



NOTICE:

Notice is hereby given that the 31st Annual General Meeting of Deccan Polypacks Limited will be held on Tuesday the 29th day of December, 2015 at 11.00 AM at the Registered Office of the Company situated at Sy. No: 142A, IDA Bollaram, (Via) Miyapur, Narsapur Taluk, Jinnaram Mandal, Medak District, Telangana to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 2015, Audited Balance Sheet and the Cash Flow Statement as at that date and the Reports of the Director's and Auditor's thereon.
2. To appoint a Director in the place of Sri K Gopal, (Holding DIN No : 00306607) who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in the place of Sri N V S Rao, (Holding DIN No : 02143781) who retires by rotation and being eligible offers himself for re-appointment.
4. To consider and if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution :
" RESOLVED THAT M/S Bhaskara Rao & Co., Chartered Accountants, Hyderabad, having Firm Registration No : 000459S allotted by The Institute of Chartered Accountants of India, be and are hereby appointed as statutory auditors of the Company to hold office , from the conclusion of this annual general meeting for three consecutive years of the first term of five consecutive years, subject to ratification at every annual general meeting, on such remuneration, as may be fixed in this behalf by the board of directors of the Company".

SPECIAL BUSINESS :

5. **To consider and if thought fit, to pass with or without modification the following resolution as Ordinary Resolution :**
" RESOLVED THAT Kum R Rama Devi (Holding DIN No : 00280075) who was appointed as Additional Director of the Company at the Board Meeting held on 30.03.2015 and who in terms of Section 161(1) and any other applicable provisions

of the Companies Act, 2013 holds office upto the date of Annual General Meeting and in respect of whom the Company has received a notice pursuant to the provisions of Section 152 of the Companies Act, 2013 along with the requisite deposit proposing the candidature of Kum. R Rama Devi for the office of the Director be and is hereby appointed as Director of the Company liable to retirement by rotations".

6. **To consider and if thought fit, to pass with or without modification the following resolution as Ordinary Resolution :**

" RESOLVED THAT pursuant to the provisions of Sections 149,150,152 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or enactment thereof for the time being in force Sri D R S P Raju (Holding DIN No: 00306612) Director of the Company who ceased to be Managing Director with effect from 05.08.2014 and continued to be Director be and is hereby appointed as Director whose office shall be liable to retirement by rotation".

7. **To consider and if thought fit, to pass with or without modification the following resolution as Special Resolution :**

"RESOLVED THAT pursuant to the provisions of Sections 196,197,203 and all other applicable provisions of the Companies Act, 2013 (including any statutory modifications or enactment thereof for the time being in force) and subject to the limits specified in Schedule V of the Act, 2013 consent be and is hereby accorded to the re-appointment of Sri D V Prudvi Raju, (Holding DIN No : 03024648) as Whole Time Director for a period of Three Years with effect from 09.02.2015 and payment of remuneration on the following terms and conditions".

- I. Salary Rs 50,000/- per month in the grade Rs 50,000-3,000-56,000
- II. Perquisites and allowances :

1. Housing

- a) The expenditure incurred by the Company on hiring accommodation for the Whole Time Director shall be subject to a ceiling of 60% salary over and above 10% payable by the Whole Time Director himself.

- b) Where accommodation is provided in a Company owned house, the Whole Time Director shall pay to the Company by way of rent 10% of the salary.
- c) Where the Company does not provide accommodation to the Whole Time Director House Rent Allowance may be paid by the Company in accordance with (a) above.
- d) The expenditure incurred by the Company on gas, electricity, water and furnishing will be valued as per the Income-Tax Rules, 1962. This will however, be subject to a ceiling of 10% of salary of the Whole Time Director.

II. Medical Reimbursement

Expenses incurred for self and family subject to a ceiling of one month's salary per year.

III. Leave Travel Concession

For self and family once in year in accordance with rules specified by the Company.

- IV. Fees of Clubs subject to a maximum of two clubs, admission and life membership fees not being allowed.
- V. For an amount the annual premium of which does not exceed Rs 2,000/-

OTHER PERQUISITES :

- I. Company's contribution towards Provident Fund as per the rules of the Company.
- II. Company's contribution towards Pension / Superannuation Fund as per the rules of the Company. Such contribution together with the contribution to the Provident Fund shall not exceed limits prescribed in the Income-Tax Act, 1961.
- III. Gratuity-payable in accordance with an approved scheme and shall not exceed one half month's salary for each completed year of service.

Contribution to Provident Fund and Superannuation Fund to the extent they are exempted under the Income-Tax Act, 1961 and encashment of leave at the end of tenure will not be included in the computation of the ceiling on perquisites. Provision of car for use on Company's business and telephone at residence will not be considered as perquisites. All long distance personal calls shall be duly logged and paid for by the Whole Time Director.

Earned / Privilege Leave – on full and allowances as per rules of the Company. "Leave accumulated but not availed of during his tenure may be allowed to be encashed as per the rules of the Company".

" FURTHER RESOLVED THAT in the event of any loss or in adequacy of profits in any financial year during his tenure, the Company shall pay Sri D V Prudvi Raju, the remuneration by way of salary, perquisites or any other allowance as specified above and in accordance with the limits specified under the Companies Act,2013 read with Schedule V to the Companies Act,2013 or such other limits as may be prescribed by the Government from time to time in this regard, as minimum remuneration".

" FURTHER RESOLVED THAT the Board be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, appropriate and desirable to give effect to this resolution".

8. To consider, and if thought fit, to pass, with or without modifications, the following resolution as Special Resolution :

" RESOLVED THAT the consent of the Company pursuant of the provision of Section 13 of the Companies Act, 2013 be and is hereby given to partially amend Clause I of III (A) of the main objects of the Memorandum of Association of the Company to read as follows :

To carry on the business as promoters, producers, manufacturers, buyers, sellers, dealers, importers, exporters, traders, agents in all kinds of plastics including High Density Polyethylene, Polypropylene, fabrics , blended fabrics, woven sacks of all types and descriptions and products of HMHD/LDPE/LLDPE film, injection moulding, blow moulding, corrugated boxes, sheets, paper bags, boxes, sheets made of tin, polyester film, nylon, plastic lenses, engineering plastics and all types of containers and packing materials.



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

“RESOLVED THAT the consent of the Company pursuant of the provision of Section 180(1)(a) of the Companies Act, 2013 be and is hereby given to the Board of Directors to sell, lease or otherwise dispose off the whole or substantially the whole of the undertaking of the Company on such terms and conditions and stipulations as the Board may in its discretion deem fit and in the interest of the Company”

On behalf of the Board.
for **DECCAN POLYPACKS LIMITED**

Place : Hyderabad
Date:13.11.2015

D V. Prudvi Raju
Whole Time Director

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company.
2. Proxy, in order to be effective must be deposited at the Company's Registered Office at Sy. No : 142A, IDA Bollaram, (Via) Miyapur, Jinnaram Mandal, Narsapur Tq., Medak Dist. Telangana not less than 48 hours before the time for holding the meeting.
3. The members are requested to please forward all the correspondence relating to transfers, change of address, requests for dematerialization of shares and all matters pertaining to shares to the Registrars and Transfer Agents M/s Karvy Computershare Private Limited, Karvy Selenium Tower B, Plot No : 31-32, Gachibowli, Financial District, Nanakaramguda, Hyderabad – 500 032, Telangana.
4. The Register of members and share transfer books of the Company will remain closed from 23.12.2015 to 29.12.2015 (both days inclusive).
5. The explanatory statement for special business mentioned in the notice is annexed as per the provisions of Section 102(1) of the Companies Act, 2013.

6. Pursuant to Section 108 of the Companies Act,2013 read with 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 31st Annual General Meeting, “AGM” by electronic means and the business may be transacted through e-voting services provided by Karvy Computershare Pvt Ltd , “KARVY”>

It may be noted that this e-voting facility is optional. The e-voting facility will be available at the link <https://evoting.karvy.com> during the following voting period.

Commencement of e-voting : from 9.00 AM IST on 25.12.2015 to 5.00 PM IST on 28.12.2015

7. E-Voting shall not be allowed beyond 5.00 PM on 28.12.2015. During the e-Voting period, shareholders of the Company, holding shares in physical form or in dematerialized form as on 22.12.2015 may cast their vote electronically.
8. The login ID and password for e-voting along with process, manner and instructions for e-voting is being sent to the members who have not registered their email IDs with the Company / respective depository participants along with physical copy of the Notice. Those members who have registered their email IDs with the Company / their respective Depository Participants are being forwarded the login ID and password for e-voting along with process, manner and instructions by e-mail.
9. The Company has appointed Mr V B S S Prasad, Practicing Company Secretary, (FCS NO 4605) as Scrutinizer for conducting the e-voting process for the Annual General Meeting in a fair and transparent manner.
10. The Scrutinizer shall within a period not exceeding three working days from the conclusion of the e-voting period unlock the votes in the presence of atleast two witnesses not in the employment of the Company and make Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman / Whole Time Director of the Company.

On behalf of the Board.
for **DECCAN POLYPACKS LIMITED**

Place : Hyderabad
Date:13.11.2015

D V. Prudvi Raju
Whole Time Director

ANNEXURE :

Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of special business.

ITEM NO : 5

Kum R Rama Devi is Non-executive Independent Director. She was appointed as additional Director of the Company at the Board Meeting held on 30.03.2015 and holds office till the conclusion of the ensuing Annual General Meeting. Kum. R Rama Devi is AMIE from Institution of Engineers, Kolkata and MBA from ICFAI University and has 18 years experience in the packaging industry and in HVAC Industry. The Board considers that her appointment as Director would be of immense benefit and the Company could avail her rich experience. Accordingly, the Board recommends the resolution for her appointment as an Independent Director for the approval of the shareholders. Except Kum R Rama Devi none of the Directors and Key Management Personnel of the Company and their relatives is concerned, interested, financial or otherwise. The explanatory statement may also be regarded as a disclosure under 49 of the listing agreement with the Stock Exchange.

ITEM NO : 6

Sri D R S P Raju was appointed as Managing Director at the Annual General Meeting of the Company held on 29.09.2011 for a period of 5 years till 30.09.2016. At the Board Meeting held on 14.08.2014, Sri D R S P Raju resigned from the position of Managing Director due to pre-occupations and continued to be a Director of the Company. It is proposed to appoint Sri D R S P Raju as Director whose office is liable to retirement by rotation. A notice has been received from a member proposing Sri D R S P Raju as candidate for the office of Director together with requisite deposit. The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail his services as Director. The Board recommends the appointment of Sri D R S P Raju as Director for the approval by the shareholders of the Company. Except Sri D R S P Raju being the appointee and Sri D V Prudvi Raju being a relative, none of the Directors / Key Management Personnel / their relatives is concerned or interested. This explanatory statement may be regarded as a disclosure under Clause 49 of this listing agreement with the Stock Exchange.

ITEM NO : 7

The existing term of Sri D V Prudvi Raju, as Whole Time Director expires on 08.02.2015. The Board of Directors at their meeting held on 29.05.2015 have reappointed Sri D V Prudvi Raju as Whole Time Director for the period of Three Years with effect from 09.02.2015, subject to the approval of the shareholders. The Directors Nomination and Remuneration Committee at its meeting held on 29.05.2015 has passed resolution recommending the appointment and payment of remuneration to Sri D V Prudvi Raju, as Whole Time Director as per the terms mentioned in the notice subject to the approval of the Shareholders. Your Directors are of the view that the re-appointment of Sri D V Prudvi Raju, Whole Time Director will be in the interest of the Company and its members and accordingly commend the resolution for your approval. Sri D V Prudvi Raju holds 134898 equity shares as on 29.05.2015. Sri D R S P Raju being relative of Sri D V Prudvi Raju is interested in this resolution. No other Director / Key Management personnel / their relatives are interested in this resolution. The explanation together with the accompanying notice may be treated as on abstract under section 190 of the Companies Act, 2013.

