



**Plastiblends**

India Limited

**19<sup>TH</sup> ANNUAL REPORT**

**2009 - 10**

Flourishing With Firm Foundation

**Adding Colors and Performance Properties to Plastics**

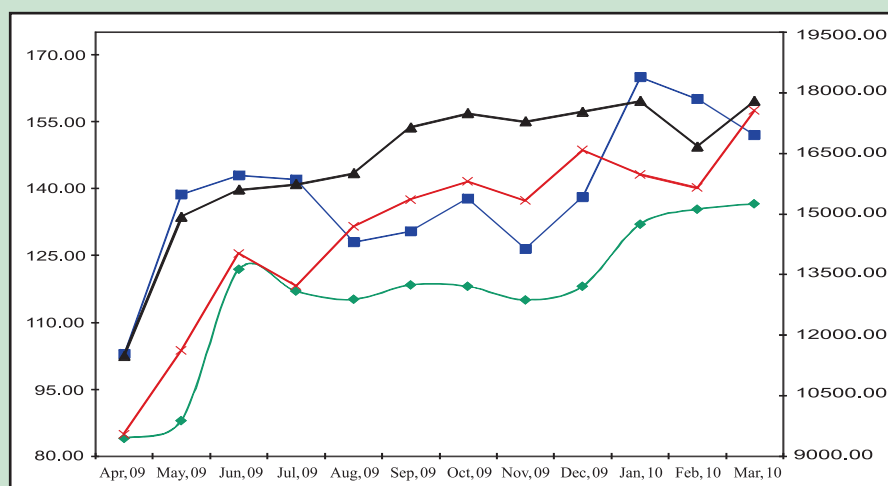
## FINANCIAL HIGHLIGHTS

(Rs. in Lacs)

PARTICULARS	2009-10	2008-09	2007-08	2006-07	2005-06
<b>OPERATING RESULTS</b>					
Sales and Other Income	21028.68	17094.64	16130.21	12670.67	9814.73
Profit before Depreciation, Interest & Tax	2016.47	2109.87	2284.75	1583.31	1695.40
Less : Depreciation	344.91	310.25	235.40	163.68	143.50
Interest	237.59	251.00	200.42	54.82	37.36
Profit Before Tax	1433.97	1548.62	1848.93	1364.81	1514.54
Less : Provision for Taxation - Current Year	360.00	320.00	200.00	175.00	200.00
Provision for Taxation - Earlier Year	6.45	–	0.17	–	1.70
Add : Provision no longer required	0.69	0.51	–	0.11	0.90
Net Profit After Tax	1081.11	1229.13	1648.76	1189.92	1313.74
Less : Provision for Deferred Taxation	38.12	51.80	56.63	18.00	51.24
Net Profit After Provision of Deferred Taxation	1042.99	1177.33	1592.13	1207.92	1364.98
Retained Earnings	586.90	645.23	1060.02	713.83	883.43
Earning per share (EPS) (Rs.)	16.05	18.12	24.50	18.59	21.01
Dividend (%)	60%	70%	70%	65%	65%
<b>FINANCIAL SUMMARY</b>					
Fixed Assets (NET)	5446.14	5383.69	4694.39	2431.10	1862.35
Working Capital (NET)	3163.59	2441.79	1889.93	766.39	1080.39
Capital Employed	10757.05	9033.10	9181.94	7578.15	5756.77
<b>FINANCED BY</b>					
Share Capital	649.73	649.73	649.73	649.73	649.73
Reserves	7556.68	6969.79	6324.55	5264.53	4550.70
Total Shareholders Funds	8206.41	7619.52	6974.28	5914.26	5200.43
Borrowings	2176.93	1077.99	1923.86	1436.72	311.17
Deferred Tax Adjustments	373.71	335.59	283.79	227.17	245.17
Debt : Equity	0.34:1	0.14 : 1	0.27 : 1	0.24 : 1	0.06 : 1
<b>OTHERS</b>					
Book Value Per Share (Rs.)	126.30	117.27	107.34	91.03	80.04
Gross Fixed Assets	7559.89	7159.60	6178.94	3683.26	2953.71
Employees Cost	579.90	535.36	449.08	298.54	226.18

## STOCK PERFORMANCE

(Share Price / BSE Sensex)



**BOARD OF DIRECTORS**

Shri Shreevallabh G. Kabra  
(Chairman & Managing Director)

Shri Satyanarayan G. Kabra  
(Vice-Chairman & Managing Director)

Shri Anand S. Kabra  
(Executive Director)

Shri Haridas S. Sanwal

Shri Pushp Raj Singhvi

Dr. Yatish B. Vasudeo

Shri Sudarshan K. Parab

**COMPANY SECRETARY**

Ms. Phalguni H. Shah

**REGISTERED OFFICE**

31, Shah Indl. Estate, Kolsite House, 2<sup>nd</sup> Floor,  
Off. Veera Desai Road, Andheri (West),  
Mumbai - 400 053

**Tel. No. :** +91-22-26736468/66952696-97/67205200

**Fax :** +91-22-26736808

**E-mail :** pbi@kolsitegroup.com

**Website :** www.plastiblendsindia.com

**WORKS**

**Daman**

Daman Industrial Estate,  
Kadaiya Village, Daman-396 210

**Roorkee**

Khasara No. 216, Village Raipur,  
Pargana : Bhagwanpur, Tehsil : Roorkee,  
Distt. Haridwar, Uttarakhand - 247667

**AUDITORS**

Kishor B. Phadke & Co.  
Chartered Accountants, Pune

**BANKERS**

State Bank of India  
HDFC Bank Ltd.

**SHARE TRANSFER AGENT**

Sharex Dynamic (India) Pvt. Ltd.,  
Unit 1, Luthra Indl. Premises, Safed Pool,  
Andheri-Kurla Road, Andheri (E),  
Mumbai - 400 072  
Tel. : 022-28515606, 28515644  
Fax : 022-28512885  
Email : sharexindia@vsnl.com

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**19<sup>th</sup> Annual General Meeting**

**Date** : 6<sup>th</sup> August, 2010

**Day** : Friday

**Time** : 4:15 p.m.

**Venue** : Hotel Karl Residency, 36, Lallubhai Park Road,  
Next to Lallubhai Park, Andheri (West),  
Mumbai – 400 058

## NOTICE

**NOTICE** is hereby given that the **NINETEENTH ANNUAL GENERAL MEETING** of the Members of **PLASTIBLENDS INDIA LIMITED** will be held on Friday, the 6<sup>th</sup> day of August, 2010 at 4.15 p. m. at Hotel Karl Residency, 36, Lallubhai Park Road, Andheri (West), Mumbai – 400 058 to transact the following business:

**ORDINARY BUSINESS :**

1. To consider and adopt the audited Balance Sheet as at 31<sup>st</sup> March, 2010 and the Profit and Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors thereon;
2. To declare dividend on Equity Shares for the financial year ended 31<sup>st</sup> March, 2010;
3. To appoint a Director in place of Shri Haridas S. Sanwal, a Director, who retires by rotation and being eligible, offers himself for re-appointment;
4. To appoint a Director in place of Shri Pushp Raj Singhvi, a Director, who retires by rotation and being eligible, offers himself for re-appointment;
5. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:  
“**RESOLVED THAT** subject to the provisions of Section 224, 225 and other applicable provisions, if any, of the Companies Act, 1956, Messers. A. G. Ogale & Co., Chartered Accountants, Pune, be and are hereby appointed as Statutory Auditors of the Company, to hold office as such from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting, in respect of whom the Company has received a Special Notice from a Member signifying the intention to propose their appointment as the auditors in place of the retiring auditors Messers. Kishor B. Phadke & Co., Chartered Accountants, who do not seek re-appointment.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to fix the remuneration payable and the reimbursement of out-of-pocket expenses, if any, to the said Auditors.”

**By order of the Board  
For Plastiblends India Ltd.**

Place: Mumbai  
Date: 26<sup>th</sup> May, 2010

**Phalguni H. Shah  
Company Secretary**

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**Notes :**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING MAY APPOINT PROXY TO ATTEND AND, ON A POLL VOTE, INSTEAD OF HIMSELF / HERSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. Corporate Members are requested to send a duly certified copy of the Board Resolution authorising their representative to attend and vote at the meeting.
3. Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday, the 3<sup>rd</sup> day of August, 2010 to Friday, the 6<sup>th</sup> day of August, 2010 (both days inclusive)
4. The dividend, as recommended by the Board, if sanctioned at the ensuing Annual General Meeting will be paid to those persons whose names appear as Beneficial Owners as at the end of business hours on Monday, the 2<sup>nd</sup> day of August, 2010 as per the list to be furnished by the National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) in respect of shares held in demat form and to the Members holding shares in physical mode as per Register of Members of the Company as on Friday, the 6<sup>th</sup> day of August, 2010 after giving effect to all valid transfers in respect of which request were lodged on or before 3<sup>rd</sup> August, 2010.
5. (i) Those shareholders who have so far not claimed their dividend for the financial years 2002-03 to 2008-09 are requested to return the time barred dividend warrants or forward their claims to the Company for issue of duplicate thereof.

- (ii) Pursuant to the provisions of Section 205A & 205C (2) (a) of the Companies Act, 1956, as amended, dividend for the financial year 2002-2003 and thereafter which shall remain unclaimed / unpaid for a period of Seven (7) years from the date of transfer to the unpaid dividend account is required to be transferred to the Investors Education & Protection Fund (IEPF). **Accordingly, during September, 2010, the Company would be transferring such unclaimed or unpaid dividend for the financial year ended 31<sup>st</sup> March, 2003. Members are therefore requested to make claim thereof, before August, 2010 otherwise no claim shall lie in respect of such amount.**
- (iii) Pursuant to the said provisions unclaimed / unpaid dividend for the financial year 1996-97 to 2001-02 have been transferred to the said Fund.
7. Brief profile of the Directors retiring by rotation and being eligible for re-appointment at the ensuing Annual General Meeting is furnished in the section of Corporate Governance, forming part of this Annual Report.
8. The Annual Report of the Company for the year 2009-2010 circulated to the members of the Company, will also be made available on the Company's website [www.plastiblendsindia.com](http://www.plastiblendsindia.com). Members who wish to obtain information of the Company or view the Accounts for the financial year ended 31<sup>st</sup> March, 2010, may visit the Company's corporate website mentioned above. Queries if any, should be sent at least 15 days before the Annual General Meeting to the Company Secretary at the Registered Office of the Company.

## **ANNEXURE TO NOTICE**

### **Explanatory Statement under Section 173(2) of the Companies Act, 1956 in respect of Item No.5**

#### **Item No. 5**

The Members of the Company, had at their Eighteenth Annual General Meeting (AGM) held on 6<sup>th</sup> August, 2009 appointed Messers. Kishor B. Phadke & Co., Chartered Accountants, Pune, who are retiring at this AGM. However, they have not offered themselves for re-appointment at this AGM and given notice to the Company in writing of their unwillingness to be re-appointed.

Further, the Company has received a Special Notice from a Member of the Company under Section 190 and 225(1) of the Companies Act, 1956 ('the Act') signifying the Member's intention to propose the appointment of Messers. A. G. Ogale & Co., Chartered Accountants, Pune as the Auditors of the Company in place of retiring Auditors Messers. Kishor B. Phadke & Co.

Messers. A. G. Ogale & Co., a well experienced firm of Chartered Accountants having two partners have expressed their willingness to act as Statutory Auditors of the Company, if appointed and have further confirmed that the said appointment, if made, would be in conformity with the provisions of Section 224(1B) of the Act. They have specialized knowledge in Audits, Income Tax, Service Tax etc.

In view of above and the Special Notice received from a Member under Section 225(1) of the Companies Act, 1956 and based on the recommendation of the Audit Committee, the Board of Directors had at its meeting held on 26<sup>th</sup> May, 2010 proposed the appointment of Messers. A. G. Ogale & Co., Chartered Accountants as the Statutory Auditors in place of retiring Auditors.

