

Annual Report 2013-14

M.P. POLYPROPYLENE LIMITED

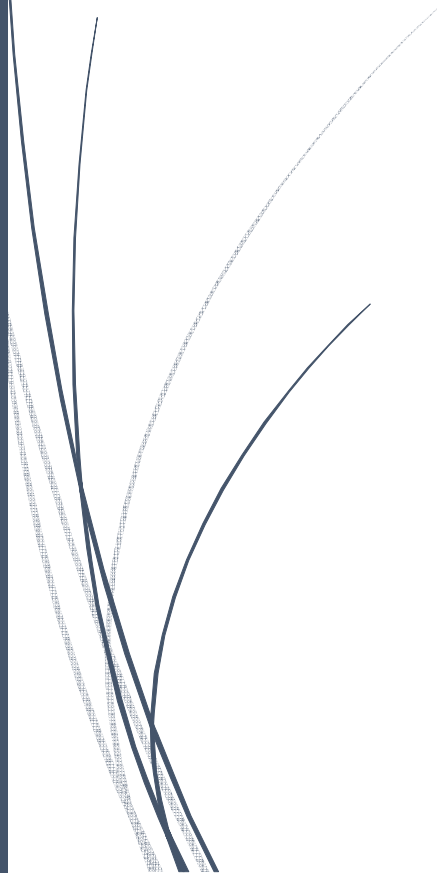


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DIRECTORS' REPORT

Dear Stakeholders,

Your Directors have pleasure in presenting the annual Report together with the Audited Accounts for the year ended 31st March, 2014.

FINANCIAL PERFORMANCE

This year Company has made a loss of Rs.7,34,854/-.

CAPITAL

This year Company has sub divided face value of Equity Share from Rs.10/- to Re.1/-. Subsequent to this, Share Capital of the Company is 4,35,98,000/- divided into 43598000 shares of Re.1/-.

DIVIDEND

In the event of losses, the Directors do not recommend any dividend for the year ended 31st March 2014.

DIRECTORS

Mr. P.S. Gupta and Mr. Noor Mohammed Khan has resigned during the year. The Board of Directors comprise of Mr. Dinesh Kumar Chouhan, Mr. Sharad Dadhich, Mr. Maksud Khan and Mr. Ranjeet Ranjan Thakur.

LISTING

The equity shares of the company is listed at Bombay Stock Exchange Limited.

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of section 217 (2AA) of the Companies Act, 1956, your directors confirm:

- (i) that in preparation of the Annual Accounts, the applicable accounting standards had been followed;
- (ii) that the applicable accounting policies have been consistently followed and that they had made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Loss of the Company for that period.
- (iii) that they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) That they had prepared the annual accounts on a going concern basis.

INFORMATION AS PER SECTION 217 (1) (E) OF THE COMPANIES ACT, 1956

Your Company has no activity relating to conservation of energy or technology absorption. Your Company did not have any foreign exchange earnings or outgo during the year.

PERSONNEL

None of the employees of the Company is in receipt of remuneration in excess of limits prescribed under Section 217 (2A) of the Companies Act, 1956.

DEPOSITS

Your Company has not accepted any public deposit during the period under review.

MANAGEMENT DISCUSSION & ANALYSIS & CORPORATE GOVERNANCE REPORT

Management Discussion & Analysis and Corporate Governance report forms part of the Directors' Report.

AUDITORS

Mr. D.M.Oza & Associates, Chartered Accountants, Ahmedabad were appointed as auditors of the company for the current financial year and their term of office expires at the ensuing Annual General Meeting. They being eligible offer themselves for re-appointment.

ACKNOWLEDGEMENTS

Yours Directors place on record their sincere appreciation for the assistance and support received to the Company from the Shareholders, Consultants and Auditors of the Company. Your directors express their appreciation for dedicated and sincere services rendered by the employees of the Company.

