

pricol castings limited

EIGHTEENTH ANNUAL REPORT - 2012

pricol castings limited

BOARD OF DIRECTORS	Mr. Vijay Mohan - Chairman Mr. Viren Mohan – Executive Director Mr. P. Vijay Raghunath Mr. A. Venkatesan Mr. D. Ravichandran
AUDIT COMMITTEE	Mr. P. Vijay Raghunath Mr. D. Ravichandran Mr. A. Venkatesan
COMPANY SECRETARY	Mr. V. Krishnamoorthy
AUDITORS	M/s. Narayan & Dharan Chartered Accountants 366-A, Alegasan Road, S.B. Mission Post, Coimbatore – 641 011.
BANKERS	City Union Bank Limited 3/220, New Scheme Road, P. B No 6310, Pavanaicken Palayam, Coimbatore, Pin : 641037
REGISTERED OFFICE	100/1A, Pollachi Main Road, Thamaraikulam Post, Kinathukadavu (Via), Pollachi T.K., COIMBATORE – 642 109.
FACTORY	
Pressure Die Casting Division Tooling Division Machining Division	100/1A, Pollachi Main Road, Thamaraikulam Post, Kinathukadavu (Via), Pollachi Taluk – 642 109. COIMBATORE

pricol castings limited

NOTICE TO THE SHARE HOLDERS

Notice is hereby given that the Eighteenth Annual General Meeting of the Company will be held on Monday, 2nd July 2012 at 9:00 AM at the Registered office of the Company situated at 100/1A, Pollachi Main Road, Thamaraikulam (Post), Kinathukadavu (Via), Pollachi (TK), Coimbatore – 642 109, to transact the following business:


AGENDA

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2012 and the Statement of Profit and Loss for the year ended 31st March 2012 and the Report of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr.Vijay Mohan who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors and to fix their remuneration.

Coimbatore
21st May 2012.

By order of the Board



Vijay Mohan
Chairman

NOTE: A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND & VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

pricol castings limited

REPORT OF THE DIRECTORS

Your Directors take pleasure in presenting the Eighteenth Annual Report and Audited Accounts for the financial year ended 31st March 2012.

WORKING RESULTS:

The working results of the Company is summarized as detailed below:

Particulars	Rs. In Million	
	2011-12	2010-11
Sales & Service Charges – Domestic	233.585	257.528
- Export	5.788	6.551
Total	239.373	264.079
Profit Before Interest, Depreciation & Other Income	17.180	10.594
Less : Interest & Finance Charges	12.549	7.831
: Depreciation	12.941	12.663
Add : Other Income	2.421	1.057
Profit / (Loss) Before Tax	(5.889)	(8.843)
Less : Provision for Tax - Current Tax	--	--
Profit / (Loss) After Tax	(5.889)	(8.843)
Balance brought forward	(66.809)	(57.966)
Balance Carried to Balance Sheet	(72.698)	(66.809)

REVIEW OF OPERATIONS & OUTLOOK:

During 2011-12, the company made a sales turnover of Rs. 239 million against Rs.264 million last year, a decrease of 10%.

The company took efforts to streamline the business by pulling out of non profitable business. Further sale to one of the existing customer changed to supply of casting with aluminum raw material supplied by them. This has resulted in drop in sale value of Rs.11 million, but helped the company to improve operating margins.

Even though the company had a loss of Rs.6 million for the whole year 2011-12, various cost control measures implemented during the financial year 2011-12, resulted in nominal profits for each of the last 3 quarters of 2011-12.

For the ensuing year, the company has won new orders from domestic and overseas customers. All the new business is with higher value addition like machining and painting etc. Gravity die casting process is also given more focus to take the company to next level of growth. The company is having an order book of Rs.320 million. With some more new customers expected, turnover of Rs. 400 million is expected for financial year 2012-13. This increase in sales will lead to break even and generate profits.

The existing power erratic power situation and raising LPG cost is a cause of concern. Various new initiatives are planned to reduce cost and manage the projected profitability.

DIRECTORS:

Mr.Vijay Mohan, Director retires by rotation at the ensuing meeting and is eligible for re-appointment.

pricol castings limited

Mr.K.Janardhanan, Managing Director has resigned from the Board of Directors with effect from 25th January 2012. The Board appreciated the valuable services rendered by Mr.K.Janardhanan during his tenure of office as Managing Director of the Company.

FIXED DEPOSITS:

The Company has not accepted any Deposits from the public.

CHANGE IN NAME OF THE COMPANY

The Company is focusing on the core business of High Pressure Die Casting (HPDC) due to its significant contribution to the turnover and profitability of the Company. In order to create a brand image for the Company, the name of the Company has been changed from "English Tools and Castings Limited" to "PRICOL CASTINGS LIMITED" with effect from 24th November 2011.

AUDITORS:

The statutory auditors M/s. Narayan & Dharan, Chartered Accountants retire at the ensuing Annual General Meeting and are eligible for reappointment.

The Company has received a letter from them, stating that the appointment, if made, will be within the limit prescribed under section 224(1B) of the Companies Act, 1956.

CONSERVATION OF ENERGY ETC:

Details of Conservation of Energy, technology absorption, Foreign Exchange Earnings and Outgo in accordance with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules 1988, is annexed herewith and forms part of this report.