Members' approval is being sought to the appointment of Messers. A. G. Ogale & Co., Chartered Accountants as Statutory Auditors and to authorize the Board of Directors on the recommendation of Audit Committee to determine their remuneration and reimbursement of out-of-pocket expenses, if any, payable to them.

The Directors recommend the Resolution for acceptance by the Members.

Above referred notices and consent are available for inspection at Registered Office of the Company on any working days between 11:00 a.m. to 1:00 p.m. up to the date of this AGM and at this meeting.

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

**By order of the Board  
For Plastiblends India Ltd.**

Place: Mumbai  
Date: 26<sup>th</sup> May, 2010

**Phalguni H. Shah  
Company Secretary**

## DIRECTORS' REPORT

To  
The Members of  
**Plastiblends India Limited.**

Your Directors have pleasure in presenting the **NINETEENTH ANNUAL REPORT** and the **Audited Financial Statements** for the financial year ended 31<sup>st</sup> March, 2010.

### FINANCIAL RESULTS

PARTICULARS	Year ended 31 <sup>st</sup> March 10 (Rs. in Lacs)	Year ended 31 <sup>st</sup> March 09 (Rs. in Lacs)
Sales and Other Income	<b>21028.68</b>	17094.64
Gross Profit before Interest & Depreciation	<b>2016.47</b>	2109.87
Less: Interest	<b>237.59</b>	251.00
Depreciation	<b>344.91</b>	310.24
<b>Profit Before Tax (PBT)</b>	<b>1433.97</b>	1548.63
Less :Provision for Taxation (including earlier year)	<b>353.55</b>	320.00
Add :Provision no longer required	<b>0.69</b>	0.51
<b>Profit After Tax (PAT)</b>	<b>1081.11</b>	1229.14
Less : Provision for Deferred Tax Liability	<b>38.12</b>	51.80
<b>Net Profit after provision of Deferred Tax</b>	<b>1042.99</b>	1177.34
Add: Balance b/f from previous year	<b>5868.94</b>	5348.71
<b>Profit available for appropriation</b>	<b>6911.93</b>	6526.05

### APPROPRIATIONS:

Transferred to General Reserves	<b>105.00</b>	125.00
Provision for Proposed Dividend	<b>389.84</b>	454.81
Provision for Tax on Proposed Dividend	<b>66.25</b>	77.30
Surplus balance c/f to Balance Sheet	<b>6350.84</b>	5868.94
	<b>6911.93</b>	6526.05

### DIVIDEND :

Your Directors are pleased to recommend a dividend of **Rs. 6/-** per share of the face value of Rs.10/- each for the year ended 31<sup>st</sup> March, 2010 (Rs. 7/- per share for the previous year) subject to the Members' approval. The dividend payment amounts to Rs. 389.84 lacs. In addition Rs. 66.25 lacs is payable towards tax on dividend.

### OPERATIONS :

During the year under review, your Company has achieved Operational and Other Income of **Rs. 21028.68 lacs** as against Operational and Other Income of Rs. 17094.64 lacs during the previous year, registering an increase of about **23.01 %** over the previous year. Profit after providing for taxes is **Rs. 1042.99 lacs** as against Rs. 1177.34 lacs during the previous year.

The Company has achieved production of **33900 tons** for the year as compared to 24230 tons during the previous year. Your Company has sold **32691 tons** for the year under review as compared to 24794 tones during the previous year.

### EXPORTS :

Exports during the year under review were **Rs. 49.01 crores** as against Rs. 35.39 crores in the previous financial year and contributed **23.30%** to the net sales (an increase of 38.49 % compared to previous year). Company exports to over 30 countries around the globe with strong presence in Middle East, Africa & Europe.

In recognition of above the Company has been awarded by PLEXCONCIL consecutively since last six (6) years, which also signifies your company's expertise as well as trust by the customers.

### DIRECTORS:

In accordance with the Articles of Association of the Company and in view of provisions of Section 255 of the Companies Act, 1956, Shri Haridas S. Sanwal and Shri Pushp Raj Singhvi, Directors of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible seeks re-appointment.

Shri Amir E. Ladhahoy, Director of the Company resigned w.e.f. 10<sup>th</sup> August, 2009. The Board place on its record the valuable contribution made and guidance given by him from time to time during his tenure as a Board Member.

**DIRECTORS' RESPONSIBILITY STATEMENT :**

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

- (i) in the preparation of annual accounts for the year ended 31<sup>st</sup> March, 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) they have selected such appropriate accounting policies and applied them consistently, and made judgements and estimates that were reasonable and prudent so as to give the true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2010, and of the profits of the Company for the said financial year;
- (iii) they 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;
- (iv) they have prepared the said accounts on a "going concern basis".

**CORPORATE GOVERNANCE :**

As required by Clause 49 of the Listing Agreement, a Report on Corporate Governance is appended along with a Certificate of Compliance from the Auditors, forming part of this report.

The Board of Directors of the Company adopted the Code of Conduct and the same is posted on the Company's website. The Directors and Senior Management personnel have affirmed their compliance with the said code.

**AUDITORS :**

The Auditors M/s. Kishor B. Phadke & Co., Chartered Accountants, Pune, retire at the ensuing Annual General Meeting (AGM). However, they have not offered themselves for re-appointment at the said AGM.

In view of Special Notice received from a Member under Section 225(1) of the Companies Act, 1956 (the Act) and as recommended by the Audit Committee, it is proposed to appoint Messers. A. G. Ogale & Co., Chartered Accountants, Pune, as the Statutory Auditors in place of retiring Auditors.

Messers. A. G. Ogale & Co., a well experienced firm of Chartered Accountants, Pune having two partners have expressed their willingness to act as Auditors of the Company. They have specialized knowledge in Audits, Income Tax, Service Tax etc. They have furnished a certificate of their eligibility for appointment u/s.224 (1-B) of the Act.

They are not disqualified in any manner in terms of Section 226(3) of the Act.

The Shareholders are requested to consider their appointment in place of retiring auditors.

The Board of Directors place on its record, the contribution made and support extended from time to time by retiring Auditors.

**LISTING FEES :**

The Company confirms that the Annual Listing Fees due to Bombay Stock Exchange Ltd. and National Stock Exchange of India Ltd. for the financial year 2010-11 have been paid.

**CUSTODIAN CHARGES :**

The Company confirms that the Custodian Charges due to National Securities Depository Ltd., and Central Depository Services (India) Ltd., have been paid for the financial year 2010-11 as applicable and payable as per the SEBI circular in this regard.

**PARTICULARS OF EMPLOYEES:**

As required by the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, Shri Anand S. Kabra, Executive Director is a sole employee covered in the statement which forms part of to this report as **ANNEXURE 'A'**.

**CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:**

A Statement giving details of conservation of energy, technology absorption and foreign exchange earnings and outgo in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 forms part of this report as **ANNEXURE 'B'**.

**ACKNOWLEDGEMENT :**

Your Directors would like to express their appreciation for the assistance and co-operation received from the Shareholders, Bankers, Government Authorities, Export Promotion Council, Other Semi Government Authorities, Stock Exchanges, Customers, Dealers, Suppliers and Business Associates at all levels during the year under review. Your Directors also wish to place on record their appreciation for the committed services of the executives, staff and workers of the Company.

**For and on behalf of the Board**

Place : Mumbai

Date : 26<sup>th</sup> May, 2010

**S. V. Kabra**  
**Chairman & Managing Director**

**ANNEXURES TO DIRECTORS' REPORT**

**ANNEXURE 'A'**

Statement pursuant to Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, for the year ended 31<sup>st</sup> March, 2010 and forming part of the Directors Report for the said financial year.

- a. Employed throughout the year under review and were in receipt of remuneration in aggregate of not less than Rs. 24,00,000/- p.a.

Name of the Employee	Age (years)	Qualifications	Designation	Date of Commencement of employment	Experience (years)	Gross Remuneration (Rs)	Particulars of last employment
Shri Anand S. Kabra	36	BE (Mechanical) MBA in Family Business	Executive Director	1-08-2006	12	44,88,000	Executive Director of Kabra Extrusiontechnik Ltd.

- b. Employed for the part of the year under review and were in receipt of remuneration in aggregate of not less than Rs.2,00,000/- p.m.: **None**

**Notes:**

- Above appointment is contractual.
- Remuneration includes salary, house rent allowance and other allowances, Company's contribution to Provident Fund, Superannuation Fund, Leave Travel and Medical reimbursement, but excludes contribution to Group Gratuity Scheme.
- Other terms and conditions of employment are as per special resolution passed in the Annual General Meeting of the Company held on 11<sup>th</sup> August, 2006.
- Shri Anand S. Kabra is son of Shri S. V. Kabra, Chairman & Managing Director of the Company and accordingly a relative within the meaning of Section 6 of the Companies Act, 1956 and Schedule 1-A appended to the said Act.

**ANNEXURE 'B'**

Information required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and pursuant to Section 217 (1) (e) of the Companies Act, 1956:

**A. CONSERVATION OF ENERGY:**

- (a) **Energy Conservation Measures taken:** The Company has installed the state-of-the-art technology machines which are energy conservative.
- (b) **Additional Investments and proposals, if any, for reduction of consumption of energy:** None
- (c) **Impact of measures at (a) & (b) above:** With the sophisticated Plant & Machinery and on account of restructuring of machinery, the energy consumption for manufacturing Masterbatches has been reduced.

**B. TECHNOLOGY ABSORPTION: None**

The Company has in-house full-fledged Research & Development Department equipped with a wide range of lab machines, equipments, instruments and testing facilities that enables to deliver a broad spectrum of new & customized solution for tailor made product and formulations like bio-degradable masterbatches and masterbatches for BOPP Films, PP Yarns, Fibres etc. with excellent price benefit ratio. The Company also has technical experts with latest technical know-how & innovative abilities focusing on upgradation of the existing Masterbatches and development of new products. The manufacturing units are highly automatic and equipped with sophisticated laboratory facilities to conduct stringent tests.

During the year, the Company has spent recurring amount on R & D which have been included in the respective expense heads. No separate account head for expenditure on R & D has been maintained.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

	<b>2009-2010</b> <b>(Rs. in Lacs)</b>	2008-2009 (Rs. in Lacs)
Foreign Exchange Earned	<b>5170.50</b>	3887.92
Foreign Exchange Used	<b>5994.40</b>	3731.32

For and on behalf of the Board

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

**S. V. Kabra**  
Chairman & Managing Director



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## MANAGEMENT DISCUSSION AND ANALYSIS

### I. INDUSTRY STRUCTURE AND DEVELOPMENTS

The Company has been a Leader in the Organised Sector, manufacturing various types of Masterbatches and Compounds which are essential ingredients for the Plastic Processing Industry which is growing rapidly in India and has shown growth rate that is twice of the GDP growth rate. The growth rate of this industry will be maintained due to large consuming middle class population.

Masterbatches, where your Company is operating, are used to impart colour and various special properties to the products manufactured from plastics. Though the cost of Masterbatches in the final plastic product is very low, but its quality is very important for attaining the desired properties of the end product. In general, Masterbatch Industry can be broadly classified into Organized Sector and Small Scale Sector. Your Company has always focused on its core business of Masterbatches for the plastic industry and has been meeting the demands for world quality standards consistently for many years.

The Masterbatch segment has been achieving a good growth rate year after year and the total demand for 2010-11 is estimated at about 120000 Tons for white, black, colours and additive Masterbatches. This is a high value added segment with total value of Rs. 1200 crores. In addition, there is a requirement for about 240000 tons for Antifibrillation Masterbatches which are required by Woven Sack Industry. This is a low value added segment with a total value of Rs. 600 crores. This demand has gone up in the last three (3) years because of continuous increase in polymer prices and consequent increase in percentage loading of Filler Masterbatches from an average of 5 % to an average of 20-25 %. The Woven Sack Industry where there is major consumption of Antifibrillation Masterbatches has been growing at the rate of 15 % per annum.