For and on behalf of the board

M.P. POLYPROPYLENE LIMITED

PLACE: Raisen

DATE: September 2, 2014

CHAIRMAN

MANAGEMENT DISCUSSION AND ANALYSIS

A. BUSINESS ENVIRONMENT AND OUTLOOK

Growing demand of polypropylene from end-use industries such as packaging, automotive and consumer products is expected to drive the market. In addition, factors such as changing lifestyles and increasing disposable incomes in Asia Pacific are further driving the market for various end-use industries. Automotive was the second largest end-use industry in terms of volume and is expected to grow at a CAGR of 5.7% from 2013 to 2019. The demand of polypropylene in consumer products was 7.1 mln tons in 2012. China dominated the polypropylene market that was valued at US\$23.73 bln in 2012. It is expected to be the fastest growing market due to high demand of polypropylene from end-use industries. The consumption of polypropylene is phenomenal in automotive industries of Europe. The European market in terms of revenue is expected to grow at a CAGR of 5.9% from 2013 to 2019. The demand for polypropylene in Rest of Asia Pacific was 7.01 mln tons in 2012. Product innovation and capacity addition is expected to drive the market growth. Demand within the polypropylene market has been forecast to increase at a compound annual growth rate (CAGR) of 4.5% over the next nine years, rising from a total of 42.3 million tons in 2011, to reach 62.4 million tons by 2020.

B. RISKS & CONCERNS

Growing environmental issues and volatile raw material prices are expected to inhibit the market growth. Increasing demand for bio-based polymers has shifted the focus of polypropylene manufacturers from synthetic to bio-based polypropylene. Changing consumer food habits and high competition in consumer products sector in emerging economies is expected to escalate market growth. The global polypropylene market is highly fragmented as top five players accounted for nearly 35% of the market. Some of the major players which dominated the market include Braskem, LyondellBasell, INEOS, Sinopec, SABIC, PetroChina, Reliance Industries Limited and Borealis among others.

C. INTERNAL CONTROL SYSTEMS

The company has well defined control systems and procedures to ensure optimal use of Company's resources and protection thereof, facilitate accurate and speedy compilation of accounts and management information reports and compliance with laws and regulations. The Company has a well defined organization structure, authority levels and internal guidelines and rules for conducting business transactions. Internal/ External auditor's observations and recommendations and adequacy of internal controls are also periodically reviewed by the Audit Committee of the Board of Directors.

D. FINANCIAL CONTROLS

The Company's management is committed to evolve strategy to achieve enhancement in the shareholders value through the adoption of strong fiscal discipline, improvement in operating efficiencies and resource utilization.

E. HUMAN RESOURCES

The Company firmly believes that Human Resources and knowledge capital is vital for business success and creating values for share holders. The Company's philosophy is based on a pluralistic leadership and empowerment model, a performance driven and transparent culture.

F. CAUTIONARY STATEMENT

Statement in the Management Discussion and Analysis describing the Company's objectives, expectations or projections may be forward looking statement within the meaning of applicable securities, law and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operation include global and Indian demand supply conditions, finalized goods prices, changes in Government regulations tax regimes, economic development within India.

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The company's philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability and equity, in all facets of its operations, and in all its interactions with its stakeholders, employees, the Government and Tenders.

Recognising the respective roles and responsibilities of Board and Management:

The Board is professional in character and constantly strives to steer the company towards higher achievement within the framework of accountability and social responsibility. Driven by values, it endeavours to effectively align the interest of shareholders and the society. The Directors are eminent personalities in their own right drawn from different walks of life. To establish an effective mechanism for overseeing the affairs, keeping in view the company's size complexity, operations and corporate tradition and culture, the company's framework is designed to:

- i) enable the Board to provide strategic guidance for the company and effective overseeing of the management.
- ii) define the respective roles and responsibilities of senior executives and officers to ensure accountability.

2. BOARD OF DIRECTORS

Name	Category	No. of Meetings held during the Financial Year	No. of Board Meetings attended during the FY	Whether attended at last AGM	No. of Directorship in other Public Ltd Companies	No. of Committee Positions held in other Public Limited Companies Chairman / Member
Prem Sagar Gupta*	MD	06	06	Yes	2	2
Noor Mohammed Khan*	NEID	06	06	Yes	2	2
Dinesh Kumar Chouhan#	MD	07	07	Yes	2	2
Sharad Dadhich	NEID	07	07	Yes	0	0
Maksud Khan	NEID	07	07	Yes	0	0
Ranjeet Ranjan Thakur	NEID	07	07	Yes	0	0

MD = Managing Director NEID = Non Executive Independent Director

* Resigned w.e.f. 15.02.2014

Managing Director w.e.f. 16.02.2014

During the accounting year 7 board meetings were held. The Annual General Meeting of the company was held on 30th September 2013.