PARTICULARS OF EMPLOYEES:

The Company does not have employees drawing remuneration attracting the provisions of section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 and Companies (Particulars of Employees) Amendment Rules, 2011.

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors hereby confirm that:

- a) in the preparation of annual accounts for the financial year ended 31st March 2012, the applicable accounting standards have been followed.
- b) they had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for the year under review;

pricol castings limited

- c) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities and
- d) they had prepared the annual accounts for the financial year ended 31st March 2012, on a going concern basis.

ACKNOWLEDGEMENT:

The directors wish to thank customers, vendors, banks / financial institutions and Pricol Limited for their continued support and co-operation during the year under review. They also wish to place on record their appreciation of the contribution made by the management team and the employees at all levels.

By order of the Board



Vijay Mohan
Chairman



Viren Mohan
Executive Director

Coimbatore
21st May 2012.

pricol castings limited

ANNEXURE TO DIRECTORS REPORT FOR THE YEAR 2011-12

1. Particulars pursuant to section 217 (1)(e) of the Companies Act 1956 read with Companies (Disclosure of particulars in the Report of the Board of Directors) Rules 1988.

a. CONSERVATION OF ENERGY:

- a) Energy Conservation Measures Taken: In a Die casting machines the electrical energy is conserved through integrated PLC programming of pressure and flow. In the tool room division heavy machines like Plano milling, boring machines are fitted with variable frequency drives to conserve power.
- b) Energy Consumption as per Form –A :

PARTICULARS	Units	2011-12	2010-11
1) Electricity Charges	Rs. In Million	8.908	14.772
2) EB Units Purchased	Kwh.	1,629,848	2,183,896
3) Rate per Unit Purchased	Rs.	5.47	6.76
1) Generator – Diesel	Rs. In Million	7.136	6.097
2) Units Generated	Kwh.	579,666	508,322
3) Cost per Unit Generated	Rs.	12.31	11.99
1) Total Power & Fuel (Excl. LPG)	Rs. In Million	16.044	20.869
2) Units Purchased/generated	Kwh.	2,209,514	2,692,218
3) Cost per Unit Consumed	Rs.	7.26	7.75
1) Liquefied Petroleum Gas (LPG)	Rs. In Million	16.703	17.920
2) Kgs Consumed	Kgs	282,189	375,281
3) Cost per Kg	Rs.	59.19	47.75

b. TECHNOLOGY ABSORPTION AND RESEARCH & DEVELOPMENT:

The Company has developed die-cast parts which are being used in the pumps and valves especially for higher pressure applications. Also, developed in house facility to test the pressure parts.

c. FOREIGN EXCHANGE EARNING & OUTGO: (Rs. In Million)

- i. Earnings in Foreign Exchange (FOB) : Rs. 5.937 (Previous Year Rs. 8.268)
- ii. Outgo in Foreign Currency (CIF) : Rs. 0.502 (Previous Year Rs. 1.216)

Date: 21-05-2012

Ref: -

REPORT OF THE AUDITOR TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of **Pricol Castings Limited**, Coimbatore, as at 31st March, 2012 and also the Statement of Profit and Loss for the year ended on that date annexed there to. These Financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies' (Auditor's Report) Order, 2003, and according to the information and explanations given to us during the course of the audit and on the basis of such checks as were considered appropriate, we enclose in the Annexure a statement on the matters specified in paragraph 4 of the said order.

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

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from our examination of those books.
3. The Balance Sheet and the Statement of Profit and Loss dealt with by this report are in agreement with the books of account.
4. In our opinion the Balance Sheet and Statement of Profit and Loss dealt with by this report comply with the Accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
5. On the basis of the written representation received from the Directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2012 from being appointed as a Director in terms of Clause (g) of Sub-section (1) of section 274 of the Companies Act, 1956.



6. In our opinion and to the best of our information, and according to the explanations given to us, the said financial statements, read together with the attached schedules and notes forming part of accounts give the information required by the Companies Act, 1956, in the manner so required and present a true and fair view in conformity with the accounting principles generally accepted in India:
- In the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2012; and
 - In the case of the Statement of Profit and Loss, of the Loss for the year ended on that date,
 - In the case of cash flow statement, of the cash flows for the year ended on that date.

Coimbatore
21.05.2012

For Narayan & Dharan
Chartered Accountants
ICAI Reg.No.007371S

K. Badri Narayan

K. Badri Narayanan
Partner
M.No.024550



Annexure to Auditor's Report

1. a) The company is maintaining records showing particulars of fixed assets.
b) The assets have been physically verified by the management in accordance with a phased programme of verification, which in our opinion is reasonable, considering the size and the nature of the business. The frequency of verification is reasonable.
c) The company has closed the plastic molding division. This, in our opinion, has not affected the going concern assumption.
2. a) The inventories have been physically verified by the management during the year at reasonable intervals.
b) The procedures followed by the company for verification of inventory are reasonable and adequate in relation to the size of the company and the nature of its business.
c) The company has maintained proper records of inventories and discrepancies noticed on physical verification of inventories were not material and have been appropriately dealt with.
3. a) During the year the company has not granted loans, secured or unsecured to companies, firms or other parties covered in the Register maintained under section 301 of the Companies Act, 1956.
b) During the year the company has taken unsecured loan from companies covered in the Register maintained under section 301 of the Companies Act, 1956.
 Number of Parties - One
 Maximum amount involved - Rs.39.607 Million
4. There are adequate internal control systems commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. There has been no major weakness in the internal control system.
5. a) The particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements exceeding rupees five lakhs each have been made at prices, which are reasonable having regard to prevailing market prices at the relevant time.
6. The company has not accepted deposits from public.



