONS</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	Unpaid Expense	62240	50000
	<b>Total</b>	<b>62240</b>	<b>50000</b>
<b>NOTE 8 :</b>	<b>Current investments</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	Investment in Equity Shares	2623090	2685590
	Investment in bank shares	62500	0
	<b>Total</b>	<b>2685590</b>	<b>2685590</b>
<b>NOTE 9 :</b>	<b>INVENTORIES</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	Finished goods	4785712	5185711
	<b>Total</b>	<b>4785712</b>	<b>5185711</b>
<b>NOTE 10 :</b>	<b>TRADE RECEIVABLES</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	Unsecured and considered good	0	1585716
	Outstanding for more than 6 months	3221695	1949002
	<b>Total</b>	<b>3221695</b>	<b>3534718</b>
<b>NOTE 11 :</b>	<b>CASH AND CASH EQUIVALENTS</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	<b>Balance with banks</b>		
	Bank of India	900572	60634
	HDFC Bank navrangpura branch	1284975	792819
	Kalupur Commercial Co-op Bank Ltd	0	6858
	Punjab National Bank	0	44397
	HDFC Bank	277216	0
	Cash on hand	101587	31286
	<b>Total</b>	<b>2564350</b>	<b>935994</b>
<b>NOTE 12 :</b>	<b>SHORT TERM LOANS &amp; ADVANCES</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
	<b>Unsecured and considered good</b>		
	Loans / advances to others	16026311	16148099
	<b>Deposit</b>		
	Gul Electricity Board	197243	197243
	Sales Tax Deposit	8000	8000
	Specific Glass Mosaic Ind.	-6000	-6000
	Telephone Deposit	12080	56000
	Taralkumar Khodidas	56000	12080
	<b>Total</b>	<b>16293634</b>	<b>16415422</b>



## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

	Particulars	2011-12	2010-11
<b>Note 13</b> :	<b>Revenue from operations</b>	<b>Amount (rs.)</b>	<b>Amount (rs.)</b>
<b>Note 14</b> :	<b>Sales</b>	919263	347787
	<b>Total</b>	<b>919263</b>	<b>347787</b>
	<b>Other incomes</b>		
	Rent	1015000	1115000
	Consulting income	0	600000
	Interest income	14682	0
	Kasar vatav	881	
	<b>Total</b>	<b>1030563</b>	<b>1715000</b>
<b>Note 15</b> :	<b>Cost of material consumed</b>		
	<b>Opening stock</b>		
<b>Sr. No.</b>	<b>Particulars</b>	<b>Amount (rs.)</b>	<b>Amount (rs.)</b>
1	Opening stock	5185711	4942260
	<b>(i)</b>	<b>5185711</b>	<b>4942260</b>
	<b>Purchases</b>		
<b>Sr. No.</b>	<b>Particulars</b>		
1	Purchases	0	1011405
	<b>(ii)</b>	<b>0</b>	<b>1011405</b>
<b>Less:</b>	<b>Closing stock</b>		
<b>Sr. No.</b>	<b>Particulars</b>		
1	Closing stock	4785712	5185711
	<b>(iii)</b>	<b>4785712</b>	<b>5185711</b>
	<b>Total (i+ii-iii)</b>	<b>399999</b>	<b>767954</b>
<b>Note 16</b> :	<b>Employee benefit expense</b>	<b>Amount (rs.)</b>	<b>Amount (rs.)</b>
	Salary and wages	108300	94600
	Directors remuneration	298000	0
	Staff welfare	170	115
	Bonus exp	10500	13100
	<b>Total</b>	<b>416970</b>	<b>107815</b>
<b>Note 17</b> :	<b>Depreciation and amortaization expense</b>	<b>Amount (rs.)</b>	<b>Amount (rs.)</b>
	Depriciation	557146	691984
	<b>Total</b>	<b>557146</b>	<b>691984</b>

## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

Note 18 :	Other expenses	Amount (rs.)	Amount (rs.)
	Account Charges	30000	30000
	Advertisement	39527	34381
	Bank Charges	1566	4269
	BIS License Charges	36405	6618
	CST	63	0
	Commission	5000	330
	Computer expense	5125	3250
	Conveyance expense	10245	9855
	Diwali expense	7790	2003
	Donation	3451	11000
	Electricity expense	102608	142371
	Factory Maintenance	11800	37450
	Factory License Fees		1980
	Factory Miscellaneous expense	4870	9407
	Fuel expense	15063	50
	Kasar - Vatav	0	59969
	Legal expense	3320	670
	Legal & Professional Charge	148488	32500
	Membership Fees	1104	8702
	Mobile expense	43062	32556
	News paper	594	0
	Office expense	52859	4439
	Postage & Courier	3338	603
	Repairs to Machine	0	4940
	Repairs & Maintenance	0	1300
	ROC Filling Charges	10000	27450
	Security expense	15000	12000
	Stationery & Printing	18989	14244
	Stores and spares	0	691
	Sundry balance write off	14603	0
	Tea expense	4959	6046
	Telephone expense	6278	12591
	Transportation expense	500	6260
	Travelling exp	19741	0

## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

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VAT Penalty	35	10000
Vehicle expense	2769	249
Water expense	2030	8640
Website exp	10750	0
Xerox	939	133
<b>Total</b>	<b>632871</b>	<b>536947</b>

# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

**Note : 07      FIXED ASSETS**

S R N O.	ASSET/ BLOCK OF ASSET	GROSS BLOCK			DEPRICIATION				NET BLOCK		
		AS ON 01/04/11	AD DI TI ON DU RI NG TH E Y E A R	SOLD DURING THE Y E A R	VALUE AS ON 31/03/12	AS ON 01/04/11	FOR THE Y E A R	A D J U S T M E N T	AS ON 31/03/12	AS ON 31/03/12	AS ON 31/03/11
1	LAND	829241	0	0	829241	0	0	0	0	829241	829241
2	BUILD ING	8028383	0	0	8028383	5164029	294364	0	5458393	2569990	2864354
3	PLANT & MACH INARY	15296845	0	800000	14496845	13187787	239268	0	13427055	1069790	2109058
4	LABO RATO RY EQUIP MENT	481134	0	0	481134	425351	7810	0	433161	47973	55783
5	FURNI TURE & FIXTU RES	415160	0	0	415160	396290	3318	0	399608	15552	18870
6	AIR COND ITINE R	20444	0	0	20444	7440	1821	0	9261	11183	13004
7	FOUR WHEE LER	37000	0	0	37000	22006	3898	0	25904	11096	14994
8	COMP UTER	524249	0	0	524249	518481	2307	0	520788	3461	5768
9	VEHIC LE	522658	0	0	522658	466333	14644	0	480977	41681	56325
10	DYE	15300	0	0	15300	5568	1362	0	6930	8370	9732
11	MOBI LE	8125	0	0	8125	2957	725	0	3682	4443	5168
	<b>TOTA L</b>	<b>26178539</b>	<b>0</b>	<b>800000</b>	<b>25378539</b>	<b>20196242</b>	<b>569517</b>	<b>0</b>	<b>20765759</b>	<b>4612780</b>	<b>5982297</b>

# **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

## **NOTE 19 : Notes Forming Part Of Accounts Of The Balance Sheet & Profit And Loss Account For The Year Ended March 31,2012.**

### **1] List of Share Holders hoding more than 5% of shares :**

<b>Sr. No.</b>	<b>Name</b>	<b>No. of Shares Held</b>
1	Vrajlal Vaghasia	1563700

### **2] ACCOUNTING POLICIES:**

#### **A] I] Accounting convention:**

The financial statement of accounts have been prepared on the historical cost convention and on going concern concept. Accrual system of accounting is generally followed.

The accounts have been prepared to comply in all material aspects with applicable accounting principles in India and the Accounting Standards issued by The Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

#### **II] Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets & liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

#### **B] Fixed assets:**

Fixed assets are stated at cost less depreciation.

#### **C] Depreciation:**

Depreciation has been provided on the fixed assets on the WDV method u/s 205(2)(B) of the Companies Act,1956 consistent with the accounting policy, at the rate and in the manner laid down in Schedule XIV of the Companies Act,1956. Depreciation on the fixed assets added or sold during the has been calculated on the pro-rata basis from the date of addition and/or up to date of sale.

#### **D] Ivestments:**

Long term investments are valued at cost (Unquoted).

#### **E] Inventories:**

Inventories are valued as under:

\* Raw Material is valued at cost.

\* Finished goods are valued at lower of cost or net realizable Value.

## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

**F) Revenue Recognition**

Sales are recognized when the title to the goods is passed on to the buyer.  
Sales are recognized net of sales tax and other charges.

**3) SUPPLEMENTARY INFORMATION**

(QTY IN KGS.)

**A) Details of Raw material consumed:**

<b>Particulars</b>	<b>2011-12</b>		<b>2010-11</b>	
	<b>Quantity</b>	<b>Value</b>	<b>Quantity</b>	<b>Value</b>
PVC	7662=30	306199	21,662.30	1,18,199
HDPE	628	34540	183.50	17,432
LLDPE	183=50	16515	628	34,245

**B) Details of opening stock of finished products:**

<b>Particulars</b>	<b>2011-12</b>		<b>2010-11</b>	
	<b>Quantity</b>	<b>Value</b>	<b>Quantity</b>	<b>Value</b>
PVC	4272	256320	7,793	4,67,580
LLDPE	1688=53	168853	2,238.73	2,35,066
HDPE	656=20	62339	718.70	68,277

**C) Details of closing stock of finished products:**

<b>Particulars</b>	<b>2011-12</b>		<b>2010-11</b>	
	<b>Quantity</b>	<b>Value</b>	<b>Quantity</b>	<b>Value</b>
PVC	4272	256320	4,272	2,56,320
LLDPE	1611=53	168853	1,688.53	1,68,853
HDPE	656=20	62339	656.2	62,339