ITEM NO : 8

The Company is presently engaged in the business of manufacture and sale of products made of plastic and mainly caters to the packing requirements of the Cement, fertilizers, food grains industry. It is proposed to venture into manufacture of corrugated boxes, sheets, paper bags, boxes, containers made of tin to cater to the packing requirements of other goods and consumables. Considering the present growth in the packaging industry especially the corrugated boxes, sheets, tin etc the Company is confident of improving the overall performance of the Company. Hence it is proposed to partially amend the existing object clause to enable the Company to take up the new line of business activity. In terms of Section 13 of the Companies Act, 2013 approval of the members is required to amend the objects clause. The Directors commend the resolution for the approval of the shareholders. None of the Directors are interested in the resolution.

ITEM NO : 9

The existing plant and machinery has become old resulting low production and increase in cost of repair

and maintenance. The Company is desirous of replacing the existing machinery to improve the production. Considering the present market scenario for its products it is re-thinking on the investment in the new machinery. Alternately the Company is also exploring the proposal to identify prospective investor who could take the plant and machinery on lease or sale including land and buildings. In terms of section 180(1)(a) of the Companies Act, 2013 approval of the members is required to proceed with the proposal for lease and or sale of the undertaking. The Directors commend the resolution for the approval of the shareholders. None of the Directors are interested in the resolution.

On behalf of the Board.
for **DECCAN POLYPACKS LIMITED**

Place : Hyderabad
Date:13.11.2015

D V. Prudvi Raju
Whole Time Director

DIRECTORS' REPORT

Your Directors have pleasure in presenting their 31st Annual Report together with the Audited Accounts and Cash Flow Statements for the year ended 31st March 2015.

The financial results for the year ended 31st March 2015 are summarized below.

Particulars	(Rs. in Lakhs)	
	2014-15	2013-14
Income from operations	183.27	2277.50
Gross Profit	(-) 1369.01	36.50
Interest	145.12	214.62
Depreciation	21.86	30.91
Profit/(Loss) before taxation	(-)1535.99	(-)209.04
Deferred Tax(Liability)/Asset	(-) 18.66	48.74
Current tax	-	-
Net Profit/(Loss)After Taxation	(-)1554.65	(-) 160.29
Balance brought forward	20.56	180.85
Balance carried to		
Balance Sheet	(-) 1534.09	20.56

1. Operations

The overall performance of the Company in terms of sales and turnover has been low in comparison with the previous year. During the year the under report the Company has incurred net loss of Rs 1554.65 Lakhs in comparison with net loss of Rs 160.29 Lakhs in the previous year. During the year the operations continued during the first quarter only and the production recorded was 99 MTs. Since the production was suspended with effect from 15th July 2014, the production figures and capacity utilization figures are not comparable with the previous year. The production was suspended due to increase in the prices of raw material and fall in the selling price of the finished goods due to stiff competitions.

2. Erosion of Networth :

As on 31.03.2015 the net worth of the Company is 100% eroded and Company has become sick company under the provisions of the Sick Industrial Companies(Special Provisions) Act, 1985 (SICA). The Company would take steps to file report to the Board for Industrial and Financial Reconstruction (BIFR) in terms of the provisions of SICA.

3. Future Outlook

The Company is exploring options for revival including sale of the undertaking. The update status will be informed to the shareholders.

4. Disclosure as per Listing Agreement :

Clause 43 :

The Company's shares are listed on the Bombay Stock Exchange Ltd., P J Towers, Dalal Street, Fort, Mumbai . It is further informed that the listing fees for the year 2015-2016 has not been paid to the exchange due to shortage of funds and stoppage of operations.

5. Meetings of the Board of Directors :

During the year ended March 31st 2015, Six Board Meetings were held. The dates on which the Board Meetings were held are 29.05.2014, 14.08.2014, 26.09.2014,11.11.2014,09.02.2015 and 30.03.2015.

6. Statement on Declaration given by Independent Directors under Section 149(6)

The Independent Directors have submitted the declaration of independence as required pursuant to Section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in Section 149(6).

7. Nomination and Remuneration Committee

The Nomination and Remuneration Committee consists of the following directors namely Sri K Goapl, Sri N S B Reddy and Sri N V S Rao.

Brief description of terms of reference :

- Carry on the evaluation of every director's performance.
- Formulation of criteria for determining qualification, positive attributes and independence of a Director.
- Recommend policy to the Board relating to remuneration of the directors, key managerial personnel and other employees.
- Devising a policy on board diversity
- Any other matter as the board may decide from time to time.

Nomination and Remuneration Policy :

The objective of the policy :

- Lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors and persons who may be appointed as key managerial persons and to senior management positions.

- b) To provide reward directly linked to their effort, performance, dedication and achievement relating to company's operations.
- c) To retain, motivate, promote talent to ensure long term sustainability of talented managerial persons and create competitive advantage.
- d) Determine remuneration based on company's size and financial positions and trends and practices.

8. Particulars of Loans, Guarantees and Investments under Section 186

The Company has not given any loan, or guarantee, or provided any security in connection with a loan to any other body corporate or person during the financial year.

9. Particulars of contracts or arrangements with related parties referred to in Section 188(1) :

The particulars of contracts or arrangements with related parties referred to Sec 188(1) is prepared in Form NO. AOC-2 pursuant to Sec 134(3)(h) of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014 and the same is enclosed as Annexure – 2 to this report.

10. Extract of Annual Return :

The extract of Annual Return is prepared in Form MGT-9 as per the provisions of Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014 and the same is enclosed as Annexure -3 to this report.

11. Corporate Governance

The Company has implemented the Corporate Governance Code during the year under report. A detailed report is enclosed and forms part of this Annual Report.

12. Directors Responsibility Statement

The Board of Directors of the Company hereby declares and states that :

- a) In the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31.03.2015 and of the loss of the Company for the period ended 31.03.2015

- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) the Directors have prepared the annual accounts on a going concern basis.
- e) The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively..
- f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

13. Energy, Technology and Foreign Exchange

Additional information on conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required to be disclosed in terms of section 134(M) read with Companies (Accounts) Rules 2014) is as per annexure 1 hereto and forms part of this report.

14. Risk Management Committee :

Risk Management Committee consists of the following Directors :

- a) Sri K Gopal
- b) Sri D R S P Raju
- c) Sri D V Prudvi Raju

Risk Management Policy :

The Company has taken steps to mitigate the following risks

Raw Material Price :

Ours is a high volume manufacturing industry wherein the main raw material is PP / HDPE granules which are available indigenously and by imports. The raw materials are subject to frequent changes as their prices depend on petroleum products. The prices are closely monitored and depending on the requirement the stocks are maintained.

Competition and price pressure :

Our being a packing industry there are many players and there is severe competition and price cutting indulged by competitors. Action of one player is followed by other to either increase market share or offer low price to retain the volumes.

Foreign Currency Risks :

The Company's exposure to foreign currency is low. Majority purchase of raw materials through domestic market. The export volumes are low. The impact of foreign exchange fluctuation is almost negligible considering the volume of transactions in foreign currency.

15. Statutory Auditors

The Company, in terms of Section 139(1) and (2) of the Act 2013, is required to appoint statutory auditors for a term of five consecutive years i.e. till the conclusion of sixth annual general meeting and ratify their appointment, during the period, in every annual general meeting by an ordinary resolution.

The period for which any firm has held office as auditor prior to the commencement of the Act 2013 will be taken into account for calculating the period of five consecutive years, as per the fourth provision to Section 139(2) of the Act 2013 read with Rule 6(3) of the Companies (Audit and Auditors) Rules, 2014.

M/s M.Bhaskara Rao & Co., Chartered Accountants, Hyderabad who were earlier appointed as statutory auditors of the Company, at the annual general meeting held on 26th September, 2014, are eligible to be appointed for the remaining period of three years out of the first term of five consecutive years in terms of the Act 2013.

The Company has obtained necessary certificate under Section 141 of the Act 2013 from the auditor conveying their eligibility for the above appointment. The audit committee and board reviewed their eligibility criteria, as laid down under Section 141 of the Act 2013 and recommended their appointment as auditors for the aforesaid period.

16. Board of Directors

Sri K Gopal, Director is liable to retire by rotation at this Annual General Meeting and being eligible, offers him for re-appointment.

Sri N S B Reddy, Director ceased to be Director of the Company with effect 29.05.2015 consequent upon his resignation.

Sri N V S Rao, Director is liable to retire by rotation at this Annual General Meeting and being eligible, offers him for re-appointment.

Sri D R S P Raju, Director who ceased to be Managing Director and continued to be Director, his appointment as Director liable to retirement by rotation is being placed for approval of the members at the meeting.

Re-appointment of Sri D V Prudvi Raju, Whole Time Director is proposed at the ensuing Annual General Meeting since his term expired on 08.02.2015.

17. Directors and Key Management Personnel who were appointed or have resigned during the year

Sri K Gopal, Sri N S B Reddy and Sri N V S Rao were appointed as independent directors to hold office for a term of 5 years at the Annual General Meeting held on 26.09.2014.

Sri D R S P Raju, Managing Director resigned as Managing Director at the Board Meeting held on 14.08.2014 however he continues to be Director.

Kum. R Rama Devi was appointed as Additional Director (independent Women Director).

18. Secretarial Audit Report

Copy of the report of Sri V.B.S.S Prasad, Practicing Company Secretary (CP No : 4605) for the year under report in Form MR-3 is attached as Annexure 4 to this report. There are no qualifications in the Secretarial Report.

19. Particulars of appointment and remuneration of Managerial Personnel :

The statement of particulars of Appointment and Remuneration of Managerial Personnel in terms of Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules , 2014 is enclosed as Annexure 5 to this report.

20. Insurance :

All properties and insurable interests of the Company including building, plant and machinery and stocks have been fully insured.

21. Change in nature of Business :

There is no change in the Companies nature of business during the financial year ending 31.03.2015 except that the production / operations continues to be suspended since 15th July 2014.

22. Internal Control System and their adequacy :

Considering the size of business and nature of operations and internal control systems and procedure

adopted and reviewed periodically by the Board and Audit Committee the existing control systems are adequate.

23. Significant and Material orders passed by Regulators :

No such orders have been received during the year under report.

Material changes and commitments :-

There are no material changes and commitments in the business operations of the Company during the year under report except that the production continues to remain suspended since 15th July 2014.

24. Policy on Sexual Harrasment :

The Company has no women employee in the employment of the Company. The Company is in the process of framing and formulating policy on sexual harassment at workplace in accordance with Sexual Harassment of Women at workplace (Prevention, prohibition and Redressal) Act, 2013. During the year under report the Company has not received any complaints pertaining to Sexual Harassment.

25. Acknowledgements

The Board expresses its grateful thanks to the State Bank of India, State Bank of Hyderabad, various departments of the State and Central Government, customers, vendors and shareholders for their valuable support to the company, staff and employees.

On behalf of the Board.
for **DECCAN POLYPACKS LIMITED**

Place : Hyderabad
Date:29.05.2015

D V. Prudvi Raju
Whole Time Director

CORPORATE GOVERNANCE REPORT

I. The Corporate Governance Code

The Company is implementing the Corporate Governance Code as per the guidelines issued by the Stock Exchange. The Company has consistently practiced good corporate governance. The Company creates an environment for the efficient conduct of the business and to enable management to meet its obligations to all its stakeholders, including amongst others, customers, employees and the community in which the Company operates.