7. The company has an adequate internal audit system commensurate with its size and nature of its business.
8. The central government has prescribed cost records under section 209(1)(d) of the Companies Act, 1956, and on a broad examination we confirm that the company maintains such records.
9. a) According to the information and explanations given to us and records examined, there has been no undue delays in depositing undisputed statutory dues as to Provident Fund, Employee's State Insurance. There are no arrears in statutory dues for more than 6 months as at last day of the financial year. No delays noticed in depositing of other statutory dues as to Income tax, Sales tax, Service tax, Custom duty, Excise duty, Cess and other statutory dues.
b) According to the information and explanations given to us, there are disputed dues under sales tax. The details are as under:

Sl.No	Name of the statute	Period to which amount relates	Nature of dues	Amount disputed (Rs)	Amount paid	Forum where dispute is pending
1	TNGST	2004-05, 2005-06, 2006-07	Entry tax	3640155	Nil	Pending before Supreme Court on appeal by department
2	TNGST	-do-	Sales tax	2085061	Nil	Interim stay granted by High Court
3	TNGST	2005-06	Sales tax	435682	Nil	-do-

10. As per the information and explanations given to us, there are accumulated losses as on 31st March 2012. The Company has not incurred cash losses during the financial year covered by our audit and there are no cash losses in the immediately preceding financial year.
11. The Company has not defaulted in repayment of its dues to bank or financial institution.
12. During the year, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of special statutes applicable to chit fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the company.
14. The company is not dealing or trading in shares, securities, debentures or other investments.
15. According to the records, information and explanations given to us, the company has not given guarantee for loans taken by others from bank or financial institutions.
16. The company has applied term loan for the purposes for which they were obtained.
17. The current liabilities of the company are more than the current assets as at the end of the current year ended 31.03.12. However, according to the information and explanations given to us and on an overall examination, we report that, prima facie, no funds raised on short term basis have been used for long term investment by the company.



(3)

18. During the year, the company has not made allotment of shares to parties and companies covered in the Register maintained u/s.301 of the Companies Act, 1956.
19. During the year, the company has not issued debentures.
20. During the year, the company has not raised money by public issue.
21. According to the information and explanation given to us, and the books and records examined by us, there are no frauds on or by the company that has been noticed or reported during the year.

Coimbatore
21.05.2012

For Narayan & Dharan
Chartered Accountants
ICAI Reg.No.007371S

K. Badri Narayan

K. Badri Narayanan
Partner
M.No.024550



pricol castings limited

BALANCE SHEET AS AT 31ST MARCH, 2012

Particulars	Note No	As at the end of 31.03.2012 (Rs.Million)	As at the end of 31.03.2011 (Rs.Million)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	148.837	148.837
(b) Reserves and Surplus	2	(72.696)	(66.808)
(c) Money received against share warrants		-	-
(2) Share Application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	3	10.057	0.000
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions	4	0.863	0.646
(4) Current Liabilities			
(a) Short-Term Borrowings	5	84.558	84.457
(b) Trade Payables	6	24.844	31.023
(c) Other Current Liabilities	7	10.194	14.343
(d) Short-Term Provisions	8	8.328	7.668
Total Equity & Liabilities		214.985	220.165
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	9		
(i) Tangible assets		88.231	92.618
(ii) Intangible assets		0.697	0.556
(iii) Capital work in progress		-	1.393
(iv) Intangible assets under development		-	-
(b) Non-current investments	10	-	-
(c) Deferred tax assets (net)		1.421	1.421
(d) Long term loans and advances	11	2.180	4.267
(e) Other non-current assets	12	28.990	24.253
(2) Current Assets			
(a) Current investments	13	-	-
(b) Inventories	14	63.687	46.216
(c) Trade receivables	15	21.398	43.064
(d) Cash and cash equivalents	16	0.113	0.192
(e) Short-term loans and advances	17	8.268	6.185
(f) Other current assets		-	-
Total Assets		214.985	220.165

NOTES TO ACCOUNTS

Notes referred to above and notes attached there to form an integral part of Balance Sheet