3. AUDIT COMMITTEE

An Audit Committee of the Company in terms of section 292A of the Companies Act, 1956 and as per requirement of clause 49 of the Listing Agreement, was duly constituted. Audit Committee comprises of Mr. Sharad Dhadhich as Chairman and Mr. Maksud Khan & Mr. Dinesh Kumar Chouhan as members. The terms of reference of the Audit Committee are contained in Section 292A of the Companies Act, 1956 and also as contained in the Corporate Governance Clause of the listing Agreement.

The Audit Committee met 6 times during the financial Year.

ATTENDANCE OF THE AUDIT COMMITTEE MEETING:

Name of the Director	Number of Meeting Held	Number of Meeting Attended
Mr. Sharad Dhadhich	6	6
Mr. Maksud Khan	6	6
Mr. Dinesh Kumar Chouhan	6	6

Representative of Statutory Auditors were invited to the Meeting, as and when required.

4. SHARE HOLDERS'/ INVESTORS' GRIEVANCE COMMITTEE

The Company has an independent Shareholders' Grievance Committee to look into the redressal of Investors' complaints like transfer of shares, non-receipt of balance sheet etc., besides complaints from SEBI, Stock Exchange etc.

The committee comprises of:

Name of the Director	Number of Meeting Held	Number of Meeting Attended
Mr. Maksud Khan - Chairman	2	2
Mr. Sharad Dhadhich - Member	2	2
Mr. Dinesh Kumar Chouhan - Member	2	2

Mr. Sachin Sharma acts as the compliance officer.

The committee met two times during the financial year. The committee is prompt in attending to requests received for transfer, split, consolidation, issue of duplicate certificates etc. well within the stipulated time.

5. GENERAL BODY MEETINGS

Details of last 3 Annual General Meetings are as under:

Year	Date	Location
2010-2011	30 th September, 2011	Registered Office
2011-2012	29 th September, 2012	Registered Office
2012-2013	30 th September, 2013	Registered Office

6. DISCLOSURES

RELATED PARTY TRANSACTION

Related party transactions are defined as transactions of the Company of a material nature with its Promoters, Directors or the Management, their subsidiary or relatives, etc. that may have potential conflict with the interest of the Company at large.

Among the related party transactions are, contracts or arrangement made by the Company from time to time with the Companies in which Directors are interested. All those contracts or arrangements are entered in the Register of Contracts under section 301 of the Companies Act, 1956 and the Register is placed before every Board Meeting.

All transaction covered under the Related Party Transactions are regularly ratified and/or approved by the Board.

There has been no transaction of the Company with its promoters, their subsidiary or the management that may have potential conflict with the interest of the Company at large.

7. STATUTORY COMPLIANCE, PENALTIES AND STRICTURES:

The trading in Equity shares of the Company is currently suspended in the stock exchanges.

8. MEANS OF COMMUNICATION

The quarterly results are available on BSE website

9. GENERAL SHAREHOLDER INFORMATION

Compliance Officer	Mr. Sachin Sharma
Date and Time	30 th September, 2013, Monday, at 11.30 A.M.
Venue	Registered office
Financial Calendar	April – March
Date of Book Closure	28 th September, 2013 to 30 th September, 2013 (both days incl.)
Listing of Stock Exchanges	Bombay Stock Exchange Limited
Dividend	No dividend is declared
Stock Code	BSE : 506822

Dematerialisation Information

Company has established demat connectivity with NSDL & CDSL. As at the end of the financial year, 49.53% Equity Share Capital was held in DMat.