The Masterbatch segment is growing at a compounded growth rate of about 15 % per annum and the demand is likely to cross 600000 tons per annum in the next 5 years. Your Company has a market share of about 12 % in Masterbatch segment and around 5-6 % in Antifibrillation Masterbatch segment. The domestic market has significant growth potential as the per capita consumption is only 5 kgs against world average of 17 kgs. The per capita growth is expected to grow to 10.5 kgs by 2012.

Your Company produces a wide range of commodity and speciality Masterbatches and other Plastic Products which are compatible with Polyolefins like PE, PP, PET, PS, EVA etc. The Company is continuously doing research and development work at the modern R & D Plant in Daman which has resulted in introduction of new generation products like bio-degradable masterbatches, conductive compounds, optical brighteners, UV Stabilizers etc.

The plastic sector is making a significant contribution to the economic development & growth of the country and it is heartening to note that exports from this sector continue to show a positive growth during the year despite the adverse global economic situation.

### II. OPPORTUNITIES AND THREATS

The threats faced by your Company are stiff competition both in domestic and global market, meeting customers' high expectations, consistent quality, after sales services etc.

Your Company has maintained its leadership position, amid intense competition due to its ability in identifying and meeting the customers' expectation in terms of high quality, prompt services & performance. The management expertise and their association with the plastic industry for last four decades have always been an added advantage to your Company.

During the year under review, exports of your Company is to the extent of 23.31 % of the total sales. This emphasizes the fact that in overseas markets also our products are well accepted and used inspite of acute global competition. The threats, which the Indian Plastics Industry foresees are slow down of Indian economy, myths and misconceptions about plastics and its impact on environment and competition from the foreign manufacturers.

Your Company being a part of the Indian Plastic Industry do get affected by such threats but has always come out with positive developments against such threats and has been successful in maintaining its leadership position.

### III. SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

Your Company operates in one segment only which includes wide range of masterbatches, compounds, colours, plastic products etc.

### IV. BUSINESS OUTLOOK

Product obsolescence is a common feature in the Masterbatch and other Plastic Product Industry, hence product innovation is the master key to future growth. Focus on R & D has enabled the Company to introduce new products in this segment in addition to the manufacturing of more than 450 types of masterbatches. Apart from product obsolescence, packaging made by various companies is changing drastically to attract buyers and for extending self life. Higher consumption of packaged goods have made manufacturers to pack products at higher speed. New and modified packaging machines, esthetic appeal of packages has created need for speciality products which your Company is developing in its R & D laboratory. The food grains segment has been opened up for packing in synthetic bags.

Your company has introduced some high volume and speciality products such as Masterbatches for BOPP films, PET filaments and yarns, PP filaments and fibers, conductive compounds and biodegradable additives and compounds.

On account of increasing awareness & concern for environment, government has taken various steps to formulate and enact new norms & laws to encourage the use of degradable plastics. This is going to increase its use significantly and such awareness towards environment will benefit your Company to strengthen itself in this segment.

Your company has been able to penetrate into the global markets by maintaining the global standards of cost and quality thereby enabling to grow its exports manifold.

The Company supplies Masterbatches to polymer producers, large processors in packaging and other segments as well as medium and small scale processors. With a base of more than 2500 customers, there is no excessive dependence on any single customer. The overall future business outlook for Masterbatch Industry is very encouraging because the total Indian Plastic Industry is expected to maintain Annual Growth Rate of 15 % to 20 % for years to come.

The Company is today able to identify the market niche of speciality products and helping its customers with new solutions. The Company has sensed the need of speciality products apart from the commodity products it makes.

Your company's growth strategy consist of product innovations, competitive cost structure, higher domestic market share and penetration into the exports markets. It is fully committed to ongoing research and investments in plants, processes, personnel and marketing network.

### V. RISK AND CONCERNS

The major risks which prevail in the industry are high fluctuations in the prices of raw materials, technology obsolescence and competition from the global players.

Your Company is taking due care against the prevailing risks in the industry by adopting new technology and latest know-how, by introducing innovative Masterbatches through its regular Research & Development, by achieving reduction in material costs through better sourcing, increasing sale of value added products and many more steps taken by your Company including re-engineering in business and manufacturing processes.

In order to capture, retain and grow market share of the global plastics business, and to showcase the Company's innovative products, the Company participates in National and International Exhibitions.

Foreseeable risks to the Company's assets are adequately covered by comprehensive insurance policies.

### VI. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Your Company has a system of internal controls which is commensurate with the size and nature of operations. These controls ensure that all the assets are safeguarded and protected against loss from unauthorised use or disposition and that the transactions are authorised, recorded and reported diligently. There are well established policies and procedures in place across your Company.

Internal Audit Team consists of well experienced Members, which constantly reviews various aspects of control systems and conducts audit under well laid down audit programmes to ensure effectiveness of the controls. The said internal audit team continuously reviews the control system and undertakes audit of special areas in-depth.

### VII. FINANCIAL HIGHLIGHTS WITH RESPECT TO OPERATIONAL PERFORMANCE

(Rs. in Lacs)

Particulars	2009-10	2008-09	% Changes
Sales and Other Income	21028.68	17094.64	23.01
Net Profit after Interest, Depreciation and Tax	1042.99	1177.34	(11.41)

### VIII. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT INCLUDING NUMBER OF PEOPLE EMPLOYED

The overall industrial relations during the year under review were peaceful. Contribution and co-operation from all levels of employees was excellent and the same has been appreciated & supported well by the management through its continuous & systematic training programmes.

The workforce of the Company including workers, staffs and executives as on 31<sup>st</sup> March, 2010: **383**

### IX. CAUTIONARY STATEMENT

Estimation and expectation made in the Report may differ from actual performance due to various Economic Conditions, Government Policies and other related factors.

For and on behalf of the Board

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

S. V. Kabra  
Chairman & Managing Director

## REPORT ON CORPORATE GOVERNANCE

### 1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your Company's activities are carried out in accordance with good corporate practices and the Company is constantly striving to better them and adopt best practices that would ensure efficient conduct of the affairs of the Company to achieve its goals and maximise value for all its stakeholders.

### 2. BOARD OF DIRECTORS

#### A) Composition of Board of Directors

The present strength of the Board is Seven (7) Directors. The Board comprises of three (3) Executive and Four (4) Non-Executive Directors representing the optimum combination of professionalism, knowledge and business experience. The members of the Board are acknowledged as leading industrialist and professionals in their respective fields. The Board is headed by Shri S.V. Kabra, Executive Chairman.

The Non-Executive Directors bring independent judgement in the Board's deliberations and decisions and constitute more than half of the total number of Directors.

#### B) Board Meeting

Four (4) Board Meetings were held during the financial year 2009-10 on 22<sup>nd</sup> May, 2009, 28<sup>th</sup> July, 2009, 27<sup>th</sup> October, 2009 and 30<sup>th</sup> January, 2010.

The information as required under Annexure I to Clause 49 of the Listing Agreement was made available to the Board.

**Details of Composition, Status, Attendance at the Board Meetings and the last Annual General Meeting, number of other directorship and other committee position held :**

Sr. No.	Name of the Director	Position / Status	Attendance at		As on 31 <sup>st</sup> March, 2010		
			Board Meeting	Last AGM held on 06/08/09	Number of External Directorship held #	Number of Membership/ Chairmanship in Board Committee across all the Company	
						Member	Chairman
1.	Shri S. V. Kabra \$	Executive Non Independent	04	Yes	06	02	-
2.	Shri S. N. Kabra \$	Executive Non Independent	04	Yes	06	-	-
3.	Shri A.S. Kabra €	Executive Non Independent	03	Yes	05	-	-
4.	Shri H. S. Sanwal	Non-Executive Independent	04	Yes	07	-	04 *
5.	Shri P.R. Singhvi	Non-Executive Independent	03	No	01	01	-
6.	Dr. Y. B. Vasudeo	Non-Executive Independent	04	Yes	02	-	-
7.	Shri S. K. Parab	Non-Executive Independent	04	Yes	-	01	-
8.	Shri A. E. Ladhahoy ~~	Non-Executive Independent	02	Yes	-	-	-

\$ Shri S. V. Kabra and Shri S. N. Kabra are Promoters and are relatives within the meaning of Section 6 of the Companies Act, 1956 and Schedule 1-A appended to the said Act.

€ Shri A.S. Kabra is a relative of Shri S.V. Kabra within the meaning of Section 6 of the Companies Act, 1956 and Schedule 1-A appended to the said Act and in any other manner.

# Includes directorship held in Private Limited Companies and Companies formed under Section 25 of the Companies Act, 1956.

\* A Committee Member holding Chairmanship of the Audit and Shareholders Grievance Committee.

~~ Shri A. E. Ladhahoy was Director till 10<sup>th</sup> August, 2009

\*\* No other Directors are related to each other within the meaning of Section 6 of the Companies Act, 1956 and Schedule I-A appended to the said Act.

None of the Director on the Board is a Member on more than ten (10) committees and a Chairman of more than five (5) committees across all the Companies in which they are Directors and the necessary disclosures in this regards have been made by them.

### 3. AUDIT COMMITTEE

#### Terms of Reference:

The terms of reference of this Committee are wide enough covering the matters specified for Audit Committee under Clause 49 of the Listing Agreement as amended:

- Overseeing of the Company's financial reporting process and disclosure of financial information and financial/risk management policies.
- Review of Quarterly and Annual Financial Statements ensuring compliance with regulatory guidelines before submission to the Board of Directors.
- Review of the adequacy of Internal Control Systems and discussion on significant Internal Audit findings including internal control and weakness, if any.
- Recommend appointment, removal of statutory auditors & payment of fees to them and appointment of CFO/ Whole-Time Finance Director.
- Review Management Discussion & Analysis of financial condition and results of operation.
- Review areas of operation of internal audit team & their performance.
- Review the Statement of significant related party transaction.

#### Committee Composition :

The Committee comprises of three (3) Directors who are eminent professionals having expertise knowledge in the field of Finance, Accounts, Corporate Law and Business Management.

Name of Members	Status	Qualification	Position in Committee	Meetings Attended
Shri H. S .Sanwal	Non-Executive Independent	M.Com, L.L.M.,F.C.S.,F.C.I.S. (London), F.C.C.S. (London)	Chairman	04
Shri P. R. Singhvi	Non-Executive Independent	B.Com , L.L.B.	Member	03
Shri S. K. Parab *	Non-Executive Independent	B.Com , CAIIB.	Member	01
Shri A. E. Ladhahoy @	Non-Executive Independent	M. Sc. (Tech), B. Sc. (Tech), B. Sc. (Hons)	Member	02

\* Shri S. K. Parab was appointed as a Member w.e.f. 27.10.2009

@ Shri A. E. Ladhahoy cease to be a Member consequent to his resignation as a Director w.e.f. 10<sup>th</sup> August, 2009

#### Meeting and Attendance:

- The Audit Committee meetings were held four (4) times during the financial year 2009-2010 on 22<sup>nd</sup> May, 2009, 28<sup>th</sup> July, 2009, 27<sup>th</sup> October, 2009 and 30<sup>th</sup> January, 2010.
- The Chairman of the Audit Committee Shri H. S. Sanwal, was present at the Annual General Meeting held on 6<sup>th</sup> August, 2009 to answer the Shareholders' Queries.
- Quorum of the Committee is two (2) Independent Directors as Members.
- The internal auditor, head of finance and statutory auditors are permanent invitees at the meeting. The Company Secretary acts as a Secretary to the Committee.
- Minutes of each Audit Committee Meeting are placed before and discussed in the Board Meeting held subsequently.

### 4. REMUNERATION COMMITTEE, POLICY AND DETAILS OF REMUNERATION OF ALL THE DIRECTORS

#### Details of Remuneration to Directors

Non-Executive Directors were paid sitting fees of Rs.10,000/- for each meeting of the Board, Audit Committee and Shareholders'/Investors' Grievances Committee thereof attended by them during the financial year 2009-2010. Non-Executive Directors were not paid any remuneration except sitting fees. The Company has no Stock Option Scheme for any of its Directors. In view of above, the Board has not felt the need for a separate remuneration committee.