As per our report of date attached

For Narayan & Dharan
Chartered Accountants

K. Badri Narayanan, Partner
Membership No.024550
Coimbatore, 21st May 2012



For and on behalf of the Board

J. Jaymohan

Vijay Mohan
Chairman

Viren Mohan

Viren Mohan
Executive Director

V. Krishnamoorthy
Company Secretary

pricol castings limited

STATEMENT OF PROFIT & LOSS FOR THE PERIOD ENDED ON 31ST MARCH, 2012

Sr. No	Particulars	Note no	For the year ended 31.3.2012	For the year ended 31.3.2011
			(Rs.Million)	(Rs.Million)
I	Revenue from operations	18	239.373	264.079
II	Other Income	19	2.421	1.522
III	Total Revenue (I+II)		241.794	265.600
IV	Expenses:			
	Cost of materials consumed	20	139.872	154.306
	Purchase of Stock-in-Trade		-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade - Increase in Inventories	21	(19.063)	(8.739)
	Employee Benefit Expense	22	37.598	31.361
	Finance Costs	23	12.549	7.831
	Depreciation and Amortization Expense	24	12.941	12.663
	Other Expenses	25	63.786	77.020
	Total Expenses		247.683	274.443
V	Profit / (Loss) before exceptional and extraordinary items and tax	(III - IV)	(5.889)	(8.843)
VI	Exceptional Items		-	-
VII	Profit / (Loss) before Extraordinary items and Tax (V - VI)		(5.889)	(8.843)
VIII	Extraordinary Items		-	-
IX	Profit / (Loss) before tax (VII - VIII)		(5.889)	(8.843)
X	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
XI	Profit / (Loss) from the period from continuing operations	(IX-X)	(5.889)	(8.843)
XII	Profit / (Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit / (Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit / (Loss) for the period (XI + XIV)		(5.889)	(8.843)
XVI	Earning per equity share:			
	(1) Basic		(0.396)	(0.594)
	(2) Diluted		(0.396)	(0.594)

Notes referred to above and notes attached there to form an integral part of statement of Profit & Loss

As per our report of date attached

For Narayan & Dharan
Chartered Accountants

K. Badri Narayan
K. Badri Narayanan, Partner
Membership No.024550
Coimbatore, 21st May 2012



For and on behalf of the Board

V. Jay Mohan

Vijay Mohan
Chairman

Viren Mohan

Viren Mohan
Executive Director

V. Krishnamoorthy
V. Krishnamoorthy
Company Secretary

pricol castings limited

Cashflow Statement for the Year ended 31st March 2012

S.No	Particulars	2011 - 12 Rs. Million		2010 - 11 Rs. Million	
A	Cash Flow From Operating Activities				
	Net Profit / (Loss) Before Tax		(5.889)		(8.843)
	Adjustments for :				
	Depreciation & Amortisation	12.941		12.663	
	Profit on Sale of Assets (Net)	(1.047)		(0.464)	
	Exchange Fluctuation (Gain) / Loss on Re-statement	-		-	
	Interest received	-		-	
	Interest & Finance Charges	12.549		7.831	
	Income from Mutual Funds	-		-	
			24.444		20.029
	Operating Profit before working capital changes		18.555		11.185
	Movements in Working Capital :-				
	Decrease / (Increase) in Trade and other receivables	16.660		(11.958)	
	Decrease / (Increase) in Inventories	(17.471)		(11.945)	
	(Decrease) / Increase Long Term Provisions	0.217		0.250	
	(Decrease) / Increase in Other current liabilities	(4.149)		(18.713)	
	(Decrease) / Increase in in short term borrowings	0.101		44.327	
	(Decrease) / Increase in short term provisions	0.660		(0.141)	
	Decrease/(Increase) in Long Term Loans and Advances	2.087		(0.995)	
	Decrease/(Increase) in Other non current Assets	0.293		(0.543)	
	Decrease/(Increase) in Short Term Loans and Advances	(2.083)		1.657	
	Decrease/(Increase) in Other current assets	-		-	
	(Decrease) / Increase Trade and other payables	(6.179)		1.440	
			(9.864)		3.379
	Cash generated from Operations		8.691		14.564
	Income taxes paid		-		-
	Net Cash Flow from Operating activities		8.691		14.564
B	Cash Flow from Investing Activities :				
	Purchase of Tangible and Intangible Assets	(9.756)		(12.406)	
	Sale of Fixed Assets	3.480		2.151	
	Interest received	-		-	
	Net Cash used in investing activities		(6.277)		(10.255)
C	Cash Flow from Financing Activities :				
	Long Term Borrowings	10.057		-	
	Unsecured Loans & Deposits			-	
	Working Capital Borrowings			-	
	Interest paid	(12.549)		(7.831)	
	Dividend & Tax on Dividend paid			-	
	Net Cash Used in financing activities		(2.492)		(7.831)
D	Net increase / (Decrease) in cash and cash equivalents (A+B+C)		(0.078)		-3.521
	Cash and cash equivalents as at 1.4.2010 and 1.4.2011 (Opening Balance)		0.191		3.712
	Cash and cash equivalents as at 31.3.2011 and 31.3.2012 (Closing Balance)		0.113		0.191

As per our report of date attached

For Narayan & Dharan
Chartered Accountants

K. Badri Narayan
K.Badri Narayanan, Partner
Membership No.024550
Coimbatore, 21st May 2012



For and on behalf of the Board

V. Jay Mohan
Vijay Mohan
Chairman

Viren Mohan
Viren Mohan
Executive Director

V.K. Krishnamoorthy
V.Krishnamoorthy
Company Secretary

pricol castings limited

SIGNIFICANT ACCOUNTING POLICIES

1) ACCOUNTING CONVENTION:

Accounts have been prepared under Historical Cost Convention on the basis of going concern and in accordance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956, wherever applicable.