Market Data

Month	Open Price	High Price	Low Price	Close Price
Apr-13	111.60	122.50	86.50	86.50
May-13	82.20	82.20	48.45	48.45
Jun-13	50.85	58.95	46.25	58.95
Jul-13	59.00	78.80	56.05	75.00
Aug-13	74.90	81.00	71.45	75.00
Sep-13	76.00	108.10	72.30	106.00
Oct-13	99.10	116.00	98.85	110.00
Nov-13	107.00	168.25	106.00	168.25
Dec-13	176.65	193.50	14.20	17.90
Jan-14	18.75	19.90	13.35	14.45
Feb-14	15.00	21.00	14.10	20.80
Mar-14	21.70	23.00	16.55	21.80

Registrar & Share Transfer Agent

Bigshare Services Pvt Ltd
E-2/3, Ansa Industrial Estate,
Saki Vihar Road, Saki Naka,
Andheri (East), Mumbai- 400 072
Tel No: 022-28470652, 40430200

Share Transfer System

Share Transfer in physical form are generally registered and returned within 15 days from the date of receipt in case if documents are complete in all respects.

CATEGORY OF SHAREHOLDERS AS ON 31.03.2014.

Category	No. of Shares Held	Percentage of shareholding
A. PROMOTER'S HOLDING	3195900	7.33
B. NON PROMOTER'S HOLDING		
INSTITUTIONAL INVESTORS Bank, Financial Institutions, Insurance Companies	2000	0.00
NON INSTITUTIONAL INVESTORS		
BODIES CORPORATE	5570099	12.78
INDIVIDUALS	33276470	76.33
OTHERS	1553531	3.56
Grand Total	43598000	100.00

Investor Correspondence:

The Investors can send all correspondence to the Registered Office.

10. CODE OF CONDUCT

All the members of the Board and senior management personnel have affirmed compliance with the Company's Code of Conduct.

DECLARATION BY THE DIRECTOR

It is hereby declared that all the Board Members and Senior Management Personnel have affirmed compliance of code of conduct, pursuant to Corporate Governance, for the year ended 31st March 2014.

**For and on behalf of the Board of Directors of
For M.P. POLYPROPYLENE LIMITED**

Director

PLACE: Raisen

DATE: September 2, 2014

Chief Executive Officer (CEO) Certification
(Issued in accordance with provisions of Clause 49 of the Listing Agreement)

To
The Board of Directors of
M.P. POLYPROPYLENE LIMITED

Dear Sir,

I have reviewed the financial statements of **M.P.POLYPROPYLENE LTD.** For the year ended March 31, 2014 and that to the best of my knowledge and belief, I state that;

- a.
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that may be misleading;
 - ii. These statements present a true and fair view of the Company's affair and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting. I have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors and the Audit committee
 - i. That there are no significant changes in internal control over financial reporting during the year;
 - ii. There are no significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. There are no instances of fraud during the year.

For and on behalf of the Board of Directors of
M.P. POLYPROPYLENE LIMITED

Place: Raisen
Date: September 2, 2014

Managing Director

Auditors' Certificate on Corporate Governance

To the Members of M.P Polypropylene Limited,

We have examined the compliance of conditions of Corporate Governance by M.P Polypropylene Limited ('the Company'), for the year ended March 31, 2014, as stipulated in Clause 49 of the Listing Agreements of the said Company with stock exchanges in India.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance.

It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement.

We 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 D M Oza & Associates
Chartered Accountants
Firm Regn. No. : 119407W

D.M. Oza
Proprietor
M. No. : 106993

Date: September 2, 2014

AUDITORS' REPORT

1. We have audited the attached Balance Sheet of **M.P.POLYPROPYLENE LIMITED** as at 31st March 2014 and also statement of Profit & Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Further to our comments in Annexure referred to above, we report that:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purpose of our audit.
 - b. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. The Balance Sheet, and statement of Profit and Loss Account dealt with by this report are in agreement with the books of accounts.
 - d. In our opinion, the Balance Sheet and statement of Profit and Loss Account dealt with this report comply with the accounting standards referred to in sub-section (3C) of section 211 of Companies Act, 1956, to the extent applicable, except as reported in Para (f) to (h) hereunder:
 - e. On the basis of written representation received from the directors, as on 31-3-2014 and taken on record by the Board of Directors, we report that none of the directors is disqualified as at 31.3.2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956:

- f. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the significant Accounting Policies and other 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 if the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014
 - ii. in the case of the Statement of Profit and Loss, of the loss of the Company for the year ended on that date.
 - iii. in the case of the Cash Flow Statement, of the cash flow for the year ended on 31st March, 2014.