Details of remuneration paid to Shri S. V. Kabra and Shri S. N. Kabra, the Managing Directors and Shri Anand S. Kabra, Executive Director are as under:

(Amount in Rupees)

Name of the Director	Basic Salary	Contribution to P.F. & F.P.F.	Other Perquisites	Total
S. V. Kabra	9,00,000	1,08,000	5,41,857	15,49,857
S. N. Kabra	9,00,000	1,08,000	4,50,000	14,58,000
A. S. Kabra	24,00,000	2,88,000	18,00,000	44,88,000
<b>Total</b>	<b>42,00,000</b>	<b>5,04,000</b>	<b>27,91,857</b>	<b>74,95,857</b>

## 5. SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE

Shareholders Grievance Committee specifically looks into redressing of Shareholders' and Investors' Complaints :

**Chairman** : Shri H. S. Sanwal

**Compliance Officer** : Ms. Phalguni H. Shah

### Terms of Reference:

- To look into the redressing of Shareholders and Investors complaints regarding non-receipt of shares sent for transfer, non-receipt of dividend warrants and Annual Reports etc.
- To review the share transfer process and status of transfers pending registration.

**Details of Investor's correspondence received and disposed during the financial year 2009-2010 are as under:**

Sr. No.	Nature of Correspondence	Received	Disposed
1.	Change of address & bank details	32	32
2.	Non-receipt, Correction & Revalidation of Dividend Warrants	107	107
3.	Loss of Share Certificates & Duplicate request	16	16
4.	Name Correction / Deletion	02	02
	<b>Total</b>	<b>157</b>	<b>157</b>

Your Company is making all attempts to ensure that correspondences are expeditiously attended to the full satisfaction of the Shareholders. All valid share transfers have been processed in time and as on date no complaint of any of the above matter is pending.

## 6. GENERAL BODY MEETINGS

Particulars of last three (3) Annual General Meeting held are as follows:

Financial Year Ended	AGM Date	Venue	Time
31-03-2007	17-08-2007	Hotel Karl Residency, 36, Lallubhai Park Road, Andheri (West), Mumbai – 400 058	4:30 p.m.
31-03-2008	15-07-2008	-- do --	4:30 p.m.
31-03-2009	06-08-2009	-- do --	4:30 p.m.

### Postal Ballot:

- No resolution was passed through postal ballot under the provision of Section 192A of the Companies Act, 1956, and the Companies (Passing of Resolutions by Postal Ballot) Rules, 2001.
- At the ensuing Annual General Meeting also, no resolution is proposed to be passed through postal ballot.
- The postal ballot exercise shall be conducted from time to time in terms of the provisions referred above in respect of matters where applicable.

## 7. DISCLOSURES

### Disclosures regarding Materially Significant Related Party Transactions :

The Company has entered into contracts with concerns in which some of the Directors of the Company are deemed to be concerned / interested. However, these contracts are in the ordinary course of the Company's business. Directors have regularly made full disclosures to the Board of Directors regarding the nature of their interest in such concerns. Full particulars of the contract entered with such concerns in which Directors are directly or indirectly concerned or interested are recorded in the Register of Contracts maintained under Section 301 of the Companies Act, 1956 and the same is placed in every Meeting of Directors, for the noting and approval by the Board. Particulars of the Related Party Transactions have been disclosed in Note No. 11 of the accounts.

### Disclosure regarding certain Non-Compliances related to Capital Markets

There are no penalties or strictures imposed on the company by the Stock Exchanges or SEBI or any statutory authorities relating to the above.

There were no instances of non-compliance of any matter related to the capital market during the last three (3) years.

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### 8. MEANS OF COMMUNICATION

- Half yearly results are not sent to each shareholder as the same are published in leading English & Marathi newspapers.
- Quarterly, Half Yearly and Annual Financial Results of the Company are sent to the Stock Exchange immediately after they have been approved by the Board. Quarterly and Annual Results are published in the prominent newspapers and also uploaded on company's website.
- As per the requirements of Clause 52 of the Listing Agreement, all the data related to Quarterly, Annual Financial Results, Shareholding Pattern etc. are uploaded on [www.corpfiling.co.in](http://www.corpfiling.co.in).
- Management Discussion and Analysis Report form the part of the Annual Report.

### 9. GENERAL SHAREHOLDERS INFORMATION

#### Annual General Meeting –

<b>Day, Date &amp; Time</b>	: Friday, 6 <sup>th</sup> August, 2010 at 4.15 pm.
<b>Venue</b>	: Hotel Karl Residency, 36, Lallubhai Park Road, Andheri (West), Mumbai – 400 058
<b>Date of Book Closure</b>	: Tuesday, 3 <sup>rd</sup> August, 2010 to Friday, 6 <sup>th</sup> August, 2010 (both days inclusive)
<b>Dividend Payment Date</b>	: On or after 12 <sup>th</sup> August, 2010, but within the statutory time limit
<b>Reporting of Unaudited / Audited Financial Results</b>	: <b>In respect of Financial Year 2010-2011 from 1<sup>st</sup> April, 2010 to 31<sup>st</sup> March, 2011</b>
(a) First Quarter Results	: Before 14 <sup>th</sup> August, 2010
(b) Second Quarter Results with half yearly results	: Before 14 <sup>th</sup> November, 2010
(c) Third Quarter Results	: Before 14 <sup>th</sup> February, 2011
(d) Fourth Quarter Results or Audited Results for the year ended 31 <sup>st</sup> March, 2011	: Before 15 <sup>th</sup> May, 2011 or Audited Results by 31 <sup>st</sup> May, 2011
(e) Annual General Meeting (For the year 2010-2011)	: By July/August, 2011 for the Financial Year ending 31 <sup>st</sup> March, 2011

#### **LISTING ON STOCK EXCHANGE**

Name	Address	Stock Code
Bombay Stock Exchange Ltd. (BSE)	Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai - 400 001	523648
National Stock Exchange of India Ltd. (NSE)	Exchange Plaza, Plot No. C/1, G-Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400 051	PLASTIBLEN

Annual Listing Fees for the Financial Year 2010-2011 have been paid to the above Stock Exchanges.

**Stock Market Data:** Monthly High/Low price of the Equity Shares of the Company during the financial year 2009-2010 with the volume traded on BSE & NSE.

Month	Bombay Stock Exchange Ltd			National Stock Exchange of India Ltd		
	High (Rs.)	Low (Rs.)	Volume	High (Rs.)	Low (Rs.)	Volume
April, 2009	102.95	84.00	5928	102.30	88.10	785
May, 2009	138.60	88.00	20541	138.00	90.00	234758
June, 2009	143.00	121.80	18085	143.00	120.20	16607
July, 2009	142.00	117.00	44071	140.85	115.55	50617
August, 2009	127.95	115.15	24079	126.00	110.75	39817
September, 2009	130.45	118.40	24329	130.00	115.00	45196
October, 2009	137.80	118.00	32994	134.60	121.80	21249
November, 2009	126.50	115.00	23100	127.90	114.00	3856
December, 2009	138.00	118.10	47415	137.95	120.00	28522
January, 2010	165.00	132.00	96165	166.00	127.70	45434
February, 2010	160.00	135.30	55160	157.45	133.55	13183
March, 2010	152.00	136.50	46527	152.45	128.00	12448

Performance of share price of your Company in comparison to BSE Sensex for the Financial Year is presented in GRAPH on Inside Front Cover Page

**Share Transfer Agent/ Connectivity Agent :**

Sharex Dynamic (India) Pvt. Ltd.  
Unit 1, Luthra Ind. Premises, Safed Pool, Andheri-Kurla Road,  
Andheri (E), Mumbai -400072 Tel.:022-28515606, 28515644  
Fax: 022-28512885 Email: sharexindia@vsnl.com

**Share Transfer System :**

All valid requests for share transfer have been processed and nothing is pending. Share Transfer Committee meets normally twice in a month or depending on volume of transfer. Share Certificates in physical mode are sent as statutorily provided.

**Distribution of Shareholding as on 31<sup>st</sup> March, 2010**

Number of Equity Shares	Number of	% of	Number of	% of
	Shareholders	Shareholders	Shares	Shares
Upto- 500	6117	91.82	826977	12.73
501-1000	235	3.53	191315	2.94
1001-2000	131	1.97	192303	2.96
2001-3000	46	0.69	111896	1.72
3001-4000	19	0.28	67595	1.04
4001-5000	21	0.31	99078	1.53
5001-10000	39	0.59	313412	4.82
10001 & Above	54	0.81	4694724	72.26
<b>TOTAL</b>	<b>6662</b>	<b>100.00</b>	<b>6497300</b>	<b>100.00</b>

**Shareholding Pattern as on 31<sup>st</sup> March, 2010**

Sr. No.	Category	No. of Shares held	% of Shareholding
1.	Promoters	3672905	56.53
2.	Public Financial Institutions	2100	0.03
3.	Private Corporate Bodies	206410	3.18
4.	NRIs / OCBs	253852	3.91
5.	Indian Public & Others	2362033	36.35
	<b>TOTAL</b>	<b>6497300</b>	<b>100.00</b>

**Secretarial Audit Report:**

Secretarial Audit is carried out every quarter and the report thereon is placed before the Board of Directors and submitted to the Stock Exchanges. The audit inter-alia confirms that the total listed and paid-up share capital of the Company is in agreement with the aggregate of the total number of shares in dematerialized form and total number of shares in physical form.

Mode of Holding	Number of Shareholders	% of Shareholders	Number of Shares	% of Shares
Physical	2694	40.44	573413	8.83
Electronic	3968	59.56	5923887	91.17
<b>TOTAL</b>	<b>6662</b>	<b>100.00</b>	<b>6497300</b>	<b>100.00</b>

**Share held by Non-Executive Directors as on 31<sup>st</sup> March, 2010:**

Sr. No.	Name of the Non-Executive Directors	No. of Shares held
1.	Shri H. S. Sanwal	159
2.	Shri S. K. Parab (held as Joint Holder)	500
3.	Shri P. R. Singhvi (held as Joint Holder)	886

Dr. Y. B. Vasudeo is not holding any Equity Shares of the Company.

## Annual Report 2009-10

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- **Details of use of Public Funds obtained in last three years** : No funds have been raised from public in last three (3) years.
- **Dematerialisation of Shares** : As on 31<sup>st</sup> March, 2010, **91.17%** shares have been dematerialised.
- **Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, its date of conversion and likely impact on Equity** : There are no outstanding instruments and hence there will be no dilution of the equity.

### Plant Locations:

#### Daman

Plot No.74/1,74/2,75/3 and 110/1,3,4,5 & 6  
Daman Industrial Estate, Kadaiya Village,  
Daman – 396 210

#### Roorkee

Khasara No. 216, Village - Raipur,  
Pargana : Bhagwanpur, Tehsil : Roorkee,  
Dist. : Haridwar, State : Uttarakhand - 247667

### Address for Correspondence :

- Shareholders holding shares in physical mode are requested to lodge share transfer, transmission and intimate changes, if any, in their registered address, bank account and mandate details, residential status etc. quoting their folio number/(s) to Company's Share Transfer Agent at **Sharex Dynamic (India) Pvt. Ltd.**, Unit 1, Luthra Ind. Premises, Safed Pool, Andheri –Kurla Road, Andheri (East), Mumbai – 400 072.
- Queries on Annual Report and Dividend be addressed to Secretarial Department, **Plastiblends India Limited**, 31, Shah Indl. Estate, Kolsite House, 2<sup>nd</sup> Floor, Off. Veera Desai Road, Andheri (West), Mumbai–400 053.
- **Designated email id for investors** : pbi\_sd@kolsitegroup.com
- **Company Identification Number** : L25200MH1991PLC059943 and **ISIN**:INE083C01014
- **COMPLIANCE :**

This section of the report together with the information given under Management Discussion and Analysis and brief resume of Directors to be appointed constitute a detailed Compliance Report on Corporate Governance.