2) FIXED ASSETS AND DEPRECIATION:

Fixed Assets are stated at Historical Cost excluding Cenvat benefit on capital goods.

Depreciation has been provided under the Straight Line Method as per Schedule XIV of the Companies Act, 1956.

At each Balance Sheet date, the carrying amount of assets is tested for impairment.

3) VALUATION OF INVENTORIES:

Inventories are valued at lower of cost and Net realizable value. Cost is determined based on weighted average basis.

4) REVENUE RECOGNITION:

The Company has been constantly adopting accrual system of accounting for income and expenditure.

5) FOREIGN CURRENCY TRANSACTIONS:

Revenue transactions in Foreign Currency are accounted at the rates prevailing at the date of transaction.

Foreign currency assets and liabilities are restated at the exchange rate prevailing on the balance sheet date and any difference on restatement is recognized in the statement of Profit & Loss .

6) EMPLOYEE BENEFITS:

Gratuity and Other Employee Benefits: The liability in respect of gratuity payable to the employees of the company is covered by a scheme of LIC. Accounting of Gratuity and other employee benefits is done as per AS-15 employee benefits.

7) BORROWING COSTS:

Borrowing costs are charged to revenue. There are no assets, during the year for which borrowing cost is to be capitalized.

8) ACCOUNTING FOR TAXES ON INCOME:

There are carry forward losses eligible to be set off against future income under Income tax act. Deferred tax asset in respect of such losses has not been recognized on prudence.

9) ACCOUNTING STANDARDS:

Accounting standards prescribed by the Institute of Chartered Accountants of India have been followed wherever applicable.

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

As notified by Ministry of Corporate Affairs, Revised Schedule VI under the Companies Act, 1956 is applicable to the Financial Statements for the financial year commencing on or after 1st April, 2011. Accordingly, the financial statements for the year ended March 31, 2012 are prepared in accordance with the Revised Schedule VI. The amounts and disclosures included in the financial statements of the previous year have been reclassified to conform to the requirements of Revised Schedule VI

Note No : 1 Share Capital

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	AUTHORISED 3,00,00,000 Equity Shares of Rs.10/- each	300.000	300.000
		300.000	300.000
2	ISSUED . SUBSCRIBED & PAID UP 1,48,83,700 Equity Shares of Rs.10/- each fully paid	148.837	148.837
	Total	148.837	148.837

31.3.2012

Reconciliation of No.of shares

	No.of shares	Amount(Rs.Mn)
Opening outstanding as at beginning of the period	14883700	148.837
Add: Equity shares issued during the period	-	-
Less: Shares bought back during the period	-	-
Closing outstanding as on end of the period	14883700	148.837

Of the above shares held by Holding company and its nominees.	14883700	148.837
Shares in company held by share holder holding more than 5% shares - Pricol Limited and its nominees - 100%	14883700	148.837

Shares reserved for issue under options&contracts/commitments For period of 5 years immediately preceding the date of balance sheet :	Nil	Nil
a. Shares allotted is fully paid up pursuant to contracts without payment being received in cash.	Nil	Nil
b. Aggregate number of shares allotted fully paid bonus shares	Nil	Nil
c. Aggregate number of shares bought back	Nil	Nil

Terms/Rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

Note No : 2 Reserve & Surplus

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Capital Reserve Capital Reserve	0.001	0.001
2	Profit and loss account Opening balance of accumulated profit/(Loss)	(66.808)	(57.966)
	Add : Current period Profit/ (Loss)	(5.889)	(8.843)
	Closing balance of accumulated Profit/(Loss)	(72.697)	(66.809)
	Total	(72.696)	(66.808)

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

NON CURRENT LIABILITIES

Note no : 3 Long Term Borrowings

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Term Loan - Long Term Borrowings		
	- From Banks - City Union Bank	10.057	-
	- From Other Parties	-	-
2	Deferred Payment Liabilities	-	-
3	Deposits	-	-
4	Long Term Maturities of Finance lease obligation	-	-
5	Other Loans & Advances	-	-
	Total	10.057	0.000

Term loan from City Union Bank is Rs.15.584 million, of which Rs.10.057 is long term balance and Rs.5.527 million is current. The term loan is repayable in equated monthly installment over 6 years of Rs.0.46 million per month. Interest is payable on monthly basis. The loan is secured by charge on specific immovable properties situated at 100/1A Pollachi main road, Thamaraikulam post, Kinathukadavu (via) Pollachi Taluk, Coimbatore 642109, further secured by charge on current assets of the Company and supported by corporate guarantee from Pricol Limited, Holding Company.

Note no : 4 Long Term Provisions

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended	For the year ended
1	Provision for Gratuity-PV of obligations	2.294	1.990
	Less: Fair value of plan assets	1.431	1.344
	Net provision for Gratuity	0.863	0.646

Note no : 5 Short Term Borrowings

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Loan Repayable on Demand		
	- From Bank - Cash credit account - City Union Bank	52.474	44.733
	- From Other Parties	-	-
2	Loans & Advances From Related Parties - Holding Company	32.075	39.607
3	Deposits	-	-
4	Other Loans & Advances	0.009	0.117
	Total	84.558	84.457

Working capital facilities from City Union Bank is secured by first charge on current assets of the Company, further secured by charge on the specific immovable properties situated at 100/1 A.,Pollachi main road, Thamaraikulam post, Kinathukadavu (via),Pollachi Taluk, Coimbatore 642109 and supported by corporate guarantee from Pricol Limited, Holding Company.