II. Board of Directors (“Board”)

The Board comprises of (Seven) Directors of whom two are executive, and five are non-executive directors. Out of the five non-executive directors four are Independent Directors and one is non-executive and promoter and the Chairman of the Board is a Non-Executive

a) Composition of the Board

Name of the Director	Status
Sri K Gopal	Independent & Non-Executive - Chairman
Sri D R S P Raju	Non Executive & Promoter
Sri G V S Raju	Director (Commercial) & Executive
Sri D V Prudvi Raju	Whole Time Director & Executive
Sri N S B Reddy	Independent & Non Executive
Sri N V S Rao	Independent & Non Executive
Kum. R Rama Devi	Independent & Non Executive

b) Disclosure of relationships between Directors Inter Se :

Sl.No.	Name of the Director	Nature of relationship to (Name of the Director)
1.	Sri D R S P Raju	Father of D V Prudvi Raju
2.	Sri K Gopal	Nil
3.	Sri N S B Reddy	Nil
4.	Sri G V S Raju	Sister’s Husband (Sri D R S P Raju)
5.	Sri N V S Rao	Nil
6.	Sri D V Prudvi Raju	Son of Sri D R S P Raju
7.	Kum. R Rama Devi	Nil

c) Board Meetings :

The meetings of the Board of Directors are held at the City Office / Registered Office of the Company at Hyderabad / Bollaram (factory site) and agenda for which is circulated atleast 7 days in advance. Senior Management of the Company is invited to attend the Board Meetings, to make presentations and provide clarifications as and when required. The Board meets at least once a quarter to review the quarterly performance and financial results.

d) Number of Board Meetings

During the year from 1st April 2014 to 31st March 2015 the Board met Six times on the following dates.

Sl.No	Date	Board Strength	No. of Directors present
01	29.05.2014	6	6
02.	14.08.2014	6	5
03.	26.09.2014	6	5
04.	11.11.2014	6	5
05.	09.02.2015	6	5
06.	30.03.2015	7	5

e) Attendance of Directors

Name of the Director	No. of Board Meetings held	No. of Board Meetings attended	Attendace at the last Annual General Meeting	No. of Directorships in other Board as on 31.03.2015	No. of memberships in other Board Committees as on 31.03.2015
Sri K Gopal	6	6	Yes	2	Nil
Sri D R S P Raju	6	6	Yes	5	Nil
Sri G V S Raju	6	6	Yes	1	Nil
Sri N S B Reddy	6	6	Yes	Nil	Nil
Sri N V S Rao	6	1	No	Nil	Nil
Sri D V Prudvi Raju	6	6	Yes	1	Nil
Sri R Rama Devi	-	-	-	-	-

III. Committees of Directors :

The Board has constituted Committees which comply with the requirements of Clause 49 of the Listing Agreement with the Stock Exchange

a: Audit Committee

- i) The Audit Committee was reconstituted at Board Meeting held on 26.09.2014. The committee comprises of the following non-executive members of the Board

1. Sri K Gopal	-	Chairman
2. Sri D V Prudvi Raju	-	Member
3. Sri N S B Reddy	-	Member
4. Sri N V S Rao	-	Member
5. Sri D R S P Raju	-	Member

During the year 1st April 2014 to 31st March 2015 the committee had four meetings.

Sl. No	Date
1	29.05.2014
2	14.08.2014
3	11.11.2014
4	09.02.2015

- ii) Attendance of the Directors in the Audit Committee Meeting :

Name of the Director	No. of Meetings held	No. of meetings attended
Sri K Gopal	4	4
Sri N S B Reddy	4	4
Sri N V S Rao	4	1
Sri D V Prudvi Raju	4	4
Sri D R S P Raju	2	2

ii) Terms of reference:

The Audit Committee has powers to investigate any activity within its terms of reference, seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary. The terms of reference of the Audit Committee also include the following :

- 1) Overseeing of the company's financial reporting process and the disclosure of the financial information to ensure that the financial statements are correct, sufficient and credible.
- 2) Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other service.
- 3) Reviewing with management the annual financial statements before submission to the Board, focusing primarily on :
 - a) Any changes in accounting policies and practices
 - b) Major accounting entries based on exercise of judgment to management.
 - c) Qualifications in draft audit report
 - d) Significant adjustments arising out of audit
 - e) The going concern assumption
 - f) Compliance with accounting standards
 - g) Compliance with stock exchanges and legal requirement concerning financial statements.
 - h) Any related party transactions.
- 4) Reviewing with the management, external and internal auditors, the adequacy of internal control system.
- 5) Reviewing the adequacy of internal audit function, Structure, coverage and frequency of internal audit.
- 6) Discussion with internal auditors on significant findings and follow up thereon.
- 7) Reviewing the findings of any internal investigations by the Internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- 8) Discussions with external auditors before the audit commences, nature and scope of audit as well as post audit discussion to ascertain any area of concern.
- 9) Reviewing the company's financial and risk management Policies
- 10) To look into the reasons for substantial defaults in the payment to the depositors, debenture holder, shareholders (in case of non-payment of declared dividends) and creditors.
- 11) Such other matters as may be entrusted to the committee from the time to time.

b) Share Transfer Committee

The Committee comprises of the following members of the Board.

Sri D R S P Raju - Chairman
Sri D V Prudvi Raju - Member (wef 14.11.2012)

Terms of Reference :

The Share Transfer Committee ratifies transfer of shares, deals with split and consolidation of shares, issue of duplicate shares etc.

Attendance of Directors in the Share Transfer Committee Meetings :

The Share Transfer Committee met 10 (Ten) times during the year ended 31st March, 2015

The attendance for the meetings are as stated below :

Name of the Director	No. of meetings held	No. of meetings attended
Sri D R S P Raju	10	10
Sri D V Prudvi Raju	10	10

Number of shares pending for transfer : Nil

c) **Shareholders Grievances Committee :**

The committee comprises of following members Sri D R S P Raju, Sri K Gopal, Chairman and Sri D V Prudvi Raju (w.e.f. 11.02.2013) . The terms of reference to the committee to look into investor complaints such as non-receipt of Balance Sheet, transfer of shares, non- receipt of declared dividend etc.

Details of Investors letters / Complaints received during the year ended 31st March, 2015.

S.No.	Nature of Letter / Complaints	Received	Disposed	Pending
1.	Non-receipt of share certificates after transfer / exchange / sub-dividend / consolidated /dupliccate transfer and transmission	---	----	---
2.	Miscellaneous and others change of address, old share certificates and mandate etc.	---	----	---

All the complaints / letters received during the financial year were replied / resolved to the satisfaction of the shareholders and there are no complaints pending as on 31st March, 2015

d) **Nomination and Remuneration Committee:**

- a) Sri K Gopal - Chairman
b) Sri N S B Reddy - Member
c) Sri N V S Rao - Member

During the year 1st April 2014 to 31st March 2015, one meeting of the Committee was held.

Terms of Reference:

To fix the remuneration payable to Key Managerial Personnel evaluate the performance of Director, determine educational qualification and such other matters as may be entrusted from time to time.

e) **Risk Management Committee :-**

The Committee was constituted at the Board Meeting of the Company held on 30.03.2015 with the following members

- a) Sri K Gopal
b) Sri D R S P Raju
c) Sri D V Prudvi Raju

Terms of Reference

The committee is evaluate and advise on various types of risks the business is exposed and the measures to mitigate the risks.

f) **Details of remuneration paid to the Directors during the Financial Year from 1st April, 2014 to 31st March,2015**

Executive Directors

Name	Salary	Perquisite	Comm.	Date of Appointment	Date of expiry
Sri D R S P Raju	4,00,000	2,40,000	-	01.10.2011	05.08.2014 Ceased to be MD on resignation and continued to be Director
Sri G V S Raju	6,00,000	3,60,000	-	01.10.2014	30.09.2016
Sri D V. Prudvi Raju	6,00,000	3,60,000	-	08.02.2015	07.02.2018

Non-Executive Directors:

Name	Sitting Fee (Rs.)	No. of Shares
Sri K Gopal	13,750.00	Nil
Sri N S B Reddy	13,750.00	Nil
Sri N V S Rao	3,750.00	Nil
Sri D R S P Raju	7,500.00	138638

No remuneration is paid to the non-executive Directors except sitting fees.

IV. Subsidiary Company

There is no Subsidiary Company.

V. Code of Conduct

- The Company has evolved a code of conduct for the Directors and Senior Management Personnel of the company which has been affirmed for adherence.
- Steps have been taken to post the same on the Company website.

General Body Meetings :

- The last three Annual General Meetings of the company were held as under :

FINANCIAL YEAR	Date	Time	Place
2011-2012	28.09.2012	11.00 AM	Registered Office : Sy No : 142A, IDA Bollaram (Village Road) , Via Miyapur, Jinnaram Mandal, Medak Dist. Telangana
2012-2013	27.09.2013	11.00 AM	Registered Office : Sy No : 142A, IDA Bollaram (Village Road) Via Miyapur, Jinnaram Mandal, Medak Dist. Telangana
2013-2014	26.09.2014	11.00AM	Registered Office : Sy No : 142A, IDA Bollaram (Village Road) Via Miyapur, Jinnaram Mandal, Medak Dist. Telangana

- All the resolutions as set out in the respective notices were passed by the shareholders. No special resolutions were passed through postal ballot.

Disclosures:

The pecuniary disclosure with regard to interested Directors.

- Disclosures on materially significant related party transactions of the Company of material nature with the promoters, the Directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interest of the Company at large.

None of the transactions with any of the related parties were in conflict with interests of the Company.

- Details of non-compliance by the company, penalties, structures imposed on the company by the stock exchange or SEBI or any statutory authority on any matter related to capital markets during the last three years.

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

c) Whistle Blower Policy

The company has made known to all its employees about the policy. It is affirmed that no personnel has been denied access to the Audit Committee.

- The Whole Time Director has given a certificate to the Board as per Clause 49 of the Listing Agreement.

- Compliance of Non-Mandatory Clause

- Constituted a Remuneration Committee.

- Board has noted the other non-mandatory requirements and is taking steps for its implementation.

Means of Communications

- a) Quarterly / half yearly financial results of the company is forwarded to Bombay Stock Exchange, Mumbai and published in Business Line and Andhra Prabha. Half Yearly report is not sent to each household of shareholders as the results are published in the newspapers.
- b) The results or official news were not displayed in any website.
- c) Company has not made any presentations to any institutional investors / analysts during the year.
- d) All terms required to be covered in the Management Discussions & Analysis have been included in the Directors Report to the members.
- e) Company e-mail id : hyd2_dpl@sancharnet.in / deccanpoly@gmail.com

General Shareholders Information :

- a) Annual General Meeting
 - Date : 29th December, 2015
 - Time : 11.00 AM
 - Venue : Sy.No : 142A, IDA Bollaram (Via) Miyapur, Jinnaram (M) Medak Dist. Telangana.
- b) Financial Calendar : 1st April 2014 to 31st March 2015
- c) Date of Book Closure : 23.12.2015 to 29.12.2015
- d) Registered Office & Works : Sy No: 142A, IDA Bollaram (Via) Miyapur, Jinnaram (M) Medak Dist. Telangana
- e) Listing on Stock Exchanges : Bombay Stock Exchange Ltd P J Towers, Dalal Street, Fort, Mumbai
- f) Code : BSE-531989
- g) Market Price Data on Bombay Stock Exchange :

Month	High	Low	Month	High	Low
April	9.50	9.03	October	7.22	6.16
May	8.58	6.03	November	7.80	6.69
June	9.40	5.85	December	6.65	6.32
July	10.33	8.39	January 2015	6.32	4.01
August	11.02	9.98	February	4.01	3.81
September	9.80	7.60	March	9.50	9.50

- h) Share transfer System :

The company has appointed M/s Karvy Computershare Private Limited as the Registrar and Share Transfer Agents w.e. f 16.07.2011. The shareholders are requested to correspond with the Registrar and Share Transfer Agents at their address mentioned hereunder :

Karvy Computershare Private Limited
Karvy Selenium Tower B, Plot 31-32, Gachibowli
Financial District, Nanakramguda, Hyderabad - 33
Email Id: chandrasekhar.r@karvy.com
Phone No: 040-67161606

i) Distribution of shareholding as on 31.03.2015

S.No.	Category	No. of Shares held	Percentate of shareholding
1.	Promoters	1169691	55.30
2.	Mutual Funds	-	-
3.	Banks, Fin. Inst. Co, (Central/State Govt. Inst. Non Govt Int. (IDBI)	-	-
4.	Private Corp. Bodies	67586	3.20
5.	NRI/OCBs	2757	0.13
6.	Indian Public	874966	41.37
	Total	2115000	100.00

j) The company has not issued any of the instruments like GDR's /ADR's / warrants or any convertible instruments.

k) **Dematerialized of shares**

As on 31.03.2015 the company has dematerialized 1130835 shares representing 53.47 of total paid up share capital.