**D) Value of Imports Calculated On C.I.F Basis**

<b>Particulars</b>	<b>2011-12</b>	<b>2010-11</b>
IMPORT ON C.I.F.	NIL	NIL

## NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

### E] Value of Imported and Indigenous Raw Materials consumed

Particulars	2010-11		2009-10	
	Value	% of Total Consumption	Value	% of Total Consumption
Imported	NIL	NIL	NIL	NIL
Indigenously	Rs. 11,69,876	100%	Rs. 5,27,031	100%

### 4] **Related party disclosure**

Director Remuneration Rs. 2,98,000/-

### 5] **Amount remitted in foreign currency**

	2011-2012	2010-2011
Earning in foreign currency on FOB basis	Rs. NIL	NIL

- 6] Information u/s. 217(2A) of Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 and forming Part of Directors Report for the year ended 31-03-2010.  
Details of Employees drawing salary not less than Rs.24, 00,000 P.A. or Rs. 2, 00,000 P.M. : NIL

### 7] **Payment to Auditor**

As Auditor : Rs. 11,000/-

### 8] **Segment reporting**

The company has disclosed PVC, HDPE & LATERAL PIPES business segment as primary segment. The turnover from business segment is Rs. 9.19 lacs.

- 9] Company has not made any provision in respect of interest payable on raw material advance given by G.S.C.I informs that the matter is still pending before honorable Gujarat High court. By an interim order dated 13-10-2000 ordered the company to pay upto at least 20% of the outstanding amount by 15-11-2000.the order further stated to approach GSIC has not responded to the request of interest waiver made by the company. the honorable Gujarat high court by its order dated 16-08-2002,has disposed of the petition laying down criteria's for determination of (a) amount to be paid (b) the manner in which the installments to be determined in view of financial condition of the company and (c) the rate of interest which shall in no case exceed 12 %

The company however has not made any provision for interest payable to G.S.I.C. Amount unascertained. To the extent of non provisioning the expense and losses of the company are understated.

## **NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD**

- 10]** The company has not made any provision for income tax in view of losses.
- 11]** No provision has been made for short fall in the value of the investment in M/S Nada Dyes & Chemicals as well as advances granted to it. Considering all the relevant facts, full amount deserved to be written off. To that extent, the losses of the company are under stated.
- 12]** In view of uncertainty of future income to wipe off the accumulated losses of the company, deferred tax provisions have not been considered.
- 13]** We draw attention of the members towards the deteriorating financial status of the company. The company has accumulated losses of Rs.186.95 lacs as against the paid up capital of Rs.362.74 lacs. As such substantial part of the capital has been wiped out by losses.
- 14]** In the opinion of directors, all current assets, loans and advances are approximately of the value stated if realized in ordinary course of business and provision for all known liabilities are adequate and not in excess of amount reasonably necessary.
- 15]** Debit/Credit balances under the head "Current Liabilities", "Sundry Debtors", "Unsecured Loans", "Loans and Advances" and deposits are subject to confirmation from respective parties.
- 16]** Previous year's figures are regrouped whenever necessary.

**For, M/s. S.D.Mehta & Co.  
Chartered Accountants**

**For And On Behalf Of The Board**

**(Shaishav Mehta)  
Proprietor**

**Managing  
Director**

**Whole Time  
Director**

**Place: Ahmedabad  
Date: 21/08/2012**



# NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LTD

**NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LIMITED**  
Regd . Office : Plot No. : 119-120, Santej – Vadsar Road, At & Post – santej, taluka : Kalol,  
Dist : Gandhinagar – 382721

## ATTENDANCE SLIP

Please complete the attendance slip and hand it over at the entrance of the Meeting Hall. Please also bring a copy Annual Report.

I hereby record my presence at the 20<sup>th</sup> ANNUAL GENERAL MEETING of the company held on 29<sup>th</sup> September, 2012

REGD. LF. NO	NO. OF SHRES	NAME OF MEMBER
MEMBER'S / PROXY SIGNATURE		NAME OF PROXY

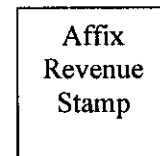
**NOTE:- THIS ATTENDANCE IS VALID ONLY IN CASE SHARES ARE HELD ON THE DATE OF THIS ANNUAL GENERAL MEETING**

**NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LIMITED**  
Regd . Office : Plot No. : 119-120, Santej – Vadsar Road, At & Post – santej, taluka : Kalol,  
Dist : Gandhinagar – 382721

REGD FOLIO NO.	PROXY FORM	NO. OF SHARES

I/WE \_\_\_\_\_ of \_\_\_\_\_ being a member / members of NARMADA MACPLAST DRIP IRRIGATION SYSTEMS LIMITED hereby appoint \_\_\_\_\_ of \_\_\_\_\_ or failing him \_\_\_\_\_ of \_\_\_\_\_ as my/our Proxy to attended and vote for me/us and or on my/our behalf at the 20<sup>th</sup> Annual General Meeting of the Company to be held on 29<sup>th</sup> September, 2012 and at any adjustment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2012



Signature

Note:

1. The Proxy From signed across revenue stamp should reach either at the Company's Registered Office at least 48 hours before the scheduled time of the meeting.
2. The Proxy need not a member.
3. Please fill in Full particulars.
4. Company reserves the right to ask for identification of the proxy.