The Company has complied with mandatory requirements of Corporate Governance. The Board would review implementation of non-mandatory requirements.

Auditors' Certificate regarding compliance of conditions of Corporate Governance is annexed to this report.

**For and on behalf of the Board**

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

**S. V. Kabra**  
**Chairman & Managing Director**

### Declaration on Compliance of the Company's Code of Conduct:

The Company has framed a Code of Conduct for the Members of the Board of Directors and the Senior Management personnels of the Company pursuant to Clause 49 of the Listing Agreement with Stock Exchanges to further strengthen corporate governance practice in the Company. They have affirmed compliance with the said code.

**For and on behalf of the Board**

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

**S. V. Kabra**  
**Chairman & Managing Director**



**Brief Resume of Directors proposed to be Re-appointed**

Name	Shri Haridas S. Sanwal	Shri Pushp Raj Singhvi
Age	74 Years	66 Years
Qualification	M. Com, LL.M, F.C.S. F.C.I.S. (London), F.C.C.S. (London)	B. Com, LL.B
Experience	<ul style="list-style-type: none"> <li>• Over 45 years in Management of business, industry &amp; corporate affairs</li> <li>• Served in different Managerial capacity including as an Executive Director of The West Coast Paper Mills Ltd., Mumbai</li> </ul>	<ul style="list-style-type: none"> <li>• Over 42 years in marketing of Petrochemicals in India &amp; Abroad.</li> </ul>
Nature of Expertise	<ul style="list-style-type: none"> <li>• Management of business &amp; industry</li> <li>• Corporate Strategy &amp; Affairs</li> <li>• Corporate Laws &amp; Taxation</li> </ul>	<ul style="list-style-type: none"> <li>• Launching and establishing new products / polymers</li> <li>• Established a multinational company in India and is the Vice-Chairman &amp; Mg. Director.</li> </ul>
Names of Other Companies in which holds Directorship	<ul style="list-style-type: none"> <li>▪ Kabra Extrusiontechnik Ltd.</li> <li>▪ All Purpose Consultations &amp; Services Pvt. Ltd.</li> <li>▪ Harekrishna Harerama Trading Company Pvt. Ltd.</li> <li>▪ Welworth Investments &amp; Trading Company Pvt. Ltd.</li> <li>▪ Elegant Trading &amp; Investments Company Pvt. Ltd.</li> <li>▪ Ideal Consultancy Services Pvt. Ltd.</li> <li>▪ See Diff Software Solutions (India) Pvt. Ltd.</li> </ul>	<ul style="list-style-type: none"> <li>▪ Borouge (India) Pvt. Ltd.</li> </ul>
Name of the other Companies in which holds committee Position	<ul style="list-style-type: none"> <li>▪ Kabra Extrusiontechnik Ltd.</li> </ul>	<ul style="list-style-type: none"> <li>▪ None</li> </ul>

**AUDITORS' CERTIFICATE**

To,  
**The Members,**  
**Plastiblends India Limited,**

We have examined the compliance of conditions of Corporate Governance by Plastiblends India Limited, for the year ended on 31<sup>st</sup> March, 2010 as stipulated in Clause-49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of conditions of the Corporate Governance. It is neither an Audit nor an expression of opinion on the Financial Statements of the Company.

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

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

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 KISHOR B. PHADKE & CO.**  
**Chartered Accountants**

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

**Kishor B. Phadke**  
**(Proprietor)**  
Membership No. 42296  
Firm Registration No. 116800W

## AUDITOR'S REPORT

To,

**The Members,**

**Plastiblends India Limited**

We have audited the attached Balance Sheet of Plastiblends India Ltd. as at 31<sup>st</sup> March, 2010 and also the Profit and Loss Account and 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.

We have 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 mis-statement. 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.

1. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
2. Further to our comments in the Annexure referred to in paragraph 1 above:
  - (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 accounts as required by law have been kept by the company so far as it appears from our examination of those books;
  - (c) the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - (d) in our opinion, the Profit & Loss Account, Balance Sheet and Cash Flow Statement comply with the Accounting Standards referred to in sub-section 3 (C) of section 211 of the Companies Act, 1956;
  - (e) on the basis of written representations received from the directors of the Company, as on 31<sup>st</sup> March, 2010 and taken on record by the Board of Directors, we report that none of the Director is disqualified from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956; and
  - (f) in our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon, 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 31<sup>st</sup> 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 the Cash Flow Statement, of the cash flows for the year ended as on that date.

**For KISHOR B. PHADKE & CO.**  
**Chartered Accountants**

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

**Kishor B. Phadke**  
**(Proprietor)**  
Membership No. 42296  
Firm Registration No. 116800W

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### ANNEXURE TO AUDITORS' REPORT

(Statement Referred to in paragraph 1 of our report of even date)

1. The company has maintained proper records showing particulars including quantitative details and situation of fixed assets on available information. As explained to us and as per the programme of physical verification, the management has carried out physical verification of Fixed Assets during the year which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification requiring treatment in the books of account. The Company has not disposed off substantial part of the Fixed Assets during the year and the going concern status of the company is not effected.
2. As explained to us, inventory have been physically verified by the management at regular intervals during the year. In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the

nature of its business. The company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventory.

3. The company has taken loan / inter corporate deposits from sixteen (16) parties covered in the register maintained under section 301 of the Companies Act, 1956. The year end balance is Rs. 1039.40 lacs. In our opinion, the rate of interest and other terms and conditions on which loans / inter corporate deposits have been taken from these companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956, are not prima facie, prejudicial to the interest of the company, there is no overdue amount of loan / inter corporate deposit taken from these companies, firms or other parties.
4. The company has not given inter corporate deposits to the parties covered in register maintained under Section 301 of the Companies Act 1956, and as such reporting under sub- clause (b), (c) & (d) are not applicable.
5. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchases of inventory and fixed assets and for the sale of goods. No prima facie continuing failure to correct major weakness has been observed.
6.
  - a) According to the information and explanation given to us the particulars of all contracts and arrangements referred to in section 301 of the Act have been properly entered in the register maintained under that section.
  - b) In our opinion and according to the information and explanations given to us, the transaction made in pursuance of contracts and arrangements referred to in (a) above and exceeding the value of Rs.5,00,000 with any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
7. The Company has not accepted any deposits from public.
8. In our opinion, the internal audit system of the Company is commensurating with the size of the Company and nature of business.
9. The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of the products of the Company.
10. There are no undisputed amounts payable in respect of income tax, sales tax, wealth tax, custom duty and excise duty out standing as at the last date of the financial year for the period more than six months from the date they became payable.
11. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceeding financial year.
12. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institutions and banks.
13. In our opinion and according to the information and explanations given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
14. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, reporting under clause 4(xiii) of the Companies (Auditors' Report) Order, 2003 is not applicable to the company.
15. The Company has maintained proper records of transaction and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein, all shares, debentures and other investments have been held by the Company in its own name.
16. The Company has not raised any new term loans during the year. According to information and explanation given to us and an overall examination of Balance Sheet of the Company, in our opinion, the funds raised on short-term basis have not been used for long-term investment and vice-versa.
17. 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 Companies Act, 1956.
18. The Company has not raised any money by way of public issue during the year.
19. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statement to be materially misstated.
20. The company is not a Sick Industrial Company within the meaning of clause (o) of sub-section (1) or section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

**For KISHOR B. PHADKE & CO.**  
**Chartered Accountants**

Place : Mumbai  
Date : 26<sup>th</sup> May, 2010

**Kishor B. Phadke**  
**(Proprietor)**  
Membership No. 42296  
Firm Registration No. 116800W

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2010**

	SCHEDULE	As at 31.03.2010 (Rupees)	As at 31.03.2009 (Rupees)
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS FUNDS</b>			
Share Capital	1	6,49,73,000	6,49,73,000
Reserves & Surplus	2	75,56,68,424	69,69,78,766
<b>LOAN FUNDS</b>			
Secured Loans	3	11,37,52,699	4,70,33,632
Unsecured Loans	4	10,39,40,000	6,07,65,000
<b>DEFERRED TAX ADJUSTMENTS</b>			
	5	3,73,71,085	3,35,59,263
		<b>107,57,05,208</b>	<b>90,33,09,661</b>
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS</b>			
Gross Block	6	75,59,88,728	71,59,60,261
Less: Depreciation		21,13,74,854	17,75,91,115
Net Block		54,46,13,874	53,83,69,146
Capital Work In Progress		4,24,23,987	2,80,72,622
		<b>58,70,37,861</b>	<b>56,64,41,768</b>
<b>INVESTMENTS</b>			
	7	5,85,55,163	4,56,55,163
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Inventories	8	35,44,75,603	24,60,08,764
Sundry Debtors	9	27,21,73,460	22,29,84,741
Cash & Bank Balance	10	1,21,96,321	91,00,149
Other Current Assets	11	37,53,796	57,16,635
Loans & Advances	12	4,78,01,101	5,31,66,171
		<b>69,04,00,281</b>	<b>53,69,76,460</b>
<b>LESS: CURRENT LIABILITIES &amp; PROVISIONS</b>			
	13	26,02,88,097	24,57,63,730
<b>NET CURRENT ASSETS</b>			
		<b>43,01,12,184</b>	<b>29,12,12,730</b>
		<b>107,57,05,208</b>	<b>90,33,09,661</b>
<b>NOTES TO ACCOUNTS</b>			
	19		

The schedules referred to above and Notes to Accounts annexed hereto form an integral part of the Balance Sheet and Profit & Loss Account

As per our attached report of even date  
For **KISHOR B. PHADKE & CO.**  
Chartered Accountants

**KISHOR B. PHADKE**  
(Proprietor)  
Membership No. 42296  
Firm Registration No. 116800W  
Mumbai, 26<sup>th</sup> May, 2010

**PHALGUNI SHAH**  
(Company Secretary)

For and on behalf of the Board

**S. V. KABRA**  
(Chairman and Mg. Director)      **S. N. KABRA**  
(Vice Chairman & Mg. Director)

**A. S. KABRA**  
(Executive Director)

**H. S. SANWAL**  
(Director)

**Y. B. VASUDEO**  
(Director)

**P. R. SINGHVI**  
(Director)

**S. K. PARAB**  
(Director)

Mumbai, 26<sup>th</sup> May, 2010

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010**

	SCHEDULE	Year Ended 31.03.2010 (Rupees)	Year Ended 31.03.2009 (Rupees)
<b>INCOME</b>			
Gross Sales		225,21,48,493	185,49,78,242
Less : Excise Duty / Taxes		14,92,80,953	18,20,34,143
Net Sales		210,28,67,540	167,29,44,099
Other Income	14	37,14,911	3,65,20,363
Increase/(Decrease) in Stocks	15	5,84,72,883	(1,88,00,317)
		<b>216,50,55,334</b>	<b>169,06,64,145</b>
<b>EXPENDITURE</b>			
Material Cost	16	156,42,63,598	114,32,63,019
Employee Cost	17	5,79,89,622	5,35,36,331
Manufacturing & Other Expenses	18	34,11,55,340	28,28,77,115
Interest		2,37,59,326	2,51,00,529
Depreciation	6	3,44,90,810	3,10,24,646
		<b>202,16,58,696</b>	<b>153,58,01,640</b>
<b>PROFIT FOR THE YEAR</b>		<b>14,33,96,638</b>	<b>15,48,62,505</b>
Add : Provision no Longer Required		69,375	51,104
Less: Provision for Tax (Earlier Year)		6,44,564	-
Provision for Tax (Current Year)		3,60,00,000	3,20,00,000
Provision for Deferred Tax Liability		38,11,822	51,79,718
<b>PROFIT AFTER TAX</b>		<b>10,42,98,755</b>	<b>11,77,33,891</b>
Add: Balance Brought Forward		58,68,94,210	53,48,70,932
<b>AMOUNT AVAILABLE FOR APPROPRIATIONS</b>		<b>69,11,92,965</b>	<b>65,26,04,823</b>
<b>APPROPRIATIONS</b>			
Transfer to General Reserves		1,05,00,000	1,25,00,000
Proposed Dividend		3,89,83,800	4,54,81,100
Provision for Tax on Dividend		66,25,297	77,29,513
Balance Carried Forward		63,50,83,868	58,68,94,210
		<b>69,11,92,965</b>	<b>65,26,04,823</b>
<b>NOTES TO ACCOUNTS</b>	19		