National Securities Depositories Limited	-	988760 shares
Central Depository Services Limited	-	142075 shares

l) **Address for correspondence**

Shareholders are requested to correspond at the Registered Office of the company at Sy. No : 142A, IDA Bollaram, (Via) Miyapur, Jinnaram Mandal, Narsapur Tq., Medak Dist. AP. Also the shareholders may correspond to Mr D V Prudvi Raju, Whole Time Director at the following email ID deccanploy@gmail.com

Management discussion and Analysis Report

Management Discussion and analysis report on the business of the company as applicable and to the extent relevant is given below :

The Company is engaged in the manufacture of HDPE/PP Woven sacks/fabric, film covers, HMHDPE / LDPE bags, which is alternate packing medium in comparison with jute or paper bags. These bags are mainly preferred by cement and fertilizer companies due to low cost, good external appearance, long shelf life, easy to handle, moisture resistance etc. In addition, the woven sacks are used for packing composite manure, food grains, chemicals and poultry products in the domestic markets. The company markets its products in the domestic market directly to the end user customers. The company has established its presence in the exports market also but in recent times has reduced its presence in the export market and mainly focused in the domestic market. Polypropylene and Polyethylene the main raw materials are available indigenously as well as through imports. The prices of the raw materials are announced, by indigenous suppliers at the beginning of the month depending upon the international prevailing prices. These prices at times are also revised during the month by the suppliers. The company does not have control on the prices of the raw material. The raw material market is controlled by few players and the company at times is not in a position to pass on the increase in price of raw materials to the buyers. The performance of the Company is also dependent on the power supply position which has direct impact on the production and capacity utilization.

Opportunities and Challenges

The woven sacks industry is highly competitive due to presence of many players. The growth and demand for packing is dependent on the growth of cement and fertilizer industries who account for major consumption of bags. Cement Industry's growth depends on the Real Estate and construction activities and Government Policies, and spending on development of infrastructure activities. Any major variation in the fortunes of these industries has direct impact on the prospectus of the woven sack industry. There is tremendous potential for the woven sacks in the domestic as well as export market, however the contributions are very much dependent upon prices of raw materials which undergo revision frequently. Price of the raw material is major factor which decides the profitability and performance of the company. In addition, the costs of other inputs also influence the bottom line.

Segment wise performance

The company is engaged in a single line of activity hence no disclosure of segment wise performance is made.

Risk and Concerns

Indian Economy is not insulated any more from the global economy. Any adverse factor in the international market also affects the domestic Indian market. Frequent changes in price of raw materials, highly competitive market, leading to price war is building pressure on the existing thin margins in the woven sack industry.

Internal Control Systems & their Adequacy

The company has adequate internal control system and an external firm of Chartered Accountants have been appointed as the Internal Auditors and the Audit Committee Reviews the Internal Auditor's Report and suggests remedial action where required.

Discussion on financial performance with respect to operations

The overall performance of the company in terms of production, sales and turnover has been lower than the previous year. During the year the company has recorded production of 99 MTs (Previous year 1562MTs). Since the production was suspended with effect from 15th July 2014, the production figures and capacity utilization figures are not comparable with the previous year. The production was suspended due to increase in the prices of raw material and fall in the selling price of the finished goods due to stiff competitions.

Material Development in Human Resources / Industrial Relations

Human resources is an invaluable asset. The company has cordial relationship with the employees and staff.

Cautionary Statement

Statement in this "Management Discussion Analysis" may be considered to be "forward looking statements" within the meaning of applicable securities laws or regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include global and Indian demand-supply conditions, increased installed capacity, finished goods prices, raw materials availability and prices, cyclical demand and pricing in the company's markets, changes in Government regulations, tax regimes, besides other factors, such as litigations and labour negotiations and power supply situation.

Declaration on Code of Conduct

This is to confirm that the Board has laid down the code of conduct for all the Directors and Senior Management Personnel of the Company. It is further confirmed that all Directors and Senior Management Personnel of the company have affirmed compliance of the code of conduct of the company for the financial year ended 31.03.2015, as envisaged in clause 49 of the listing agreement with Stock Exchanges.

Place : Hyderabad
Date : 29-05-2015

D.V. PRUDVI RAJU
WHOLE TIME DIRECTOR

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Deccan Polypacks Limited

We have examined the compliance of conditions of Corporate Governance by Deccan Polypacks Limited (“the Company”), for the year ended on March 31, 2015, as stipulated in Clause 49 of the Listing Agreement 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 has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance of the condition of Corporate Governance as stipulated in the said clause. 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 and the representation made by the Directors and the Management, we certify that the Company has complied with the conditions of the Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

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

For **M. Bhaskara Rao & Co.**
Chartered Accountants
(Regd.No.000459S)

V K Muralidhar
Partner

Place: Hyderabad
Date: 29th May 2015

ANNEXURE-1

Descloser of particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and out go as required under section 134(M) read with Companies (Accounts) Rules, 2014.

A. Conservation of Energy

Conservation of energy continues to be accorded high priority. The Company conducts in-house study at regular intervals in respect of energy consumption and formulates operational systems to minimize power consumption.

B. Technology Absorption

The Company has not obtained any imported technology. The company has trained its personnel in the equipment suppliers works to absorb the technology.

C. Foreign Exchange Earnings and Outgo:

S.No.		Current Year Rs.	Previous Year Rs.
1.	Foreign Exchange earning	-	-
2.	Foreign Exchange used for Import of raw material	-	-

ANNEXURE -2

Particulars of contracts or arrangements with related parties referred to under section 188(1) of the panies Act,2013

S.No.	Details of related Transactions	Material terms and value	Manner of determining the pricing and other Commercial terms of the contract
1.	ICD & Advances received Vayhan coffee Limited Associate Company	55,00,000	-
2.	ICD & Advances received DCL Chemplast Limited Associate Company	5,13,90,000	-
3.	ICD & Advances received DSL Finance & Gosthani Associate Company	49,41,000	-
4.	Loans from others		
5.	Unsecured Loans from Directors & KMP	2,87,50,000	-

**ANNEXURE -3 : EXTRACT OF ANNUAL RETURN
FORM NO MGT -9**

Extract of Annual Return as on the Financial year ended 31.03.2015
(Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies
(Management and Admission) Rules 2014)

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	U24134TG1984PLC005215
ii)	Registration Date	29.12.1984
iii)	Name of the Company	Deccan Polypacks Limited
iv)	Category / Sub-Category	Public Limited Company by shares
v)	Address of the Registered Office and Contact	Sy No : 142A, IDA Bollaram (Village Road)(via) Miyapur Jinnaram Mandal, Medak, Dist. 502 319, Telangana.
vi)	Whether listed Company	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	Karvy Computershare Private Limited, Karvy Selenium Tower B, Plot No : 31-32, Gachibowli, Financial District, Nanakaramguda, Hyderabad -32

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the shall be stated :

S.No.	Name and Description of main products / Services	NIC Code of the Product / Services	% to total turnover of The Company
01.	Manufacture of PP/HDPE Woven Sacks	13124	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S.No.	Name and address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
		NOT	APPLICABLE		

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category – wise Share Holding

Category of Share holders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% of change during the Year
	Demat shares	Physial	Total	% of Total shares	Demat shares	Physial	Total	% of Total shares	
A. Promoters									
(1) Indian									
a) Individual /HUF	720925	448766	1169691	55.30	720925	448766	1169691	55.30	
b) Central Govt.	0	0	0	0	0	0	0	0	
c) State Govt.	0	0	0	0	0	0	0	0	
d) Bodies Corp.	0	0	0	0	0	0	0	0	
e) Banks/FI	0	0	0	0	0	0	0	0	
f) Any others	0	0	0	0	0	0	0	0	
Sub Total (A)(1)	720925	448766	1169691	55.30	720925	448766	1169691	55.30	
(2) Foreign									
a) NRI individuals	2234	0	2234	0.10	2757	0	2757	0.13	
b) Others	0	0	0	0	0	0	0	0	
c) Individuals	0	0	0	0	0	0	0	0	
d) Bodies Corp.	0	0	0	0	0	0	0	0	
e) Banks/FI	0	0	0	0	0	0	0	0	
f) Any others	0	0	0	0	0	0	0	0	
Sub Total (A)(2)	2234	0	2234	0.10	2757	0	2757	0.13	
Total shareholding of promoter (A)= (A)(1)+(A)(2)	723159	448766	1171925	55.40	723682	448766	1172448	55.43	
B. Public's shareholding									
1) Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	
b) Banks/FI	0	0	0	0	0	0	0	0	
c) Central Govt.	0	0	0	0	0	0	0	0	
d) State Govt.	0	0	0	0	0	0	0	0	
e) Venture Capital funds	0	0	0	0	0	0	0	0	
f) Insurance Co	0	0	0	0	0	0	0	0	
g) FIIS	0	0	0	0	0	0	0	0	
h) Foreign Venture Capital Fund	0	0	0	0	0	0	0	0	
i) Others (Specify)	0	0	0	0	0	0	0	0	
Sub Total (B)(1)	0	0	0	0	0	0	0	0	



**DECCAN
POLYPACKS
LIMITED**

2. Non Institutions									
a) Bodies Corp									
* Indian	72972	3164	76136	3.60	64422	3164	67586	3.20	
* Overseas	0	0	0	0	0	0			
b) Individuals									
Individual shareholders holding nominal share Capital upto Rs.Lakshs	271847	364271	636118	30.08	280154	363991	644145	30.46	
Individual shareholders holding nominal share Capital Excess of Rs.Lakshs	62577	168244	230821	10.91	62577	168244	230821	10.91	
c) Others)Specify)									
Sub Total (B)((2)	407396	535679	943075	44.58	407153	535399	942552	44.57	
Total Public Shareholding (B) = (B)(1)+(B)(2)	407396	535679	943075	44.58	407153	535399	942552	---	
C. Share held by custodian GDRS and ADRs									
Grand Total (A+B+C)	1130555	984445	2115000	100	1130835	984165	2115000	100	

ii) Shareholding of Promoters

S.No.	Shareholder's Name	Shareholding of the beginning of the year			Shareholding of the end of the year		
		No. of shares	% of total shares of the company	% of shares pledged / encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged / encumbered to total shares
1.	DRSP Raju	138638	6.55	2.45	138638	6.55	2.45
2.	DVR Raju	117600	5.56	1.06	117600	5.56	1.06
3.	GVS Raju	58440	2.76	-	58440	2.76	-
4.	D Subhadra	108980	5.15	-	108980	5.15	-
5.	D Shakuntala	139235	6.58	-	139235	6.58	-
6.	D Radhamani	121020	5.72	-	121020	5.72	-
7.	D Rama Raju	124410	5.88	-	124410	5.88	-
8.	DBV Satyanarayana Raju	12100	0.57	-	12100	0.57	-
9.	A Suramma	80330	3.81	-	80330	3.81	-
10.	D S Anuveshini	102500	4.85	-	102500	4.85	-
11.	D V Prudvi Raju	134898	6.37	-	134898	6.37	-
12.	D Lakshmi	2000	0.09	-	2000	0.09	-
13.	D. Suryanarayana Raju	1600	0.08	-	1600	0.08	-
14.	G. Sayavathi	15980	0.76	-	15980	0.76	-
15.	G. Sri Devi	11960	0.57	-	11960	0.57	-
	Total	1169691	55.30	3.51	1169691	55.30	3.51

iii) Change in Promoters' shareholding (please specify, if there is no change)– **No Change**