Working capital facilities from City Union Bank is repayable on demand and carries interest rate varying from 13.75% to 14.5% p.a.

Loan from the holding company is unsecured.

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

Note no : 6 Trade Payable

		(Rs.Million)	(Rs.Million)
Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
	<i>-Sundry Creditors for Material/Supplies:</i>		
1	Due to Micro, Small and Medium Enterprises.	4.822	3.301
2	Other trade payables	20.022	27.722
	(All the above trade payables are unsecured)		
	Total	24.844	31.023

There is no interest amounts paid/payable on account of overdue payments to Micro, Small and medium enterprises. The information in relation to dues to micro, small and medium enterprises have been determined to the extent such parties have been identified on the basis of information available with the company and relied upon by the auditors.

Note no : 7 Other Current Liabilities

		(Rs.Million)	(Rs.Million)
Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
	Current maturity of Long term borrowings		
1	Term loan - Current maturities - CUB	5.527	-
2	Term loan - Current maturities - HDFC	-	4.771
3	Liability for capital Expenditure	0.400	0.079
4	Liability for other Finance	0.178	-
5	Excise Duty Payable	0.013	0.224
6	Sales tax payable	0.128	0.862
7	TDS Payable	0.256	0.308
8	Advance From Customers	3.621	7.877
9	Advances payable	0.071	0.222
	Total	10.194	14.343

Note no : 8 Short Term Provisions

		(Rs.Million)	(Rs.Million)
Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
1	Provision For Employees Benefits		
	EPF Payable	0.272	0.247
	ESI payable	0.114	0.089
2	Others		
	Provision for Expenses	6.253	5.643
	Provision for Income tax	1.689	1.689
	Total	8.328	7.668

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

Note No : 9 Fixed Asset

(Rs.Million)

Sl.No.	Description of Assets	Gross Block			Depreciation			Net Block		
		As at 01.04.2011	Additions during the year	Deletions during the year	As at 31.03.2012	As at 01.04.2011	Additions during the year	Deletions during the year	As at 31.03.2012	As at 31.3.2011
1	Land	1.237	-	-	1.237	-	-	-	1.237	1.237
2	Buildings	41.701	1.097	-	42.798	1.499	-	25.694	17.104	17.505
3	Plant and Machinery	145.707	7.752	14.643	138.816	8.357	12.470	77.264	61.552	64.330
4	Lab Equipments	4.489	0.343	-	4.831	0.750	-	3.380	1.452	1.859
5	Electrical Fittings	19.300	0.394	-	19.694	1.383	-	15.298	4.396	5.385
6	Furniture & Fittings	2.074	0.013	-	2.087	0.051	-	1.863	0.223	0.261
7	Office Equipments	6.341	0.429	-	6.770	0.265	-	5.759	1.011	0.847
8	Vehicles	2.885	0.602	0.972	2.515	0.257	0.690	1.260	1.255	1.193
9	Capital work in Process	1.393	-	1.393	-	-	-	-	-	1.393
	Total - Tangible assets	225.127	10.629	17.008	218.749	12.562	13.159	130.518	88.231	94.011
	Intangible assets - computer software	2.470	0.520	-	2.990	0.380	-	2.293	0.697	0.556
10	Grand Total of Tangible and Intangible assets	227.597	11.149	17.008	221.738	12.941	13.159	132.811	88.928	94.568
	Previous Year total of Tangible and Intangible assets	227.515	0.890	5.664	222.741	14.922	4.168	126.692	96.049	111.577

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

Note no : 10 Non Current Investment

(Rs.Million) (Rs.Million)

Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
1	Investment in Property	-	-
2	Investment in Equity Instrument	-	-
3	Investment in Preference shares	-	-
4	Investment in Government or Trust Securities	-	-
5	Investment in Debentures & Bonds	-	-
6	Investment in Mutual Fund	-	-
7	Investment in Partnership Firm	-	-
8	Other	-	-
	Total	-	-

Note no : 11 Long Term Loans and Advances

(Rs.Million) (Rs.Million)

Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
I)	Capital Advances		
	a) Secured, Considered Good :	-	-
	b) Unsecured, Considered Good :	0.210	2.265
	c) Doubtful	-	-
II)	Security Deposit		
	a) Secured, Considered Good :		
	Earnest Money Deposit	-	-
	Other Deposit	-	-
	b) Unsecured, Considered Good :	1.970	2.002
	c) Doubtful	-	-
III)	Loans & Advances to related parties	-	-
IV)	Other Loans & Advances		
	a) Secured, Considered Good :		
	Earnest Money Deposit	-	-
	Other Deposit	-	-
	b) Unsecured, Considered Good :	-	-
	c) Doubtful	-	-
	Total	2.180	4.267

Note no : 12 Other Non Current Assets

(Rs.Million) (Rs.Million)

Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
1	Long Term Trade Receivables		
	a) Secured, Considered Good :	-	-
	b) Unsecured, Considered Good :	26.173	21.166
	c) Doubtful	-	-
2	Tax Payments Pending Adjustment	2.817	3.087
3	Others	-	-
	Total	28.990	24.253