The schedules referred to above and Notes to Accounts annexed hereto form an integral part of the Balance Sheet and Profit & Loss Account

As per our attached report of even date  
For **KISHOR B. PHADKE & CO.**  
Chartered Accountants

**KISHOR B. PHADKE**  
(Proprietor)  
Membership No. 42296  
Firm Registration No. 116800W  
Mumbai, 26<sup>th</sup> May, 2010

**PHALGUNI SHAH**  
(Company Secretary)

For and on behalf of the Board

**S. V. KABRA**  
(Chairman and Mg. Director)

**A. S. KABRA**  
(Executive Director)

**Y. B. VASUDEO**  
(Director)

Mumbai, 26<sup>th</sup> May, 2010

**S. N. KABRA**  
(Vice Chairman & Mg. Director)

**H. S. SANWAL**  
(Director)

**P. R. SINGHVI**  
(Director)

**S. K. PARAB**  
(Director)

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2010 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010

	As at 31.03.2010 (Rupees)	As at 31.03.2009 (Rupees)
<b>SCHEDULE 1 : SHARE CAPITAL</b>		
<b>Authorised Capital</b>		
10000000 Equity Shares of Rs. 10/- each	<b>10,00,00,000</b>	<b>10,00,00,000</b>
<b>Issued, Subscribed and Paid-up</b>		
6497300 Equity Shares of Rs. 10/- each	<b>6,49,73,000</b>	6,49,73,000
	<b>6,49,73,000</b>	6,49,73,000
<b>SCHEDULE 2 : RESERVES AND SURPLUS</b>		
<b>General Reserves</b>		
Opening Balance	<b>11,00,62,056</b>	9,75,62,056
Add : Transferred from Profit & Loss Account	<b>1,05,00,000</b>	1,25,00,000
	<b>12,05,62,056</b>	11,00,62,056
Capital Reserves	<b>22,500</b>	22,500
Profit & Loss Account	<b>63,50,83,868</b>	58,68,94,210
	<b>75,56,68,424</b>	69,69,78,766
<b>SCHEDULE 3 : SECURED LOANS</b>		
<b>CASH CREDIT ACCOUNT WITH</b>		
<b>State Bank of India</b>	<b>7,79,15,900</b>	4,22,02,399
<b>HDFC Bank Limited</b>	<b>3,58,36,799</b>	48,31,233
<i>[Cash Credit Accounts are secured by hypothecation of stocks &amp; book debts both present &amp; future of the Company and collaterally secured by charge on fixed assets of the Company ranking pari-passu]</i>		
	<b>11,37,52,699</b>	4,70,33,632
<b>SCHEDULE 4 : UNSECURED LOANS</b>		
Inter Corporate Deposits	<b>2,76,75,000</b>	-
Fixed Deposits	<b>7,62,65,000</b>	6,07,65,000
	<b>10,39,40,000</b>	6,07,65,000
<b>SCHEDULE 5 : DEFERRED TAX ADJUSTMENTS</b>		
Deferred Tax Liability	<b>3,35,59,263</b>	2,83,79,545
Add: Deferred Tax Liability	<b>38,11,822</b>	51,79,718
	<b>3,73,71,085</b>	3,35,59,263

### SCHEDULE 6 : FIXED ASSETS

Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2009	Additions	Deduction	As at 31.03.2010	Up To 01.04.2009	For The Year	Deduction	Up To 31.03.2010	As at 31.03.2010	As at 31.03.2009
LAND	2,59,01,191	-	-	2,59,01,191	-	-	-	-	2,59,01,191	2,59,01,191
BUILDING	15,35,91,025	31,71,102	2,41,536	15,65,20,591	2,11,28,599	50,73,019	-	2,62,01,618	13,03,18,973	13,24,62,426
PLANT & MACHINERY	48,38,88,217	3,28,48,438	-	51,67,36,655	13,45,37,445	2,62,94,259	-	16,08,31,704	35,59,04,951	34,93,50,772
FURNITURE & FIXTURE	1,33,38,080	12,25,513	-	1,45,63,593	69,16,935	5,44,494	-	74,61,429	71,02,164	64,21,145
VEHICLES	1,00,44,931	43,880	-	1,00,88,811	30,87,240	9,54,469	-	40,41,709	60,47,102	69,57,691
ELECTRICAL FITTINGS	1,40,62,133	2,17,887	-	1,42,80,020	36,91,635	6,72,338	-	43,63,973	99,16,047	1,03,70,498
OFFICE EQUIPMENTS	1,51,34,684	34,70,254	7,07,071	1,78,97,867	82,29,261	9,52,231	7,07,071	84,74,421	94,23,446	69,05,423
<b>SUB TOTAL</b>	71,59,60,261	4,09,77,074	9,48,607	75,59,88,728	17,75,91,115	3,44,90,810	7,07,071	21,13,74,854	54,46,13,874	53,83,69,146
CAPITAL WIP	2,80,72,622	5,53,28,439	4,09,77,073	4,24,23,987	-	-	-	-	4,24,23,987	2,80,72,622
<b>TOTAL</b>	74,40,32,883	9,63,05,513	4,19,25,680	79,84,12,715	17,75,91,115	3,44,90,810	7,07,071	21,13,74,854	58,70,37,861	56,64,41,768
<b>TOTAL PREVIOUS YEAR</b>	64,87,04,175	20,35,55,210	10,82,26,502	74,40,32,883	14,84,55,471	3,10,24,646	18,89,002	17,75,91,115	56,64,41,768	50,02,48,702

	As at 31.03.2010 (Rupees)	As at 31.03.2009 (Rupees)
<b>SCHEDULE 7 : INVESTMENTS</b>		
<b>TRADE INVESTMENTS</b>	—	—
<b>OTHER INVESTMENTS</b>		
<b>A. Government Securities</b>	—	—
<b>B. Investments in Shares, Debentures, Units or Bonds</b>		
<b>i) Quoted Investments fully paid up (Valued at Cost)</b>		
a) 206843 Equity Shares of Rs. 10/- each of M/s. Kabra Extrusiontechnik Ltd.	46,90,537	46,90,537
b) 100000 Units of Rs. 10/- each of Morgan Stanley Growth Fund	36,81,316	36,81,316
c) 12450 Equity Shares of Rs. 10/- each of State Bank of Travancore	23,23,332	23,23,332
	<u>1,06,95,185</u>	<u>1,06,95,185</u>
<b>ii) Unquoted Investments fully paid up ( Valued at Cost )</b>		
a) 210000 Equity Shares of Rs. 10/- each of M/s. Smartech Global Solutions Ltd.	—	21,00,000
b) Urban Infrastructure Opportunity Fund -Growth plan 300 Units of Rs. 99933.26 each.	2,99,79,978	2,99,79,978
c) Urban Infrastructure Opportunity Fund -Growth plan 120 Units of Rs. 24000 each.	28,80,000	28,80,000
<b>Term Deposit with State Bank of India, IFB, Mumbai</b>	1,50,00,000	—
	<u>4,78,59,978</u>	<u>3,49,59,978</u>
	<u>5,85,55,163</u>	<u>4,56,55,163</u>
<b>AGGREGATE BOOK VALUE OF INVESTMENTS</b>		
Quoted ( Market Value Rs 6,10,40,840/- ( P.Y. Rs. 1,90,86,231/- )	1,06,95,185	1,06,95,185
Unquoted	4,78,59,978	3,49,59,978
	<u>5,85,55,163</u>	<u>4,56,55,163</u>
<b>SCHEDULE 8 : INVENTORIES</b>		
(As Valued and Certified by the Management)		
Raw Materials	17,29,89,502	12,34,05,793
Packing Materials	21,42,728	17,32,481
Stock in Process	2,50,23,120	4,18,97,692
Finished Goods	15,43,20,253	7,89,72,798
	<u>35,44,75,603</u>	<u>24,60,08,764</u>
<b>SCHEDULE 9 : SUNDRY DEBTORS</b>		
(Unsecured & Considered Good)		
Debts over six months	1,64,55,352	1,01,94,627
[Including Rs. Nil ( P.Y. Rs. Nil ) due from concerns in which Directors are interested ]		
Other Debts	25,57,18,108	21,27,90,114
[Including Rs.25,143/- ( P.Y. Rs. 2,71,440/- ) due from concerns in which Directors are interested ]	<u>27,21,73,460</u>	<u>22,29,84,741</u>

## Annual Report 2009-10

	As at 31.03.2010 (Rupees)	As at 31.03.2009 (Rupees)
<b>SCHEDULE 10 : CASH &amp; BANK BALANCES</b>		
Cash on Hand	2,10,149	2,68,120
With Scheduled Banks		
- In Current accounts	64,82,766	63,19,378
- In Margin accounts	55,03,406	25,12,651
	<u>1,19,86,172</u>	<u>88,32,029</u>
	<u>1,21,96,321</u>	<u>91,00,149</u>
<b>SCHEDULE 11 : OTHER CURRENT ASSETS</b>		
Others	37,53,795	57,16,635
	<u>37,53,796</u>	<u>57,16,635</u>
<b>SCHEDULE 12 : LOANS AND ADVANCES</b> (Unsecured & Considered good)		
Advance recoverable in cash or in kind	10,65,432	11,32,083
Deposits	22,02,943	17,35,853
Advances to Suppliers	1,90,29,867	1,55,66,907
Balance with Excise	2,31,37,157	3,27,12,621
Prepaid Expenses	23,65,702	20,18,707
	<u>4,78,01,101</u>	<u>5,31,66,171</u>
<b>SCHEDULE 13 : CURRENT LIABILITIES</b>		
Sundry creditors	8,60,72,123	8,29,03,671
Provisions	4,21,17,625	3,86,18,814
Other liabilities	8,06,03,227	6,36,77,282
Unclaimed Dividend	36,78,505	33,28,288
Proposed dividend	3,89,83,800	4,54,81,100
Tax Liability (Net of Adv.Tax )	22,07,520	40,25,062
Provision for Tax on Dividend	66,25,297	77,29,513
	<u>26,02,88,097</u>	<u>24,57,63,730</u>
	<b>Year Ended 31.03.2010 (Rupees)</b>	<b>Year Ended 31.03.2009 (Rupees)</b>
<b>SCHEDULE 14 : OTHER INCOME</b>		
Rent Received [TDS Rs. 58,788/- (P. Y. Rs. 1,50,809/-)]	3,60,000	6,65,520
Dividend Received	14,02,908	13,26,058
Profit on Redemption / Sale of Investments	—	77,58,001
Operating Profit ( Exchange Fluctuation)	—	2,05,45,476
Others	19,52,003	62,25,308
	<u>37,14,911</u>	<u>3,65,20,363</u>
<b>SCHEDULE 15 : INCREASE/(DECREASE) IN STOCKS</b>		
<b>STOCKS AT CLOSE</b>		
Finished Goods	15,43,20,253	7,89,72,798
Stocks-in-Process	2,50,23,120	4,18,97,692
	<u>17,93,43,373</u>	<u>12,08,70,490</u>
<b>LESS : STOCKS AT BEGINNING</b>		
Finished Goods	7,89,72,798	10,20,12,971
Stocks-in-Process	4,18,97,692	3,76,57,836
	<u>12,08,70,490</u>	<u>13,96,70,807</u>
	<u>5,84,72,883</u>	<u>(1,88,00,317)</u>