S.No.		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	1169691	55.30	1169691	55.30
2.	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	-	-	-	-
3.	At the end of the year	1169691	55.30	1169691	55.30

(iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters and holders of GDRs and ADRs):

S.No.	Name of Shareholders	At the beginning of year	At the end of the year	Datewise increase in shareholding in during the year	Datewise decrease in shareholding in during the year
1.	M V Peddi Raju	76900	76900	-	-
2.	S P Rama Raju	61340	61340	-	-
3.	Shashi Rani Gupta	36991	36991	-	-
4.	VSL Securities Pvt Ltd	34648	34648	-	-
5.	Jiwan Kumar	25586	25586	-	-
6.	K Murthi Raju	25586	25586	-	-
7.	M V Peddi Raju	15404	15404	-	-
8.	Bimla Aggarwal	13544	-	31.03.2014	5179 / 31.03.2015
9.	Sri Parasram Holdings Pvt Ltd	10047	-	31.03.2014	10009 / 31.03.2015
10.	Sunny Gupta	9953	9953	-	-

(v) Shareholding of Directors and Key Managerial Personnel:

Name		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
DRSP Rau	At the beginning of the year	138638	6.55	138638	6.55
	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	-	-	-	-
	At the end of the year	138638	6.55	138638	6.55



(v) Shareholding of Directors and Key Managerial Personnel:

Name		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
DV Prudv Raju	At the beginning of the year	134898	6.37	134898	6.37
	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	-	-	-	-
	At the end of the year	134898	6.37	134898	6.37

(v) Shareholding of Directors and Key Managerial Personnel:

Name		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
GVS Raju	At the beginning of the year	58440	2.76	58440	2.76
	Date wise increase / decrease in promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/bonus / sweat equity etc)	-	-	-	-
	At the end of the year	58440	2.76	58440	2.76

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total indebtedness
Indebtedness at the beginning of the year				
i) Principal amount	65604358	56677952	-	122282310
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	65604358	56677952	-	122282310
Change in indebtedness during the financial year				
Addition	1101321	62390000	-	63491321
Reduction	-	3983122	-	3983122
Net Change	1101321	58406878	-	59508199
Indebtedness at the end of the year				
i) Principal amount	66538830	115084830	-	181623660
ii) interest due but not paid				
iii) interest accrued but not due	166849	-	-	166849
Total (i+ii+iii)	66705679	115084830	-	181790509

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole Time Director and / or Manager.

S.No.	Particulars of Remuneration	Name of MD/WTD/Manager			
		DRSP Raju	GVS Raju	D V Prudvi Raju	Total Amount
1.	Gross Salary a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961 b) Value of perquisites u/s 17(2) Income Tax Act, 1961 c) Profits in lieu of salary under section 17(3) Income Tax Act, 1961	6,40,000 1.01.14 to 14.8.14	9,60,000	9,60,000	25,60,000
2.	Stock Option				
3.	Sweat Equity				
4.	Commission - as % of profit - Others, Specify				
5.	Others, Please specify				
	Total (A)	6,40,000	9,60,000	9,60,000	25,60,000
	Ceiling as per the Act				

B. Remuneration to other Directors:

S.No.	Particulars of Remuneration	Name of Directors				Total Amount
		DRSP Raju	K. Gopal	NSB Reddy	NVS Rao	
1.	Independent Directors - Fees for attending board, committee meetings - Commission - Others, Please Specify	-	Rs. 13,750	Rs. 13,750	Rs. 3,750/-	Rs. 31,250/-
	Total (1)	-	Rs. 13,750	Rs. 13,750	Rs. 3,750/-	Rs. 31,250/-
2.	Other Non-Executive Directors - Fees for attending board, committee meetings - Commission - Others, Please Specify	Rs. 7,500/-	-	-	-	
	Total (2)	Rs. 7,500/-	-	-	-	
	Total (B) = (1) + (2)					Rs. 38,750/-
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. Remuneration to Key Managerial Personnel other than MD / Manager /WTD

S.No.	Particulars of Remuneration	Name of Directors			
		CEO	Company Secretary	CFO	Total Amount
1.	Gross Salary				
	a) Salary as per provisions contained in section 17(1) of the income Tax ACT, 1961	--	--	--	--
	b) Value of perquisites u/s 17(2) Income Act, 1961	--	--	--	-
	c) profits in lieu of salary under section 17(3) Income Tax Act, 1961	--	--	--	--
2.	Stock option				
3.	Sweat Equity				
4.	Commission - as % of profit - others, specify				
5.	Others, please specify	--	--	--	--
	Total				

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Punishment / compounding fees imposed	Authority (RD/NCLT/ Court)	Appeal made if any (Give Details)
A.					
Penalty					
Punishment					
compounding					
B.					
Penalty					
Punishment					
compounding					
C					
Penalty					
Punishment					
compounding					

For **DECCAN POLYPACKS LIMITED**

DV Prudvi Raju
Whole Time Director

GVS Raju
Director (Commercial)

ANNEXURE -4
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2015
CIN.No. U24134TG1984PLC005215

FORM NO. MR.3

Pursuant to Section 204 (1) of the Companies Act, 2013 and the Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

To
The Members,
M/s. **DECCAN POLYPACKS LIMITED**
Hyderabad.

1. We have conducted Secretarial Audit pursuant to Section 204 of the Companies Act 2013, on the compliance of applicable Statutory Provisions and the adherence to good corporate practices by M/s. **DECCAN POLYPACKS LIMITED** (hereinafter called as “**the Company**”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.
2. The company is engaged in the manufacture of polythene bags.
3. Based on our verification of the books, papers, minutes books, forms, returns filed and other records maintained by the Company and also the information and according to the examinations carried out by us and explanations furnished and representations made to us by the company, its officers, agents and authorised representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has during the Audit Period covering the Financial Year ended 31st March, 2015 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliancemechanism in place to the extent, in the manner and subject to the reporting made hereinafter.
4. We have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s. **DECCAN POLYPACKS LIMITED** (hereinafter called as “**the Company**”) for the financial year from 1st April 2014 and ended with 31st March, 2015 (“Audit Period”) according to the provisions of :
 - i) The Companies Act, 1956 (to the extent applicable) and the Companies Act, 2013 (the Act) and the Rules made there under;
The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made there under;
 - ii) The Depositories Act, 1996 and the Regulations and bye-laws framed there under;
 - iii) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and external Commercial Borrowings;
 - iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme) Guidelines 1999.

- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.
- f) The Securities and Exchange Board of India (Registrars to an issue and share transfer agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- h) The Securities and Exchange Board of India (buyback of Securities) Regulations, 1998;
- i) The following other laws as specifically applicable in the view of the Management.
 - (i) Income Tax Act, 1961
 - (ii) Central Sales Tax Act, 1956
 - (iii) Telangana & Andhra Pradesh Value Added Tax
 - (iv) The payment of bonus Act, 1965
 - (v) Telangana & Andhra Pradesh Tax on Professions, Trades, Callings and Employments Act, 1987
 - (vi) Customs Act, 1962
 - (vii) Finance Act, 1994 (Service Tax)
 - (viii) Factories Act, 1948
 - (ix) Industrial Disputes Act, 1947
 - (x) Minimum Wages Act, 1948
 - (xi) The Payment of Gratuity Act, 1972
 - (xii) The Payment of Wages Act, 1936
 - (xiii) The Maternity Benefit Act, 1961
 - (xiv) A.P Shops & Establishment Act, 1988
 - (xv) The National and Festival Holidays Act, 1963
 - (xvi) The Employees Provident fund and Miscellaneous provisions act, 1952
 - xvii) The Employment Exchanges (Compulsory Notification of Vacancies) Act, 1956.

The Company totally shutdown on 15th July, 2014 and there are no employees. The information was given to BSE on 02nd August, 2014. Hence several Industrial and Labour Laws are not applicable. Applicable Statutory provisions have been verified and found satisfactory.

5. We have also examined compliance of the applicable Clauses of the Listing Agreements entered into by the Company with the BSE Limited.

6. We further report that, during the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. mentioned above. However, please note for the Audit period:
- (i) SEBI (ICDR) Regulations, 2009 are not applicable, as there being no further issues of any securities.
 - (ii) SEBI (ESOS & ESOP) Guidelines, 1999 are not applicable, as there being no schemes of the Company under the said Guidelines.
 - (iii) SEBI (Issue and Listing of Debt Securities) Regulations, 2008 are not applicable as there being no debt securities, which are listed on any of the recognized stock exchange.
 - (iv) SEBI (Delisting of Equity Shares) Regulations, 2009 are not applicable, as there being not instances of delisting of equity Shares.
 - (v) SEBI (Buyback of Securities) Regulations, 1998 are not applicable, as there being no instances of buyback of shares
 - (vi) Secretarial Standards under the Companies Act 2013, are not applicable for the financial year and hence the same was not considered in the Audit.
 - (vii) The compliance of other specific applicable laws as listed in 4 (V) (i) above, were relied on the basis of representations and compliance certificates issued by the Whole Time Director compliance officers and other officials of respective / concerned Departments of the company.
7. **We further report that:**
- a. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the compositions of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the act.
 - b. Adequate Notice is given to all the Directors to Schedule the Board Meetings, agenda and detailed notes on agenda were sent at least 7 days in advance.
 - c. There exists a system for seeking and obtaining further information and clarifications on the agenda items before the meeting and meaningful participation at the meeting.
 - d. Majority decision is carried through and there were not instances of dissenting members in the Board of Directors.
8. We further report that there exist adequate systems and processes in the Company that commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
9. We further report that during the audit period, there were no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc., referred to the above.

Place : Hyderabad

Date: 25/05/2015

V B S S PRASAD
COMPANY SECRETARY
M.NO: F4139
CP NO: 4605

Annexure - 5

The statement of particulars of Appointment and Remuneration of Managerial Personnel in terms of Rules 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is enclosed as Annexures 5 to this report.

Name of the Employee	Age	Designation	Qualification & Experience	Date of Commencement of employment	Remuneration	Particulars of last employment
Sri D R S P Raju	58	Managing Director upto 04.08.2014	B.Com	1987 01.04.14 to 14.08.14	Rs. 6,40,000/-	N/A
Sri G V S Raju	51	Director (Commercial)	B. Com MCA	01.10.2000	Rs.9,60,000/-	N/A
Sri D V Prudvi Raju	32	Whole Time Director	B.Com MBA	08.02.2012	Rs. 9,60,000/-	N/A

INDEPENDENT AUDITOR'S REPORT

To
The Members
Deccan Polypacks Limited

Report on Financial Statements

We have audited the accompanying financial statements of Deccan Polypacks Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Company's Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting the fraud and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and the matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and other operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the State of affairs of the Company as at 31st March, 2015 and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to

- a) Note 26 to the Financial Statements regarding suspension of manufacturing operations of the Company and preparation and presentation of financial statements on a going concern basis for the reasons stated in ;
- b) Note 28 to the Financial Statements regarding impairment of assets for the reasons stated there in ;
- c) Note 29 regarding to the Financial Statements accounting for stock loss and
- d) Note 30 regarding not obtaining confirmation of balances from company's vendors and customers.