Note no :13 Current Investments

(Rs.Million) (Rs.Million)

Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
1	Investment in Equity	-	-
2	Investment in Preference Shares	-	-
3	Investment in Govt Securities	-	-
4	Investment in debentures & Bonds	-	-
5	Investment in Mutual Fund	-	-
6	Investment in Partnership Firm	-	-
7	In Short term Fixed Deposits	-	-
	Total	-	-

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

Note no : 14 Inventories

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Raw Material	2.295	7.111
2	Work-in-Progress	55.602	36.539
3	Finished Goods	-	-
4	Stores & Spares	5.790	2.566
5	Stock in Trade - Purchased finished goods	-	-
6	Goods in Transit	-	-
	Total	63.687	46.216

All inventories are valued at Cost or net realisable value whichever is lower.

Note no : 15 Trade Receivables

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Outstanding for more than six months		
	a) Secured, Considered Good :		
	b) Unsecured, Considered Good :	1.590	19.541
	c) Doubtful	-	-
2	Others		
	a) Secured, Considered Good :	-	-
	b) Unsecured, Considered Good :	19.808	23.523
	c) Doubtful	-	-
	Total	21.398	43.064

Note no : 16 Cash & Cash Equivalents

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Cash-in-Hand		
	Cash Balance	0.002	0.026
	Sub Total (A)	0.002	0.026
2	Bank Balance		
	in Current Account	0.111	0.166
	Sub Total (B)	0.111	0.166
	Total [A + B]	0.113	0.192

Note no :17 Short Terms Loans and Advances

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Loans & Advances to related parties		
2	Loans & Advances - Others		
	Unsecured - Considered good		
	Advance to Suppliers	4.599	4.537
	Advances to Staffs	0.378	0.00
	Advance to Capital expenditure	-	-
	Advance Income Tax/Refund Due	-	-
	Advance to Excise, Vat & CST	2.798	1.532
	Prepaid Expenses	0.493	0.116
	Other advances	-	-
	Total	8.268	6.185

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

Note no : 18 Revenue from Operations

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Gross Sales	264.874	290.259
	Less: Excise duty	38.970	38.659
	Net sales	225.904	251.600
2	Export Sales	5.788	6.550
3	Job Work Receipts	7.681	5.928
	Total	239.373	264.079

Note no : 19 Other Income

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Other Receipts	0.748	0.068
2	Sundry old credits written back	0.626	0.990
3	(Loss)/ Profit On Sale of Assets	1.047	0.464
	Total	2.421	1.522

Note no : 20 Cost of Material Consumed

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
a)	Raw Materials consumed		
	Opening stock of Raw materials	7.111	3.966
	Add:Purchase of Raw materials	135.056	157.451
	Less: closing Stock of Raw materials	2.295	7.111
	Total	139.872	154.306

Note no : 21 Change in Inventories

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Opening Stock of WIP	36.539	27.800
2	Closing Stock of WIP	55.602	36.539
	Total	(19.063)	(8.739)

Note no : 22 Employment Benefit Expenses

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Pay, Allowances & Exgratia	33.540	28.849
2	Company's Contribution to PF & ESI	2.395	0.704
3	Gratuity	0.554	0.248
4	Welfare Expenses	1.109	1.561
	Total	37.598	31.361

Note no :23 Financial Cost

Sr. No	Particulars	(Rs.Million)	(Rs.Million)
		For the year ended 31.3.2012	For the year ended 31.3.2011
1	Interest on Cash Credit Facility	6.446	4.193
2	Interest on Term loan	1.488	0.932
3	Interest on HP loan	0.024	0.019
4	Interest on Other loans	4.591	2.687
	Total	12.549	7.831

pricol castings limited

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012

Note no : 24 Depreciation & Amortised Cost

		(Rs.Million)	(Rs.Million)
Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
1	Depreciation	12.941	12.663
2	Other amortisations	-	-
	Total	12.941	12.663

Note no : 25 Other Expenses

		(Rs.Million)	(Rs.Million)
Sr. No	Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
a)	Stores & Consumables - Consumed		
	Opening stock of stores & consumables	2.399	2.505
	Add:Purchase of stores & Consumables	4.655	6.826
	Less: Closing Stock of stores & Consumables	4.528	2.399
	Sub-total (a)	2.526	6.932
b)	PRODUCTION EXPENSES		
	Processing Labour Charges	8.660	12.758
	Power & Fuel	37.487	39.204
	Packing, Freight & Forwarding	6.139	8.151
	Repair & Maintenance	4.211	3.378
	Sub-total (b)	56.497	63.491
c)	OTHER EXPENSES		
1	Printing & Stationery Expenses	0.335	0.287
2	Postage & Telephones	0.328	0.462
3	Rent, Rates, Duty & Taxes	0.839	1.004
4	Insurance	0.140	0.150
5	Travelling & Conveyance	0.310	0.579
6	Bad Debts Written Off	-	-
7	Salary to Managing Director	-	1.500
8	Directors' Sitting Fees	0.145	0.142
9	Auditor's Remuneration - Refer to note no.28	0.200	0.140
10	Professional Charges, Books & Periodicals	0.617	1.295
11	Security Service Charges	0.793	0.502
12	Liquidity Damage & Warranty Claim	0.043	0.009
13	Miscellaneous Expenses	0.308	0.351
14	Discount Allowed	-	0.005
15	Foreign Exchange Loss /(Gain)	-	0.129
16	Bank Charges	0.706	0.043
	Sub-total (c)	4.763	6.598
	Grand Total	63.786	77.020

pricol castings limited

NOTES TO FINANCIAL STATEMENTS (Contd..)