	Year ended 31.03.2010 (Rupees)	Year ended 31.03.2009 (Rupees)
<b>SCHEDULE 16 : MATERIAL COST</b>		
RAW MATERIALS CONSUMED		
Opening Stock	12,34,05,793	10,98,78,116
Add :Purchases	159,15,05,353	114,25,18,947
Less:Closing Stock	17,29,89,502	12,34,05,793
	<u>154,19,21,644</u>	<u>112,89,91,270</u>
PACKING MATERIALS CONSUMED		
Opening Stock	17,32,481	22,12,252
Add :Purchases	2,27,52,201	1,37,91,978
Less:Closing Stock	21,42,728	17,32,481
	<u>2,23,41,954</u>	<u>1,42,71,749</u>
	<u>156,42,63,598</u>	<u>114,32,63,019</u>
<b>SCHEDULE 17 : EMPLOYEE COST</b>		
Salaries,Wages,Bonus and Allowances	4,58,20,660	4,38,52,638
Contribution to Provident and Other Funds	58,18,754	49,74,664
Welfare Expenses	63,50,208	47,09,029
	<u>5,79,89,622</u>	<u>5,35,36,331</u>
<b>SCHEDULE 18 : MANUFACTURING &amp; OTHER EXPENSES</b>		
Stores & Spares consumed	2,66,59,750	2,06,98,964
Power & Fuel	5,89,11,152	4,06,50,853
Repairs to :		
Buildings	5,11,342	7,09,091
Plant & Machinery	30,68,035	36,85,356
Others	16,34,619	14,60,231
	<u>52,13,996</u>	<u>58,54,678</u>
Insurance	38,34,391	37,07,404
Rent	1,12,92,880	1,06,96,900
Travelling Expenses:		
Directors	9,84,613	7,18,249
Others	52,17,309	50,25,982
	<u>62,01,922</u>	<u>57,44,231</u>
Postage,Telephone etc.	22,93,593	22,60,407
Commission on Sales (Net)	10,26,19,292	7,89,23,560
Discount on Sales	5,26,61,231	5,55,88,403
Carriage Outward	2,49,12,418	1,55,35,275
Payments to Auditors	1,77,500	1,67,500
Advertisements	7,11,025	9,31,975
Rates & Taxes	1,98,894	2,55,762
Loss on Sale of Assets	(8,000)	1,45,364
Loss on Scrapped Assets	-	4,22,033
Security Transaction Tax	-	85,522
Investment Related Expenses	552	3,960
Legal & Professional Charges	75,11,247	66,32,785
Factory Expenses	37,13,516	29,46,707
Exchange Fluctuation	(29,03,640)	59,465
Clearing charges on Export	1,43,20,942	1,17,64,633
Miscellaneous Expenses	2,28,32,679	1,98,00,734
	<u>34,11,55,340</u>	<u>28,28,77,115</u>

## SCHEDULE 19 : NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010

1. **ACCOUNTING POLICIES : A) Basis of Preparation of Financial Statements :** The financial statements are prepared under the historical cost convention on accrual basis and in accordance with the generally accepted accounting principles and comply with accounting standards referred to in Section 211(3C) and other provisions of the Companies Act, 1956. **B) Use of Estimates:** The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which results are known / materialised
- i) **FIXED ASSETS :** Fixed Assets include all expenditure of capital nature and are shown at cost less depreciation. Depreciation on Assets is being provided on straight line method at the rates prescribed by Schedule XIV of the Companies Act, 1956. Borrowing costs attributable to acquisition & installation of fixed assets are capitalised & included in cost of assets as appropriate. Depreciation in respect of additions to assets is charged on pro-rata basis with reference to the period of use of such Assets.
- ii) **INVESTMENTS :** All Investments are long term and are stated at cost.
- iii) **CURRENT ASSETS : INVENTORIES :** Raw Materials, Packing Materials, Finished Goods & Stock-in-process are valued on FIFO basis, at cost or market value whichever is less and is net of CENVAT & VAT. Cost includes cost of conversion & other costs incurred in bringing inventories at their present location and condition. Cost of conversion for the purpose of valuation of WIP and Finished Goods includes Fixed & Variable production overheads incurred in converting the material into their present condition & location. Machinery Spares & Maintenance Materials are charged out as expenses in the year of purchase.
- SUNDRY DEBTORS, LOANS & ADVANCES :** They are stated after making adequate provisions for doubtful debts, if any. Balances in debtors, deposits, creditors are subject to balance confirmation / reconciliation, if any.
- C) REVENUE ITEMS :**
- i) **INCOME :** Sales comprises sale of goods, labour job receipts, DEP License and traded items. Revenues in respect of sale of goods is recognised at the point of despatch to the customer. Interest income is recognised on time proportion basis. Dividends are recorded when right to receive payment is established.
- ii) **EXPENSES :** Transactions in Foreign Currency are recorded in the financial statements based on the exchange rate existing at the time of the transaction. Year end rates / forward contracted rates are considered to recognise impact of foreign exchange loss / profit on unsettled transactions in foreign currency.
- iii) **RETIREMENT BENEFITS :** Liabilities under Superannuation are fully funded with the Life Insurance Corporation of India, through the Employees Superannuation Fund. Liability of Gratuity is recognised on the basis of contribution to Kotak Life Insurance under Kotak Gratuity Group Plan. Company's contribution to Provident and Other Funds have been charged to revenue. Privilege Leave entitlements are recognised as liability, in the calendar year of rendering of services, as per the rules of the Company.
- D) TAXATION :**
1. Provision for Taxation is made on the Basis of the Taxable Profits computed for the current Accounting Period (Reporting Period) in accordance with the Income-Tax Act, 1961.
2. Deferred Tax resulting from timing differences between Book Profits and Tax Profits are accounted for at the current rates of tax to the extent the timing difference are expected to, in case of Deferred Tax Liabilities with reasonable certainty and in case of Deferred Tax Assets with virtual certainty that there would be adequate future taxable income against which such Deferred Tax Assets can be realised.

Accounting policies not specifically referred to are consistent with **Generally Accepted Accounting Practices.**

	Current Year (Rs.)	Previous Year (Rs.)
2. a) Estimated amount of contracts remaining to be executed on Capital Account and not provided for	1,35,27,571	2,95,63,576
b) Income Tax matters under dispute not provided for since company expects favourable decision	24,95,000 (NET)	—
c) Contingent Liabilities not provided for in respect of		
i) Guarantees issued	67,20,000	67,20,000
ii) Letter of Credit	64,09,383	14,53,006
iii) Bills Discounting	7,26,49,476	2,08,39,858
iv) CST matters	—	1,07,546
v) Service Tax matters	3,11,31,665	—
	<b>11,69,10,524</b>	<b>2,91,20,410</b>
3. a) <b>Managerial Remuneration :</b> Statement showing computation of Net Profit in accordance with Section 349 of the Companies Act, 1956 is not furnished since no commission is paid / payable during the year.		
b) <b>Particulars of Directors' Remuneration :</b>		
Salary	42,00,000	41,25,000
Contribution to P.F. & F.P.F.	5,04,000	4,95,000
Perquisites	27,91,857	27,86,810
	<b>74,95,857</b>	<b>74,06,810</b>
4. <b>Payments to Auditors :</b>		
Statutory Audit	80,000	80,000
Tax Audit	20,000	20,000
VAT Audit	25,000	25,000
Reimbursement of expenses	22,500	12,500
Other Services	30,000	30,000
	<b>1,77,500</b>	<b>1,67,500</b>

5) Additional information pursuant to paragraphs 3 & 4 of Part II of Schedule VI to the Companies Act, 1956 as certified by Management.

A.	LICENSED CAPACITY (TONS)		INSTALLED CAPACITY (TONS)		ACTUAL PRODUCTION (TONS)	
	2009-2010	2008-2009	2009-2010	2008-2009	2009-2010	2008-2009
	N.A	N.A	43000	43000	33900	24230

B. Particulars in respect of Opening Stock, Sales and Closing Stocks of Master Batches.

	2009-2010		2008-2009	
	Qty. (Tons)	Value (Rupees)	Qty. (Tons)	Value (Rupees)
Opening Stock	1273	7,89,72,798	1882	10,20,12,971
Sales****	32691	210,14,44,912	24794	166,23,45,314
Trading Sales	-	14,22,628	-	1,05,98,785
Closing Stock	2389	15,43,20,253	1273	7,89,72,798

\*\*\*\*Includes Labour Job of 492 Tons (Previous Year 684 Tons)

C. Raw Material Consumed :

	2009-2010		2008-2009	
	Qty. (Tons)	Value (Rupees)	Qty. (Tons)	Value (Rupees)
Polymers	11593	76,11,55,497	8318	56,56,24,347
Titanium Dioxide	2684	27,08,28,075	2201	21,50,79,884
Pigments	2097	21,42,52,820	1489	15,15,29,653
Others	17387	29,56,85,252	12051	19,67,57,386
	<b>33761</b>	<b>154,19,21,644</b>	<b>24059</b>	<b>112,89,91,270</b>

D. Value of Imported and Indigenous

Raw Material Consumed :

	2009-2010		2008-2009	
	Value (Rupees)	Percentage (%)	Value (Rupees)	Percentage (%)
Imported	59,74,11,447	38.74	37,15,27,809	32.91
Indigenous	94,45,10,197	61.26	75,74,63,461	67.09
	<b>154,19,21,644</b>	<b>100.00</b>	<b>112,89,91,270</b>	<b>100.00</b>

E. C.I.F. Value of Imports :

	2009-2010 (Rupees)	2008-2009 (Rupees)
Raw Material	59,16,59,705	36,79,41,360

F. Expenditure and Earning in Foreign Currency :

a) Towards Travelling -Employees	16,08,314	5,16,622
b) Towards Commission on Export	55,26,080	46,74,161
c) Towards Bank Charges on Export	6,45,692	—
d) Earning in Foreign Exchange - Export of Goods	51,70,50,354	38,87,91,617
e) Amount remitted in Foreign Currencies on account of Dividend		

Particulars	31.03. 2009	31.03.2008
Amount Remitted (Rupees)	8,04,300	8,04,300
Number of Shares	114900	114900
Number of Share holders	01	01

- 6) In the absence of intimation from the vendors with regard to their registration (Filing of Memorandum) under "The Micro, Small & Medium Enterprise Development Act, 2006 (27 of 2006)" and in view of the terms of payments not exceeding 45 days no liability exists at the close of the year and hence no disclosure have been made in this regard.
- 7) The Company has provided for Excise Duty Liability on finished goods amounting to **Rs. 1,29,66,478/-** ( P.Y. Rs 72,75,328/-). However this does not have any impact on the profit for the year.
- 8) As accumulated leave can be availed and / or encashed at any time during the tenure of employment, the liability is recognised at the higher of the actual accumulated obligation or actuarially determined value.

## Annual Report 2009-10

- 9) Amount of borrowing cost capitalised as per **AS - 16** during the year was **Rs. Nil** ( P. Y. Rs. NIL)
- 10) The company is operating only in one segment hence no segment wise disclosure as per **AS - 17** is provided.
- 11) As required by **AS - 18** "Related Party Disclosure" are given below.
- A) Names of Related Parties & Description of relationship with whom there were "**NO TRANSACTIONS**" during the year.
- i) **ASSOCIATE CONCERNS** : Kabra Gloucester Engineering Ltd.,
- ii) **CONCERNS IN WHICH DIRECTORS ARE INTERESTED** :  
Rambalab Ramnaran, All Purpose Consultations & Services Pvt. Ltd., See Diff. Software Solutions (India) Pvt. Ltd., Harekrishna Harerama Trading Company Pvt. Ltd., Welworth Investments & Trading Company Pvt. Ltd., Elegant Trading & Investment Company Pvt. Ltd., Ideal Consultancy Services Pvt. Ltd., Borouge (India) Pvt. Ltd., Innovations Consultancy India Pvt. Ltd., Panoramic Investment Advisors Pvt. Ltd.
- B) Names of Related Parties & Description of relationship with whom there were "**TRANSACTIONS**" during the year.
- i) **ASSOCIATE CONCERNS** : Kolsite Maschine Fabrik Pvt. Ltd., Kabra Extrusionstechnik Ltd., Mahashree Plastic Industries Pvt. Ltd., Maharashtra Plastic Industries, Maharashtra Plastic & Industries, Smartech Global Solutions Ltd., Kolsite Industries, Wonderworld Resorts Limited
- ii) **DIRECTORS** : Shri S. V. Kabra, Shri S. N. Kabra, Shri H. S. Sanwal, Shri A.S. Kabra. Shri P. R. Singhvi, Dr. Y. B.Vasudeo, Shri S.K. Parab.
- C) Following transaction were carried out with the Related Parties in the ordinary course of business :

Particulars	Associate Concerns	Directors & Relatives	Concerns in which Directors are interested
Sales & Other Income	1,22,08,874	-	-
Purchase & Services	4,06,08,140	-	-
Remuneration & Sitting fees	-	78,05,857	-
Purchase of Assets	1,66,41,507	-	-
Deposit Received	9,35,00,000	7,95,15,000	-
Deposit Repaid	5,55,25,000	7,43,15,000	-
Interest Paid	43,11,707	64,37,778	-
Rent paid	1,14,91,880	-	-
Balance Outstanding	(4,39,67,640)	(6,52,65,000)	-

**Notes :** 1) Provision for doubtful debts has not been made for any of the related parties mentioned above.  
2) No amount has been written off / written back for any of the related parties mentioned above.