Our opinion is not modified in this regard

Report on Other Legal and Regulatory Requirements

1 As required by Section 143(3) of the Act, we report that ;

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014
- e) The matter described under the Emphasis of Matter Paragraph above regarding the suspension of manufacturing operations of the Company and not obtaining confirmation of balances from the company's vendors and customers, in our opinion, may have an adverse effect on the functioning of the Company.
- f) On the basis of written representations received from the directors as on 31st March, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of sub-section (2) of Section 164 of the Act.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, to the best of our information and according to the explanations given to us and in our opinion;
 - i) the company has disclosed the impact of pending litigations on its financial position in its financial statements – Note 25 to the financial statements.
 - ii) the company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

for M.Bhaskara Rao & Co.,
Chartered Accountants
Firm Registration No : 000459S

Place : Hyderabad
Date : 29.05.2015

V K Muralidhar
Partner
Membership No 201570

Annexure
Re: Deccan Polypacks Limited
Referred to in paragraph 1 of our report of even date

- I (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) These fixed assets were physically verified by the management during the year. We have been informed that no material discrepancies were noticed on such physical verification.
- II (a) The inventories have been physically verified during the year by the management at reasonable intervals. In our opinion the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- (c) In our opinion and according to the information and explanations given to us and on the basis of our examination of the inventory records, the company is maintaining proper records. The discrepancies noticed on physical verification of inventory as compared to book records were not material in relation to the operations of the company and the same have been properly dealt within the books of account.
- iii) According to the information and explanations given to us, the Company has not granted any loans secured or unsecured to Companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Therefore clause 3 (iii) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and nature of its business, with regard to the purchase of inventory and fixed assets and for the sale of goods and services. In our opinion according to the information and explanation given to us, there has been no continuing failure to correct major weaknesses in internal control system during the year.
- v) According to the information and explanations given to us, the Company has not accepted deposits from the Public under the provisions of Section 73 and Section 74 of the Act and the rules framed there under. Therefore, the provisions of clause 3(v) of the Order are not applicable.
- vi) On the basis of records produced to us, we are of the opinion that prima facie the cost records and accounts prescribed by the Central Government under Section 148 (1) of the Companies Act, 2013 have been maintained. However, we are not required to and have not carried out any detailed examination of such accounts and records.
- vii) (a) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales-Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess, Investor Education and Protection Fund and any other statutory dues as applicable, have been regularly deposited during the year with the appropriate authorities in India. There are no arrears of Statutory dues as at 31st March 2015 which are outstanding for a period more than six months from the date they became payable.
- (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues on account of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess, Investor Education and Protection Fund as at 31st March, 2015 which have not been deposited on account of any dispute except stated below

Name of the statute	Nature of Dues	Amount (Rs. In Lakhs)	Forum Where dispute is pending
Sales Tax	Restriction of set off tax on prorata basis	3.60	Appellate Tribunal, Andhra Pradesh

- (viii) The Company has no accumulated losses as at the end of the financial year. The Company has incurred cash losses during the period covered by the report and immediately preceding the period covered by the report
- (ix) According to the information and explanations given to us and in our opinion, as at March 31, 2015, there were no default in repayment of dues to banks. The Company has not issued any debentures.
- (x) In our opinion and according to the information and explanation given to us, the company has not given any guarantee for the loans taken by others from bank or financial institutions.
- (xi) In our opinion and according to the information and explanation given to us, the loans availed by the Company from banks have been applied for the purposes for which they were obtained.
- (xii) During the course of our examinations of the books and records of the Company carried out in accordance with the generally accepted practices in India and according to the information and explanations given to us, no instance of fraud on or by the company was noticed or reported during the year, nor have we been informed of such case by the management.

for M.Bhaskara Rao & Co.,
Chartered Accountants
Firm Registration No : 000459S

V K Muralidhar
Partner
Membership No 201570

Place : Hyderabad
Date : 29.05.2015

BALANCE SHEET AS AT 31ST MARCH, 2015

S.No	Particulars	Note No.	As at March 31, 2015 Rupees		As at March 31, 2014 Rupees	
I	EQUITY AND LIABILITIES					
1.	Shareholders' Funds					
	(a) Share Capital	3	21,150,000		21,150,000	
	(b) Reserves and Surplus	4	(147,415,679)	(126,265, 679)	8,049,683	29,199,683
2.	Non-Current Liabilities					
	(a) Long Term Borrowings	5	162,197,565		64,677,952	
	(b) Long-Term Provisions	6	826,772		925,051	
				163,024,337		65,603,003
3.	Current Liabilities					
	(a) Short-term Borrowings	7	15,742,544		65,604,358	
	(b) Trade Payables	8	10,504,368		77,911,149	
	(c) Other Current Liabilities	9	13,455,725		7,665,650	
				39,702,637		151,181,157
	Total			76,461,295		245,983,843
II.	ASSETS					
1.	Non-Current Assets					
	(a) Fixed Assets	10				
	(i) Tangible Assets		16,559,663		17,652,150	
	(ii) Intangible Assets		7,626		10,464	
				16,567,289		17,662,614
	(b) Long-Term Loans and Advances	11	2,445,545		2,810,883	
				2,445,545		2,810,883
	(c) Deferred Tax Asset (net)	12		---	---	1,866,653
2.	Current Assets					
	(a) Inventories	13	32,416,144		161,794,969	
	(b) Trade Receivables	14	11,960,839		39, 414,724	
	(c) Cash and Bank Balances	15	2,165,188		11,398,038	
	(d) Short-Term Loans and Advances	16	10,074,451		9,265,658	
	(e) Other Current Assets	17	831,839		1,770,304	
				57,448,461		223,643,693
	Total			76,461,295		245,983,843
	Significant Accounting Policies	2				

Accompanying Notes form an integral part of
Financial Statements

As per our audit report of even date attached
for M. BHASKARA RAO & CO
CHARTERED ACCOUNTANTS

V. K. MURALIDHAR
Partner

For and on behalf of the Board

D V PRUDVI RAJU
WHOLE TIME DIRECTOR

GVS RAJU
DIRECTOR (COMMERCIAL)

Place Hyderabad
Date : 29th May, 2015

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

S.No.	Particulars	Note No.	Year ended March 31, 2015 Rupees	Year ended March 31, 2014 Rupees
I	Revenue from operations	18	16,548,255	216,073,229
	Less: Excise Duty		1,820,366	23,522,172
			14,727,889	192,551,057
II	Other Income	19	951,822	1,001,635
III	Total Revenue (I + II)		15,679,711	193,552,692
IV	Expenses			
	Cost of materials consumed	20	11,067,755	165,150,575
	Changes in Inventories of finished goods work-in-progress and Stock-in-trade	21	124,848,213	(21,904,818)
	Employee benefits expense	22	7,645,302	18,897,688
	Finance costs	23	16,064,011	25,321,427
	Depreciation and amortization expense	10	2,186,389	3,091,107
	Other expenses	24	7,466,750	23,900,293
	Total expenses		169,278,420	214,456,272
V	Profit before exceptional and extraordinary items and tax (III-IV)		(153,598,709)	(20,903,580)
VI	Exceptional items			
VII	Profit before extraordinary items and tax (V-VI)		(153,598,709)	(20,903,580)
VIII	Extraordinary Items			
IX	Profit before tax (VII-VIII)		(153,598,709)	(20,903,580)
X	Tax expense :			
	- Current Tax	-	-	
	- Deferred Tax		1,866,653	(4,874,486)
XI	Profit/(Loss) for the period from continuing operations		(155,465,362)	(16,029,094)
XII	Profit/(Loss) for the period		(155,465,362)	(16,029,094)
XIII	Earnings per equity share :			
	(1) Basic		(73.51)	(7.58)
	(2) Diluted		(73.51)	(7.58)
	Significant Accounting Policies	2		

Accompanying Notes form an integral part of
Financial Statements

As per our review report of even date attached
for M. BHASKARA RAO & CO
CHARTERED ACCOUNTANTS

V. K. MURALIDHAR
Partner

For and on behalf of the Board

D V PRUDVI RAJU
WHOLE TIME DIRECTOR

GVS RAJU
DIRECTOR (COMMERCIAL)

Place Hyderabad
Date : 29th May, 2015

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

Particulars	Year ended 31st March, 2015		Year ended 31st March, 2014	
	Rupees		Rupees	
CASH FLOW FROM OPERATING ACTIVITIES				
Net profit/(Loss) before tax and extraordinary items	(153,598,709)		(20,903,580)	
Adjustment for				
Depreciation	2,186,389		3,091,107	
Interest Income	(951,822)		(1,001,635)	
Interest Expenses	14,512,646		21,462,410	
Profit on Sale of asset	(15,689)	-		
Operating profit before working capital changes	(137,867,185)		2,648,302	
Changes in Working Capital				
(Increase) / Decrease in Trade and other receivables	27,453,885		12,951,077	
(Increase)/Decrease in Inventories	129,378,825		(18,858,145)	
(Increase)/Decrease in Long Term Loans and Advances	365,338		247,000	
(Increase)/Decrease in Short Term Loans and Advances	(808,793)		(2,804,265)	
(Increase)/Decrease in other current assets	938,465		(1,173,870)	
Increase/(Decrease) in Long Term Provisions	(98,279)		12,839	
Increase/(Decrease) in Trade Payables	(67,406,781)		(6,299,189)	
Increase/(Decrease) in Current Liabilities	5,790,075		(1,408,551)	
Increase/(Decrease) in Short Term Provisions	-		-	
Cash Generated from operations	(42,254,450)		(14,684,802)	
Provision for taxation (MAT)	-		-	
Cash flow before extraordinary items	(42,254,450)		(14,684,802)	
Net Cash flow from Operating Activities		(42,254,450)		(14,684,802)
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(1,275,375)		(250,000)	
Sale of Fixed Assets	200,000		-	
Interest received	951,822		1,001,635	
Net Cash used in investing activities		(123,553)		751,635
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Long-term Borrowings	97,519,613		35,734,026	
Increase/ (Decrease) in Short Term Borrowings	(49,861,814)		(135,998)	
Interest paid	(14,512,646)		(21,462,410)	
Net cash used in financing activities		33,145,153		14,135,618
NET INCREASE IN CASH AND CASH EQUIVALENTS		(9,232,850)		202,451
OPENING BALANCE OF CASH AND CASH EQUIVALENTS		11,398,038		11,195,587
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		2,165,188		11,398,038

As per our report of even date attached
for M. BHASKARA RAO & CO
CHARTERED ACCOUNTANTS

For and on behalf of the Board

V. K. MURALIDHAR
Partner

D V PRUDVI RAJU
WHOLE TIME DIRECTOR

GVS RAJU
DIRECTOR (COMMERCIAL)

Place Hyderabad
Date : 29th May, 2015

NOTE NO. 1

Corporate Information:

Deccan Polypacks Ltd (the Company) is a Company registered under Companies Act, 1956 and is located at Sy.No.142/A, IDA Bollaram, Via Miyapur, Jinnaram Mandal, Medak District, Telangana- 502 325. The Company is engaged in manufacturing PP/HDPE Woven Sacks. Equity Shares of the Company are listed on Bombay Stock Exchange.