For D M Oza & Associates
Chartered Accountants
Firm Regn. No. : 119407W

D.M. Oza
Proprietor
M. No. : 106993

Date: 30.05.2014

Annexure to the Auditors' Report

(Referred to in Paragraph 3 of our Report of even date.)

1. The Company has no fixed assets.
2. The Company does not have any stock or inventory.
3. (a) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act;

(b) In the absence of any loan granted under section 301 of the Act the conditions of loans and interest are not applicable to company;

(c) In the absence of any loan granted under section 301 of the Act the question of repayment of principal amount and interest does not arise;

(d) In the absence of any loan granted under section 301 of the Act, there is no question to recover of such amount and interest.

(e) Since the company has not taken any loan covered under section 301 of the Act, the provisions of clause 4(iii)(e) (f) & (g) of the Companies (Auditor's Report) Order (as amended) are not applicable to this company;
4. According to the information and explanation given to us, there is generally adequate internal control procedure commensurate with the size of the Company and nature of its business. During the course of our audit, we have not observed any continuing failure to correct weakness in internal controls.
5. The Company has not entered into any transaction covered under section 297 & 299 of the Companies Act, 1956 and so paragraph 4(v)(a) and (b) of the Order is not applicable.
6. In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from public. In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of section 58A and 58AA and other relevant provisions of the companies Act 1956 and The Companies (Acceptance of Deposits) Rule, 1975.
7. The Company has neither formal internal audit department nor internal auditors. However, Company's control procedure ensures reasonable internal checking of its financial and other accounts.
8. In our opinion and according to the information and explanation given to us, maintenance of cost records has not been prescribed by the Central Government under clause (d) of the Section 209(1) of the Companies Act, 1956, hence the question of reporting under clause 4(viii) of the said Order does not arise.

9. In our opinion and according to the records of the Company, the Company has no dues towards Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess & other material statutory dues applicable to it. We have been informed by the Company, provision of Provident Fund, Employees State Insurance Scheme is not applicable and also provisions of Investor Education & Protection Fund are not applicable.
10. According to information & explanations given to us, the Company has accumulated losses and has also incurred cash losses during the financial year.
11. According to information & explanations given to us, the Company has not defaulted in the repayment of dues to financial institution & Banks. The Company has not borrowed any sums through Debentures.
12. Based on our examination of the records and information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the provisions of clause 4(xii) of the said Order, 2003 is not applicable to the Company.
13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provision of clause 4(xiii) of the said Order, 2003 is not applicable to the Company.
14. In our opinion, the Company is not dealing or trading in shares, debentures and other investments accordingly, the provision of clause 4(xiv) of the said Order, 2003 is not applicable to the Company.
15. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from a Bank or Financial Institutions.
16. In our opinion and according to the information and explanations given to us, the Company has not obtained any term loans.
17. According to the information and explanation given to us and on overall examination of the Balance Sheet of the Company, we report that generally no funds raised on short term basis have been used during the year for the long term investment.
18. According to the information and explanation given to us, the Company has not made any preferential allotment of shares.
19. According to the information and explanation given to us, there are no debentures issued or outstanding during the year.
20. According to the information and explanation given to us, the Company has not raised any money through public issue during the year; accordingly paragraph 4(xx) of the said Order is not applicable.

21. According to the information & explanation given to us, no fraud on or by the Company has been noticed or reported during the course of our Audit.

For D. M. Oza & Associates
Chartered Accountants
Firm Registration No.: 119407W

Date: May 30, 2014

D. M. Oza
Proprietor
M. No.: 106993

BALANCE SHEET

(Amount in Rs.)