- 12) The Company has entered into a lease transaction regarding factory premises at Daman. The said lease is an operating lease and not a financial lease in term of **AS - 19** & hence does not call for any financial disclosure/adjustments.
- 13) As required by **AS - 20** the basic Earning Per Share (EPS) is **Rs. 16.05** ( P.Y. Rs.18.12 ) arrived at by dividing the Profit After Tax (PAT) by the total number of shares Issued and Subscribed as at the end of the year
- 14) Consequent to the issuance of **AS - 22** 'Accounting for Taxes on Income' by the ICAI which is mandatory in nature, the Company has recognised Deferred Taxes which result from the timing difference between the Book Profits and Tax Profits consequently, as required by the Standard the Company has recognised the deferred tax balance that would have accumulated prior to adopting the standard, if the standard had been in effect from the beginning.

### DEFERRED TAX

- a) Deferred Tax Liability on account of :
- i) Depreciation
- b) Deferred Tax Assets on account of :
- i) Employee benefit
- ii) Valuation of Closing Stock

	31.03.2010 (Rs.)	31.03.2009 (Rs.)
	<b>4,67,47,092</b>	4,00,17,919
	<b>4,67,47,092</b>	4,00,17,919
	<b>12,76,763</b>	8,83,833
	<b>80,99,244</b>	55,74,822
	<b>93,76,007</b>	64,58,655
(a) - (b)	<b>3,73,71,085</b>	3,35,59,264

- 15) Previous years figures have been re-grouped & re-arranged wherever necessary.

As per our attached report of even date  
For **KISHOR B. PHADKE & CO.**  
Chartered Accountants

**KISHOR B. PHADKE**  
(Proprietor)

M. No. 42296

Firm Registration No. 116800W

Mumbai, 26<sup>th</sup> May, 2010

**PHALGUNI SHAH**  
(Company Secretary)

For and on behalf of the Board

**S. V. KABRA**  
(Chairman and Mg. Director)

**A. S. KABRA**  
(Executive Director)

**Y. B.VASUDEO**  
(Director)

Mumbai, 26<sup>th</sup> May, 2010

**S. N. KABRA**  
(Vice Chairman & Mg. Director)

**H. S. SANWAL**  
(Director)

**P. R. SINGHVI**  
(Director)

**S. K. PARAB**  
(Director)

**BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE**

<b>I REGISTRATION DETAILS</b>		
Registration no.		59943 of 1991
State Code		11
Balance Sheet Date		<b>31.03.2010</b>
<b>II CAPITAL RAISED DURING THE YEAR</b>		<b>(Rupees in Lacs)</b>
Public Issue		-
Right Issue		-
Bonus Issue		-
Private Placement		-
<b>III POSITION OF MOBILISATION &amp; DEPLOYMENT OF FUNDS</b>		
Total Liabilities		<b>10757.05</b>
Total Assets		<b>10757.05</b>
<b>Sources of Funds</b>		
Paid-up Capital		649.73
Reserves & Surplus		7556.68
Secured Loans		1137.53
Unsecured Loans		1039.40
Deferred Tax		373.71
		<b>10757.05</b>
<b>Application of Funds</b>		
Net Fixed Assets		5870.38
Investments		585.55
Net Current Assets		4301.12
		<b>10757.05</b>
<b>IV PERFORMANCE OF THE COMPANY (AMOUNT IN LACS)</b>		
Income from sales		21028.68
Other Income		37.15
Total Expenditure (including depreciation)		19631.86
Profit Before Tax ( P.B.T.)		1433.97
Profit After Tax ( P.A.T.)		1042.99
Earning Per Share (Rs.)		16.05
[P.A.T./ No. of Shares]		
Dividend Rate (%) [Rs. 6.00 per share]		60
<b>V Generic Names of Three Principal Products/Services of the Company (as per monetary terms)</b>		
<b>Item Code No. (ITC Code)</b>	<b>Product Description</b>	
1) 3920	Plastic Products	
2) 2853	Plastic Additive Masterbatch - Inorganic	
3) 3206	Plastic Colour Masterbatch - Inorganic	

Notes :

- The above particulars should be read alongwith the Balance Sheet as at 31<sup>st</sup> March, 2010 and the Profit & Loss Account for the year ended on that date and the schedules forming part thereof.
- Earning Per Share is arrived at by dividing the net profit by the total number of shares issued and subscribed as at the end of the year.

As per our attached report of even date

For **KISHOR B. PHADKE & CO.**  
Chartered Accountants

**KISHOR B. PHADKE**  
(Proprietor)

M. No. 42296

Firm Registration No. 116800W

Mumbai, 26<sup>th</sup> May, 2010

For and on behalf of the Board

**S. V. KABRA**  
(Chairman and Mg. Director) **S. N. KABRA**  
(Vice Chairman & Mg. Director)

**A. S. KABRA**  
(Executive Director) **H. S. SANWAL**  
(Director)

**Y. B. VASUDEO**  
(Director)

Mumbai, 26<sup>th</sup> May, 2010

**P. R. SINGHVI**  
(Director)

**S. K. PARAB**  
(Director)

**CASH FLOW STATEMENT FOR THE PERIOD 01/04/2009 TO 31/03/2010**

PARTICULARS	2009-2010 (Rupees)	2008-2009 (Rupees)
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax	14,33,96,638	15,48,62,505
Less: Provision For Income Tax	3,52,86,061	3,19,48,896
Surplus on sale of Investments	-	77,58,001
Dividend Received	36,78,505	13,26,058
Add: Adjustment for	10,44,32,072	11,38,29,550
Depreciation	3,44,90,810	3,10,24,646
Loss on Sale of Assets	(8,000)	5,67,397
Interest Paid	2,37,59,326	2,51,00,529
	<u>5,82,42,136</u>	<u>5,66,92,572</u>
<b>Net Cash from Operation</b>	<b>16,26,74,208</b>	<b>17,05,22,122</b>
Less: Adjustment for Working Capital Change		
Inventory	10,84,66,839	(57,52,411)
Sundry Debtors	4,91,88,719	(95,57,956)
Other Current Assets, Loans and Advances	(73,27,910)	(2,98,68,344)
	<u>15,03,27,648</u>	<u>(4,51,78,711)</u>
Less: Trade Payable & Provisions	2,35,93,208	14,74,885
	<u>12,67,34,440</u>	<u>(4,66,53,596)</u>
	3,59,39,768	21,71,75,718
Less: Interest Paid	2,37,59,326	2,51,00,529
Income Tax Paid	18,17,542	(46,18,014)
	<u>1,03,62,900</u>	<u>19,66,93,203</u>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Sale of Assets	8,000	10,824
Surplus on Sale of Investments	-	77,58,001
Dividend Received	36,78,505	13,26,058
Sale of Investments	-	5,16,81,653
	<u>36,86,505</u>	<u>6,07,76,536</u>
Less: Purchase of Fixed Assets including Capital W.I.P.	5,50,86,904	9,77,95,931
Investment Made	1,29,00,000	2,11,35,889
	<u>6,79,86,904</u>	<u>11,89,31,820</u>
	<u>(6,43,00,399)</u>	<u>(5,81,55,284)</u>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from :		
I C D Taken / Repaid	6,95,00,000	8,83,00,000
Fixed Deposits Received	10,35,15,000	8,06,30,000
	<u>17,30,15,000</u>	<u>16,89,30,000</u>
Less: I C D Given / Repaid	4,18,25,000	9,91,00,000
Repayment of Fixed Deposits	8,80,15,000	4,87,00,000
(Increase)/Decrease in Working Capital	(6,67,19,067)	10,57,17,312
Dividend Paid	5,28,60,396	5,28,36,441
	<u>11,59,81,329</u>	<u>30,63,53,753</u>
	<u>5,70,33,671</u>	<u>(13,74,23,753)</u>
<b>(D) NET INCOME IN CASH &amp; CASH EQUIVALENTS</b>	<b>( A+B+C) 30,96,172</b>	<b>11,14,166</b>
<b>(E) CASH &amp; CASH EQUIVALENTS</b>		
Opening Balance as on 01.04.2009	91,00,149	79,85,983
Closing Balance as on 31.03.2010	<u>1,21,96,321</u>	<u>91,00,149</u>
	<u>30,96,172</u>	<u>11,14,166</u>

For and on behalf of the Board

**S.V. Kabra**  
Chairman & Managing Director

Mumbai, 26<sup>th</sup> May, 2010

**FORM OF PROXY**

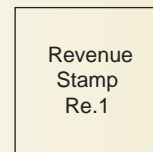
**PLASTIBLENDS INDIA LIMITED**

31, Shah Indl. Estate, Kolsite House, 2<sup>nd</sup> Floor, Off. Veera Desai Road, Andheri (West), Mumbai - 400 053

Regd. Folio No. : .....	DP ID : .....	Client ID : .....
No. of Shares held : .....	Proxy No. : .....	

I/We.....of.....  
being a member/members of PLASTIBLENDS INDIA LIMITED, hereby appoint .....  
.....of.....or failing him/her .....  
of .....as my/our proxy to attend and vote for me/us on my/our behalf at the Nineteenth Annual General Meeting of the Company to be held at Hotel Karl Residency, 36, Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai – 400 058 on Friday, the 6<sup>th</sup> day of August, 2010 at 4:15 p.m.and/or at any adjournment thereof.

Signed this ..... day of ..... 2010.



(Signature)

- Notes :**
1. The form should be signed across the stamp as per specimen signature recorded with the Company.
  2. The Proxy form duly completed must reach the Registered Office of the Company not less than forty-eight hours before the aforesaid Meeting.
  3. A Proxy need not be a Member of the Company.

**ATTENDANCE SLIP**

**PLASTIBLENDS INDIA LIMITED**

31, Shah Indl. Estate, Kolsite House, 2<sup>nd</sup> Floor, Off. Veera Desai Road, Andheri (West), Mumbai - 400 053

Regd. Folio No. : .....	DP ID : .....	Client ID : .....
No. of Shares held : .....		

I hereby record my presence at the Nineteenth Annual General Meeting of the Company held at Hotel Karl Residency, 36, Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai – 400 058 on Friday, the 6<sup>th</sup> day of August, 2010 at 4:15 p.m.

1. Full Name of the Member (in Block Letters).....
2. Full Name of the Joint-Holder(s) (in Block Letters) .....
3. Full Name of the Proxy (in Block Letters).....
4. Signature of the Member/Proxy attending the Meeting .....

**Note :** Member/Proxy attending the Meeting must fill-in this Attendance Slip and hand it over at the entrance of the venue of the Meeting.

## Book-Post

*If undelivered please return to :*

**Plastiblends**  
India Limited

“Kolsite House” 2<sup>nd</sup> Floor,  
31, Shah Industrial Estate, Off. Veera Desai Road,  
Andheri (W), Mumbai 400 053, INDIA.