NOTE NO. 2

Significant Accounting Policies :

2.1 Accounting Convention :

The financial statements are prepared under the historical cost convention on accrual basis in accordance with the Generally Accepted Accounting Principles (GAAP) that are followed in India. GAAP comprises the mandatory accounting standards as prescribed by Companies (Accounting Standards) Rules 2006 [which continue to apply under Companies Act, 2013("the Act")] and other applicable provisions of the Act. All incomes and expenditures, having a material bearing on the financial statements, are recognized on an accrual basis.

2.2 Use of Estimates :

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

2.3 Fixed Assets :

- (i) Fixed Assets are stated at cost. Cost includes all costs incidental to acquisition, installation and commissioning of the assets until they are ready for intended use.
- (ii) Fixed assets are assessed for any indication of impairment at the end of each financial year. On such indication, the impairment loss, being the excess of carrying value over the recoverable value of the assets, is charged to Statement of Profit & Loss, in the respective financial years. The impairment loss recognized in earlier years is reversed in cases where

the recoverable value exceeds the carrying value, upon the reassessment in subsequent years.

Depreciation :

Depreciation on Tangible Fixed Assets is provided on straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013

2.4 Inventories :

The method of valuation of inventories is as under:

- i) Raw Materials, Stores and Spares. Work-in-process and Finished Goods :

At lower of cost and net realisable value. Cost includes manufacturing expenses and factory overheads.

"Cost for the purpose of valuation of raw materials (except additives valued at weighted average) is calculated on FIFO basis and for stores and spares and work-in-process on the basis of weighted average method".

2.5 Retirement Benefits :

Provident Fund is administered through Regional Provident Fund Commissioner.

Gratuity and Leave encashment are accounted on accrual basis.

- 2.6 Customes Duty Drawback Export incentives, Insurance Claims etc., are recognized only when it is reasonably certain that the ultimate collection will be made.

2.7 Government Grants :

Capital investment subsidy received by the company is treated as Capital Reserve.

2.8 Borrowings Costs :

Borrowing costs are recognized as an expense in the period in which they are incurred. Borrowing cost incurred for acquiring, construction or production of assets are capitalized as part of the cost of such assets.

2.9 Income taxes :

- i) Deferred income tax is provided, using the liability method, on all timing differences at the balance sheet date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes.
- ii) Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted at the balance sheet date.

2.10 Contingent Liabilities :

Contingent Liabilities arising from claims, litigation, assessment, fines , penalties etc., are provided for when it is probable that a liability may be incurred and the amount can be reliably estimated.

NOTE NO : 3 SHARE CAPITAL

	As at 31st March 2015		As at 31st March 2014	
	No of Shares	Amount in Rs.	No of Shares	Amount in Rs.
Authorised				
Equity share of Rs.10/- each	5,000,000	50,000,000	5,000,000	50,000,000
Issued , Subscribed and fully paid up				
Equity share of Rs.10/-each	2,115,000	21,150,000	2,115,000	21,150,000

3.1 Rights, Preferences and restrictions attached to equity shares

The Company has only one class of shares referred to as equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

3.2 Reconciliation of No. of Shares outstanding

	As at 31st March 2015	As at 31st March 2014
Equity Shares of Rs.10/- each		
Shares Outstanding at the beginning of the year	2,115,000	2,115,000
Shares outstanding at the end of the period	2,115,000	2,115,000

3.3 Details of Shareholders holding more than 5% shares in the Company

	As at 31st March 2015		As at 31st March 2014	
	No. of Shares	% of share holding	No. of Shares	% of share holding
i) D .R.S.P. Raju	138,638	6.55%	138,638	6.55%
ii) D.V.R. Raju	117,600	5.56%	117,600	5.56%
iii) D. Subhadra	108,980	5.15%	108,980	5.15%
iv) D. Shakuntala	139,235	6.58%	139,235	6.58%
v) D.Radhamani	121,020	5.72%	121,020	5.72%
vi) D. Rama Raju	124,410	5.88%	124,410	5.88%
vii) D V Prudvi Raju	134,898	6.37%	134,898	6.37%

Note No. 4 Reserves and Surplus

	As at 31st March 2015 Rupees	As at 31st March 2014 Rupees
a. Capital Reserves		
Opening Balance	1,464,100	1,464,100
Closing Balance	1,464,100	1,464,100
b. Securities Premium Account		
Opening Balance	830,000	830,000
Closing Balance	830,000	830,000
c. General Reserve		
Opening Balance	3,700,000	3,700,000
Closing Balance	3,700,000	3,700,000
d. Surplus in Statement of Profit and Loss		
Opening Balance	2,055,583	18,084,677
Add : Net Profit / (Net Loss) for the current year	(155,465,362)	(16,029,094)
Less: Depreciation adjustment	-	-
Closing Balance	(153,409,779)	2,055,583
Total (a+b+c+d)	(147,415,679)	8,049,683

Note No.5 Long Term Borrowings

	As at 31st March 2015 Rupees	As at 31st March 2014 Rupees
(1) SBI-Working Capital term loan -secured <i>(Refer Note No.5.1 a and 5.1b)</i>	50,166,849	-
Less Current maturities of long term dues	(3,500,000)	
(2) Vehicle Loan - HDFC Honda City - Secured	796,286	-
Less Current maturities of long term dues	(350,400)	-
(3) Interest Free Unsecured Loans: <i>(Refer Note No.5.2)</i>		
(i) From Directors and their relatives	28,750,000	25,750,000
(ii) From Corporates (in which directors are interested)	61,531,000	4,641,000
(iii) From other Corporates etc.	300,000	8,300,000
(4) Deferred Payment Liabilities (Unsecured) <i>(Refer Note No. 5.3)</i>	24,503,830	25, 986,952
	162,197,565	64,677,952

5.1a Security for Working Capital and Cash Credit Limits

Working Capital term Loan is secured by first charge (Hypothecation) companies fixed assets including equitable mortgage of factory land admeasuring 2.85 acres and buildings situated at Sy No.142/A at Bollaram Village, Medak Dist.

Cash Credit Limit is secured by Exclusive charge (Hypothecation) on all chargeable current assets of the company

Working Capital Term Loan and Cash Credit Limits are collaterally secured by:

- i) Certain Properties held in the name of Shri DRSP Raju, Director and Smt D. Shakuntala, Shri D. Rama Raju and Smt Radha Mani, relatives of Directors.
- ii) Pledge of 74,600 equity shares of the company held by the promoters
- iii) Cash Collateral of Rs. 20,00,000/-

Primary Securities of Working Capital Term Loan and Cash Credit Limits are collaterally secured to Cash Credit Limit and Working Capital Term Loan respectively.

Working Capital Term Loan and Cash Credit Limits are further secured by personal guaranties of Shri DRSP Raju, Director and Smt Shakuntala, Shri D. Rama raju and Smt Radha Mani, relatives of directors.

5.1b Repayment terms

Working Capital Term Loan is repayable in a structured 49 monthly installments Commencing from September 2015 to September 2019.

- 5.2 Interest free unsecured loans are repayable only upon improvement in liquidity position of the Company or out of fresh infusion of funds into the Company for operations.
- 5.3 The Govt. of Andhra Pradesh vide G.O.Nos 108 & 134 1 & C (IP) Department, dated 20.06.1996 and 01.07.1996 has allowed the company to defer the sales tax payments for a period of Fourteen years from 01.07.1997 on expanded capacity (i.e. beyond base production of 898.40 MTPA) subject to a maximum exemption of Rs. 3,79,55,720/-. The Company had availed total sale tax deferment upto 2010-11 Rs.2,74,10,681/-The scheme ended on 30.06.2011. Repayment of deferred liability commenced during 2012-13 and will be completed during 2024-25.

NOTE NO. 6

Long Term Provisions

	As at 31st March 2015 Rupees	As at 31st March 2014 Rupees
Provision for Employee benefits:	826,772	925,051



NOTE NO. 7 Short Term Borrowings	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
Secured		
Loans payable on demand from banks Cash Credit with State Bank of India (Refer Note No. 5.1a)	15,742,544	65,604,358
NOTE NO. 8 Trade Payables		
a) Trade Payables (Refer Note 8.1)	10,504,368	23,044,421
b) LC Discounting with SBI	-	54,866,728
Total	10,504,368	77,911,149

8.1 The Company has not received any intimation from 'suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.

NOTE NO. 9 Other Current Liabilities

Current maturity of Long Term Loans	3,850,400	-
Provision for employee benefits	-	188,588
Other Payables*	9,605,325	7,477,062
*Includes statutory dues - Rs. 99,463/- (Previous year Rs. 9,55,518/-)	13,455,725	7,665,650

NOTE NO. 11 Long Terms Loans and Advances

Security deposits with Govt. Bodies	2,345,545	2,710,883
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NOTE NO. 12 Deferred tax Asset (Net)

Deffered Tax Liability as at the year end on timing diferrence comprises of			
(a) Liability			
On account of Depreciation	-	-	2,927,756
(b) Asset			
On account of Employee benefits	-	(518,436)	-
Unabsorbed business loss	-	(4,275,973)	-
			(4,794,409)
Deferred Tax Asset (Net)			(1,866,653)

Deccan Polypack Ltd
Note No. : 10 : Fixed Assets

Fixed Assets	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at April 1, 2014	Additions	Deductions / adjustments during the Period	Balance as at March 31, 2015	Upto March 31, 2014	Depreciation Charge for the Period	Deductions/ adjustments during the period	Upto March 31, 2015	Balance as at March 31, 2015	Balance as at March 31, 2014
Tangible Assets										
Land (Free Hold)	290,357	-	-	290,357	-	-	-	-	290,357	290,357
Buildings	9,365,289	-	-	9,365,289	4,358,256	320,318	-	4,678,574	4,686,715	5,007,033
Plant and Equipment	54,486,334	-	-	54,486,334	45,348,357	551,942	-	45,900,299	8,586,035	9,137,977
Furnitue and Furnitures	604,530	-	-	604,530	369,672	39,599	-	409,271	195,259	234,858
Vehicles	5,011,743	1,275,375	600,035	5,687,083	2,757,576	783,266	415,724	3,125,118	2,561,965	2,254,167
Office equipment	1,869,952	-	-	1,869,952	1,210,471	485,672	-	1,696,143	173,809	659,481
Other Equipment	251,907	-	-	251,907	183,630	2,753	-	186,383	65,524	68,277
Total	71,880,112	1,275,375	600,035	72,555,452	54,227,962	2,183,551	415,724	55,995,789	16,559,663	17,652,150
Previous Year	71,630,112	250,000	-	71,880,112	51,143,178	3,084,784	-	54,227,962	17,652,150	20,486,934

Tangible Assets										
Computer Softwares	39,008	-	-	39,008	28,544	2,838	-	31,382	7,626	10,464
Total	39,008	-	-	39,008	28,544	2,838	-	31,383	7,626	10,464
Previous Year	39,008	-	-	39,008	22,221	6,323	-	28,544	10,464	18,787

NOTE NO. 13 Inventories

	As at March 31, 2015 Rupees	As at March 31, 2014 Rupees
a. Raw Materials	1,937,110	6,456,427
b. Work in Progress	22,585,274	146,805,497
c. Finished Goods	456,901	1,084,891
d. Stores and Spares	7,436,859	7,448,154
Total	32,416,144	161,794,969

NOTE NO. 14 Trade Receivables

a. (Unsecured considered good)	-	-
i) Outstanding for a period exceeding 6 months	11,960,839	13,465,525
ii) Outstanding for a period less than 6 months	-	25,949,199
Total	11,960,839	39,414,724