Particulars	Note No.	As At 31.03.2014	As At 31.03.2013
<u>I. EQUITY AND LIABILITIES</u>			
(1) Shareholders' Fund			
(a) Share Capital	2	435,98,000.00	435,98,000.00
(b) Reserve & Surplus	3	-867,27,826.00	-859,92,972.00
(c) Money Received against share warrants		0.00	0.00
(2) Share Application money pending allotment			
		0.00	0.00
(3) Non-Current Liabilities			
(a) Long-Term Borrowings		0.00	0.00
(b) Deferred Tax Liabilities (Net)	4	0.00	0.00
(c) Other Long-Term Liabilities		0.00	0.00
(d) Long-Term Provisions		0.00	0.00
(4) Current Liabilities			
(a) Short-Term Borrowings		0.00	0.00
(b) Trade Payables		0.00	0.00
(c) Other Current Liabilities	5	431,54,222.00	424,04,222.00
(d) Short-Term provisions		0.00	0.00
	TOTAL::	24,396.00	9,250.00
<u>II ASSETS</u>			
<u>(1) Non-current Assets</u>			
(a) Fixed Assets			
(i) Tangible Assets		0.00	0.00
(b) Non-current investments		0.00	0.00
(c) Deferred Tax Assets (Net)		0.00	0.00
(d) Long-term loans and advances		0.00	0.00
(e) Other Non-current assets		0.00	0.00
(2) Current Assets			
(a) Current Investments		0.00	0.00
(b) Inventories		0.00	0.00
(c) Trade Receivables		0.00	0.00
(d) Cash and cash equivalents	6	24,396.00	9,250.00
(e) Short-Term loans and advances		0.00	0.00
	TOTAL::	24,396.00	9,250.00

Significant Accounting Policies

Notes on Financial Statements

1

For and on behalf of the Board of Directors.

As per our annexed report of even date

For D.M.Oza and Associates

Chartered Accountants

Firm Regn. No. : 119407W

Director

Director

D.M. Oza

Proprietor

Date: 30.05.2014

Membership No. 106993

PROFIT & LOSS ACCOUNT

(Amounts in Rs.)

Particulars	Notes	Financial Year Ended 31.03.2014	Financial Year Ended 31.03.2013
I. Revenue From Operations		0.00	0.00
II. Other Income		0.00	0.00
III. Total Revenue (I + II)	TOTAL::	0.00	0.00
IV. Expenses			
Cost of Materials Consumed		0.00	0.00
(Increase) / Decrease in Stock in Trade		0.00	0.00
Employees benefit Expenses		106000.00	92750.00
Financial Costs		0.00	0.00
Depreciation		0.00	0.00
Other Manufacturing Expenses		0.00	0.00
Other Administrative Expenses	7	6,28,854.00	16,74,000.00
Total Expenses	TOTAL::	7,34,854.00	17,66,750.00
V. Profit Before Exceptional and extraordinary Items and Tax (III-IV)		-7,34,854.00	-17,66,750.00
VI. Exceptional Items		0.00	0.00
VII. Profit Before Extraordinary Items And Tax (V-VI)		-7,34,854.00	-17,66,750.00
VIII. Extraordinary Items		0.00	0.00
IX. Profit Before Tax (VII-VIII)		-7,34,854.00	-17,66,750.00
X. Tax expenses:			
Net current Tax		0.00	0.00
Deferred Tax		0.00	0.00
Taxes for earlier years		0.00	0.00
XI. Profit (Loss) for the period		-7,34,854.00	-17,66,750.00
VIII Basic / Diluted Earnings Per Equity Share		-	-

Significant Accounting Policies
Notes on Financial Statements

1

For and on behalf of the Board of Directors.

As per our annexed report of even date
For D.M.Oza and Associates
Chartered Accountants
Firm Regn. No. : 119407W

Director

Director

Date: 30.05.2014

D.M. Oza
Proprietor
Membership No. 106993

CASH FLOW STATEMENT

DESCRIPTION	(Amount in Rs.)	
	2013-14	2012-13
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit / (Loss) before tax	-734854	(17,66,750)
Adjustment for :		
Preliminary expenses written off	0	-
Operating Profit before working Capital Changes	(7,34,854)	(17,66,750)
Adjustment for :		
Loans & Advances	7,50,000	-
Other Current Liabilities	-	37,67,630
Trade Receivable	-	-
Trade Payables	-	-19,96,820
Net Cash Flow from Operating Activities	15,146	4,060
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of Land	-	-
Net Cash Flow from Investing Activities	-	-
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Unsecured Loan	-	-
Net Cash Flow From Financial Activities	-	-
Net Increase / (Decrease) in cash & cash equivalent (A+B+C)	15,146	4,060
Opening Cash & Cash equivalents	9250	5190
Closing Cash & Cash Equivalents	24396	9250

As per our annexed report of even date

For and on behalf of the Board of Directors.

As per our annexed report of even date

For D.M.Oza and Associates

Chartered Accountants

Firm Regn. No. : 119407W

Director

Director

D.M. Oza

Proprietor

Date: 30.05.2014

Membership No. 106993

NOTES FORMING PART OF ACCOUNTS**Note No. 1 to the financial statements for the year ended 31.03.2014**TO & FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2014**1. SIGNIFICANT ACCOUNTING POLICIES FOLLOWED BY THE COMPANY & NOTES ON ACCOUNTS****a. Basis of preparation of Financial Statements:**

The financial statements have been prepared as for a Going Concern on historical cost convention and on accrual method of accounting in accordance with the generally accepted accounting principles and the provisions of Companies Act, 1956.

b. Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation. As informed to us the company has closed down all its operations in 31st July 2005. The Company has sold out its fixed assets. However the assets have been sold off in the previous Year, hence no depreciation has been charged.

c. Inventories:

Inventories are valued at cost or market price whichever is lower. The values of the stock of finished goods have been taken to be nil. In the opinion of the management the stock of finished goods as held has no realizable value.

d. Revenue Recognition:

(i) There are no sales as the working of the company ended w.e.f 31.07.2005

(ii) The claims are accounted for on accrual basis, except Insurance claims, which are accounted for on settled basis.

e. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2. The valuation of inventories consisting of raw material, work in progress, stores and spares parts, packing material and goods in transit, continues to be on the basis of "Cost or Market Price, whichever is lower".

3. CONTINGENT LIABILITIES:

(a) Guarantees issued by Bank on behalf of the company Rs. NIL (Previous year Rs. NIL)

(b) The management has not certified contingent liabilities as on close of the financial year. They have not provided any detail with regard to contingent liabilities towards claims against the company not acknowledged as debt, liability on account of forward exchange contracts, guarantees given on behalf of constituents (i) in India (ii) outside India, acceptance, endorsement and other obligations and other items for which the company may be contingently liable.

4. In the opinion of the Directors, all current assets, debtors, loans and advances have a value on realization in the ordinary course of business at-least equal to the amount at which they are stated in these accounts.
5. Audit Fees of Rs.25,000/- to auditors is for Audit work and certification.

Note No. 2 to the financial statements for the year ended on 31.03.2014

SHARE CAPITAL

PARTICULARS	(in Rs.)	
	AS AT 31.03.2014	AS AT 31.03.2013
(A) Authorised, Issued, Subscribed and paid-up share capital		
Authorised Share Capital		
99000000 Equity Shares of Re. 1/- Each	99000000.00	99000000.00
(Previous Year 9900000 Equity Shares of Rs. 10/- Each)		
10000 Redeemable cumulative Preference Shares of Rs. 100/- each	1000000.00	1000000.00
	1000,00,000.00	1000,00,000.00

Issued, Subscribed & Fully Paid-up Share Capital

40838000 Equity Shares of Re. 1/- Each Fully Paid up	40838000.00	40838000.00
(Previous Year 4083800 Equity Shares of Rs. 10/- Each Fully Paid up)		
2760000 Equity Shares of Re. 1/- each were allotted other than cash	2760000.00	2760000.00
(Previous Year - 276000 Equity Shares of Rs. 10/- each were allotted other than cash)		
	435,98,000.00	435,98,000.00

(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year.

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
No of shares outstanding as at the beginning of the year	43,59,800	43,59,800
Add : Number Of Shares Allotted During The Year As Fully Paid-Up	-	-
* Number of shares outstanding as at the end of the year	435,98,000	43,59,800

* During the year face value of the equity shares has been sub-divided from Rs. 10/- to Re.1/- each. Hence each share holder holding 1 share of Rs.10/- each has received 10 shares of Re.1/- each.