NOTE NO. 15 Cash and Bank Balances

a. Balances with scheduled banks		
i) In Current Accounts	163,842	271,642
ii) In Deposit accounts (Lodged with bank as collateral security for enhanced Working capital limits)	2,000,000	2,000,000
iii) In Margin Money Accounts (Lodged with Banks)	-	9,042,933
b. Cash on hand	1,346	83,463
Total	2,165,188	11,398,038

NOTE NO. 16 Short Term Loans and Advances

a. (Unsecured considered good)	-	-
Advance to creditors	9,712,013	8,902,070
Advance to others	362,438	363,588
Total	10,074,451	9,265,658

NOTE NO. 17 Other Current Assets

a. Prepaid Expenses	126,198	363,900
b. Advanced Tax and Tax Deducted at source (Net off provision)	303,288	280,020
c. Interest Accrued	209,408	379,900
d. Others	192,945	746,484
Total	831,839	1,770,304



NOTE NO. 18 Revenue from Operations

Particulars		For the year ended 31st March 2015 Rs.	For the year ended 31st March 2014 Rs.	
Sale of Products				
a) Sale of PP/HDPE Sacks - Domestic		17,375,668	220,510,452	
b) Sale of PP/HDPE Fabric-Domestic		-	6,238,013	
Less: VAT		17,375,668 827,413	226,748,465 10,675,236	
Total		16, 548,255	216,073,229	
Turnover	Quantity	Rupees	Quantity	Rupees
PP/HDPE Sacks - Domestic	Nos.	1,598,700	19,306,275	220,510,452
PP/HDPE Fabric-Domestic	Kgs.	-	2,983	6,238,013
Total		1,598,700	19,309,258	226,748,465

NOTE NO. 19 Other Income

	For the year ended 31st March 2015 Rs.	For the year ended 31st March 2014 Rs.
Interest Income / Others	951, 822	1,001,635
NOTE NO.20 Cost of Materials Consumed		
i) PP	9,970,670	126,654,553
ii) HDPE	-	21,319,843
iii) LLDPE	-	2,029,995
iv) LDPE Lam	255,740	4,178,915
v) FMBA	415,609	5,085,558
vi) Master Batches	186,625	3,488,426
vii) Ink, Reducer and Yarn	239,111	2,393,285
Total	11,067,755	165,150,575

NOTE NO.21

Changes in inventories of Finished goods work in progress and stock in trade	For the year ended 31st March 2015		For the year ended 31st March 2014	
	Rs.	Rs.	Rs.	Rs.
a) Work in process (Refer Note:29)				
Opening Stock	146,805,497		125,416,900	
Closing Stock	22,585,274		146,805,497	
		124,220,223		(21,388,597)
b) Finished Goods				
Opening Stock	1,084,891		568,670	
Closing Stock	456,901		1,084,891	
		627,990		(516,221)
		124,848,213		(21,904,818)



	For the year ended 31st March 2015 Rupees	For the year ended 31st March 2014 Rupees
NOTE NO. 22 Employee Benefit Expenses		
a) Salaries, Wages and Bonus	6,744,722	16,934,093
b) Contribution to Provident and other Funds	838,200	1,721,458
c) Staff Welfare Expenses	62,380	242,137
Total	7,645,302	18,897, 688
NOTE NO. 23 Finance Cost		
a) Interest	14,512,646	21,462,410
b) Bank Charges	1,551,365	3,859,017
Total	16,064, 011	25,321,427

NOTE NO. 24 Other Expenses

	For the year ended 31st March 2015 Rupees		For the year ended 31st March 2014 Rupees	
a) Consumption of Stores and Spares		123,077		2,730,484
b) Power and Fuel		4,617,547		14,987,003
c) Other Manufacturing Expenses		17,480		707,736
d) Repairs and Maintenance				
Plant & Machinery	119,842		803,044	
Vehicles	89,324		308,841	
Others	110,592		144,617	
		319,758		1,256,502
e) Administrative Expenses				
Travelling & Conveyance	20,732		28,070	
Directors Travelling & Conveyance	-		16,590	
Directors Sitting Fees	35,000		22,500	
Printing & Stationery	98,285		132,130	
Postage, Telegrammes & Telephones	342,747		269,667	
Insurance	250,786		274,909	
Legal & Professional Charges	204,523		450,540	
Auditors Remuneration :				
Audit Fee	55,000		55,000	
Taxation matters	20,000		20,000	
Certification fees	18,000		18,000	
Out of Pocket expenses	7,000		7,000	
Rent	120,000		120,000	
Security Service Charges	522,665		447,207	
Miscellaneous expenses	251,316		237,499	
Rates & Taxes	121,881		203,403	
		2,067,935		2,302,515
f) Selling Expenses				
Advertisement & Publicity	76,432		81,211	
Freight & Handling (Out Ward)	122,290		1,602,544	
Other Expenses	122,231		232,298	
		320,953		1,916,053
Total		7,466,750		23,900,293

NOTE NO. 25 Contingent Liabilities not provided for	For the year ended 31st March, 2015 Rupees	For the year ended 31st March, 2014 Rupees
a) Irrevacable Documentary Letters of Credit	Nil	133,212
b) Guarantee issued by Bank	Nil	1,000,000

c. Sales Tax Appeal for the year 2002-2003 is pending at Appellate Tribunal, Andhra Pradesh for a liability of Rs. 7,20,875/- out of which an amount of Rs. 3,60,440/- has been paid at the time of appeal.

NOTE NO. 26 Going Concern basis of Accounting

Company, on July 15,2014, has temporarily suspended it's manufacturing operations, due to frequent power cuts, labour related issues, shutdown in the market off take and frequent machinery break downs. The same has been informed to Bombay Stock Exchange on August 2, 2014.

Company is intending and making all efforts to commence the operations at the earliest. In this regard the Company has also got restructured it's borrowings from State Bank of India Further, management is also planning to induce more funds for working capital limits for commencing the operations of the Company at the earliest. Accordingly, the financial statement of the company have been drawn on a going concern basis.

NOTE NO. 27 Restructuring of borrowings from State Bank of India

State Bank of India, vide their letter dated February 4, 2015 has approved the restructuring of Credit Facilities. Accordingly, existng Cash Credit limits are converted into working capital term loan of Rs 5.00 Crores and Cash Credit Limit of Rs 1.5 Crores.

Bank has been reserved it's right to recompense, when the company turns the corner and the restructuring is successfully completed, the scarifice undertaken by the bank should be recouped out of the future profits / cash accruals.

NOTE NO. 28 Impairment

Company recognises all it's assets including land, buildings and plant and machinery as a single Cash Generating Unit. Considering the increase in land values, management at present doesn't foresee any impairment in the carrying values of fixed assets.

NOTE NO. 29 Stock Laws

Company's inventory represents Poly propolyne cut Lenghts (work in process) earmarked for certain customers. Company was expecting the repeat orders from these customers. However , as these repeat orders were not crystalized. The material in process is not having shelf life, the company has recognised the stock loss of Rs. 12,77,08,286/- and adjusted the same in changes in inventory as at 31st March, 2015.

NOTE NO.30 Confirmation of Balances

The management has not obtained confirmation of balances from Trade payable, Trade Receivables Advances to Creditors as at March31,2015 in the absence of confirmation of balances from these parties, provision if any to be made for any adverse variations in the carrying amounts are not quantified. However, mangement is confident that the settlement with the said parties will be made at the carrying amounts and no provision is required at present for adverese variations. Adjustment, if any will be made on settlement.

NOTE NO. 31 Segment Information

The Company operates PP/HDPE Woven Sacks and same geographical location, hence there are no different reporting segments.

NOTE NO. 32 Related Party Transactions

32.1 List of related parties with whom transactions have taken place and relationships.

S.No.	Name of the related Party	Relationship
1.	Sri DVR Raju	Key Management Personnel (KMP)
2.	Sri DRSP Raju	Key Management Personnel (KMP)
3.	Smt. D. Subhadra	Relatives of Key Management Personnel (RKMP)
4.	. Smt. Ch. Gayathri	Relatives of Key Management Personnel (RKMP)
5.	Sri D. Rama Raju	Relatives of Key Management Personnel (RKMP)
6.	Sri D.V. Prudvi Raju	Relatives of Key Management Personnel (RKMP)
7.	Sri Venugopal Reddy	Others
8.	M/s. Vayhan Coffee Ltd	Others
9.	M/s. DSL Finance	Others
10.	M/s. DCL Chemplast Ltd	Others

32.2 Transactions during the year with related parties (Rs. in lacs)

	Current Year			Previous Year		
	KMP Rupees	RKMP Rupees	others Rupees	KMP Rupees	RKMP Rupees	Others Rupees
1. Rent	0.00	120000	0.00	0.00	120000	0.00
2. Loans - opening balance	23550000	2200000	14391000	1300000	200000	1750000
- Receipts	3500000	1500000	58390000	22250000	2000000	12641000
- Payments	2500000	0.00	10450000	0.00	0.00	0.00
- Closing Balance	24550000	3700000	62331000	23550000	2200000	14391000

NOTE NO. 33 Earnings per Share :

	For the year ended 31st March 2015	For the year ended 31st March 2014
a) Profit/(Loss) after tax Rs.	(155,465,362)	(16,029,094)
b) Weighted average No. of shares	2115000	2115000
c) Earnings per share - Basic	Rs. -73.51	-7.58
- Diluted	Rs. -73.51	-7.58



DECCAN
POLYPACKS
LIMITED

NOTE NO. 34 Value of Imports (CIF) :

	For the year ended 31st March, 2015	For the year ended 31st March 2014
Raw materials	0.00	0.00
NOTE NO. 35 Earning in Foreign Currency		
FOB Value of Exports	0.00	0.00

NOTE NO. 36

Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/disclosure

As per our report of even date attached

For and on behalf of the Board

For M. BHASKARA RAO & CO
CHARTERED ACCOUNTANTS

V. K. MURALIDHAR
Partner

DV PRUDVI RAJU
Whole Time Director

Place : Hyderabad
Date : : 29.05.2015

G V RAJU
Director (Commercial)



DECCAN POLYPACKS LIMITED

Regd. Office : Sy.No. 142A Bollaram, (Via) Miyapur, Jinnaram Mandal,
CIN NO : L24134TG984PLC005215
Medak District, Telangana - Pin 502 325.

PROXY FORM

I/We

(address).....

being a member/members of Deccan Polypacks Limited, hereby appoint

..... (address)

as my/our proxy to vote for me/our behalf at the 31st Annual General of the Company to be held on Tuesday the 29th December 2015 at 11.00 A.M. and at any adjournment thereof.

Signed thisday of2015

Regd. Folio No. Signature

Signaute

Affix
Rs. 1/-
Revenue
Stamp



DECCAN POLYPACKS LIMITED

Regd. Office : Sy.No. 142A Bollaram, (Via) Miyapur, Jinnaram Mandal,
CIN NO : L24134TG1984PLC005215
Medak District, Telangana - Pin 502 325.

ATTENDANCE SLIP

I hereby record my presence at the 31st Annual General Meeting of Deccan Polypacks Limited at Sy.No. 142A, IDA Bollaram, (Via) Miyapur, Jinnaram Mandal, Narsapur Tq., Medak District, Telangana on Tuesday the 29th December, 2015 at 11.00 A.M.

1. Full Name of the Member

2. Full Name of the Proxy*

3. Ledger Folio No.....

4. No. of Shares held

5. Signature of the member/proxy attending #

* To be filled if the Proxy attends instead of the Member(s)

To be used only when Member, first named is not attending

Please give full name of the First holder

Note : 1. Members attending must fill in this attendance slip and hand it over at the entrance of the venue of the meeting

2. Members are requested to bring their copy of the Notice for reference at the meeting