(C) Shares in the company held by each shareholder holding more than 5% shares

SL No.	Name of the shareholder	No. of shares held in the company	% of Shares shares held
1	Achla Gupta	3195900	7.33
2	Arvind Singh	2760000	6.33

Note No. 3 to the financial statements for the year ended on 31.03.2014**RESERVES & SURPLUS**

(in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
General Reserve		
Opening Balances	18571326.00	18571326.00
Add : Addition during the year	0.00	0.00
Closing Balances	185,71,326.00	185,71,326.00
Capital Reserve		
Opening Balances	311750.00	311750.00
Add : Addition during the year	0.00	0.00
Closing Balances	3,11,750.00	3,11,750.00
Revaluation Reserve		
Opening Balances	40814242.00	40814242.00
Less : Depreciation on revalued assets during the year	0.00	0.00
Closing Balances	408,14,242.00	408,14,242.00
Investment allowance (Utilised) Reserve		
Opening Balances	7927812.00	7927812.00
Add : Transferred from Investment Allowance Reserve	0.00	0.00
Closing Balances	79,27,812.00	79,27,812.00
Opening Balance	(153618102.00)	(151851352.00)
Add: Profit/Loss for the year transferred	-7,34,854.00	(1766750.00)
	(154352956.00)	(153618102.00)
	-867,27,826.00	-859,92,972.00

Note: Profit for the year has not been appropriated for the purpose of distribution of dividend and its tax.

Note No. 4 to the financial statements for the year ended on 31.03.2014**DEFERRED TAX LIABILITIES (Net)**

(in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Deferred Tax Liabilities	0.00	7909431.00
Less : Deferred Tax Assets On Account of Gratiuty	0.00	0.00
Less: Liability Taken Over by associate concern 'United Health Care Ltd'	0.00	7909431.00
Deferred Tax Liabilities (Net)	0.00	0.00

Note No. 5 to the financial statements for the year ended on 31.03.2014**OTHER CURRENT LIABILITIES**

(in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Others	43154222.00	42404222.00
	431,54,222.00	424,04,222.00

Note No. 6 to the financial statements for the year ended on 31.03.2014**CASH & CASH EQUIVALENTS**

(in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Cash and Bank Balance	24396.00	9250.00
	24,396.00	9,250.00



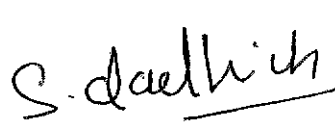
Note No. 7 to the financial statements for the year ended on 31.03.2014**OTHER ADMINISTRATIVE EXPENSES**

(in Rs.)

PARTICULARS	For the year ended	For the year ended
	31.03.2014	31.03.2013
Legal, Professional & ROC Filling Fees	95473.00	150000.00
Audit Fees	25000.00	25000.00
BSE Reinstatement Fee	0.00	1264200.00
Annual Listing Fee	28090.00	33302.00
General & Other Office Exp.	102637.00	91790.00
Depository, RTA & Share Transfer Exp.	51540.00	84708.00
ROC	0.00	25000.00
Printing & stationery	42953.00	0.00
Repairs & Maintenance	24138.00	0.00
Vehicle Expenses	24872.00	0.00
Telephone & Internet Exp.	47648.00	0.00
Bank Charges	2480.00	0.00
Travelling Exp.	42589.00	0.00
Electricity Exp.	19413.00	0.00
Postage & Courier Exp.	32671.00	0.00
Conveyance	19436.00	0.00
Other Office Exp.	64914.00	0.00
Website Exp.	5000.00	0.00
	TOTAL::	16,74,000.00
	6,28,854.00	16,74,000.00

FORM A

Format of covering letter of the annual audit report to be filed with the stock exchanges

1.	Name of the Company	M.P.Polypropylene Limited
2.	Annual financial statements for the year ended	31 st March 2014
3.	Type of Audit observation	Un-qualified
4.	Frequency of observation	NA
5.	To be signed by-	
	Managing Director	 Dinesh Kumar Chouhan
	Auditor of the company	<p align="center">For D M Oza & Associates Chartered Accountants Membership No. 106993</p>  Deepak M Oza Proprietor
	Audit Committee Chairman	 Sharad Dadhich