Note No. 26

Previous year figures have been regrouped and reclassified to conform to current year's classification.

Note No.27

FOREIGN EXCHANGE EARNING & OUTGO: (Rs. In Million)

i. Earnings in Foreign Exchange (FOB)	Rs. 5.937 (Previous Year Rs.8.268)
ii. Outgo in Foreign Currency (CIF)	Rs. 0.502 (Previous Year Rs.1.216)

Note No.28

Remuneration paid to Auditor includes: (Excluding Service Tax)

Audit Fees	Rs.2,00,000	(Previous Year Rs.1,40,000)
Taxation Matters & Other Services	Rs. 30,000	(Previous Year Rs. 30,000)

Note No.29

Remuneration paid to Directors: (Rs. In Million)

Salary to Managing Director	Rs. Nil	(Previous Year Rs.1.500)
Sitting Fees	Rs. 0.145	(Previous Year Rs.0.142)

Note No.30

Estimated amount of contracts remaining to be executed on capital account and not provided - NIL.

Note No 31

Other commitments – NIL

Note No. 32

DETAILS OF CONTINGENT LIABILITY:

The following are the disputed claim of Rs.61,60,898/- under sales tax:

- (i) Claim of Rs.36,40,155/- towards entry tax for goods purchased outside the State of Tamilnadu.

Madras High Court has struck down the Tamil Nadu Tax on Entry of Goods into Local Areas Act, 2001 as violative of clause (a) of Article 304 of the Constitution. Appeal from Department is pending at Supreme Court. Demand is not sustainable and therefore no provision is required.

- (ii) Claim of Rs.20,85,061/- towards sale of tools & dies against concessional rate of tax as ineligible, as tools & dies are neither capital goods nor raw material.

pricol castings limited

NOTES TO FINANCIAL STATEMENTS (Contd..)

The Eighth Schedule of TNGST Act has clearly specified that tools used with the machineries are eligible for concessional rate of tax. In respect of the same the Company moved the Madras High Court and obtained order of stay against the demand. In the opinion of the Company the case will be won and hence no provision is required.

- (iii) Claim of Rs.4,35,682/- towards differential tax for sale of machinery purchased against concessional rate within 5 years.

The TNGST Act clearly states that any sale which pertains to sale of whole division/unit of the Company, no such differential tax shall be levied. The Company has sold the press shop division during 2005-06, for which the claim was made. As this pertains to sale of whole division as a going concern, no such levy shall be made. In respect of the same the Company moved the Madras High Court and obtained order of stay against the demand. There is no probability for payment of differential tax and hence no provision is required.

Note No. 33

Balances in Customers and Suppliers accounts are subject to confirmation / reconciliation. Appropriate adjustments, if any, will be made as and when the balances are reconciled.

pricol castings limited

NOTES TO FINANCIAL STATEMENTS (Contd.)

Note No. 34 Report under AS-15 (Revised 2005)	As on 31.03.2012	As on 31.03.2011
1. Assumptions		
Discount Rate	8.00%	8.00%
Salary Escalation	6.50%	6.50%
2. Changes in present value of obligations		
Present value of obligations as at beginning of year	1,989,637	2,069,990
Interest Cost	159,171	165,599
Current Service Cost	328,617	341,698
Benefits paid	(376,814)	(463,275)
Actuarial (Gain) / Loss on Obligations	193,830	(124,375)
Present value of obligations as at end of year	2,294,441	1,989,637
3. Changes in fair value of plan assets		
Fair value of plan assets at beginning of year	1,344,540	1,673,558
Expected return on plan assets	127,815	134,257
Contributions	335,633	0
Benefits paid	(376,814)	(463,275)
Actuarial Gain / (Loss) on Plan Assets	Nil	Nil
Fair Value of plan assets at the end of year	1,431,174	1,344,540
4. Fair value of plan assets		
Fair value of plan assets at beginning of year	1,344,540	1,673,558
Actual return on plan assets	127,815	134,257
Contributions	335,633	0
Benefits paid	(376,814)	(463,275)
Fair value of plan assets at the end of year	1,431,174	1,344,540
Funded Status	(863,267)	(65,097)
Excess of Actual over estimated return on plan assets	Nil	Nil
(Actual rate of return = Estimated rate of return as ARD falls on 31 st March)		
5. Actuarial Gain/Loss recognized		
Actuarial Gain / (Loss) for the year – Obligations	(193,830)	(124,375)
Actuarial Gain / (Loss) for the year – plan assets	Nil	Nil
Total (Gain) / Loss for the year	193,830	(124,375)
Actuarial (Gain) / Loss recognized in the year	193,830	(124,375)
6. The amounts to be recognized in the Balance Sheet		
Present value of obligations as at end of year	2,294,441	1,989,637
Fair Value of plan assets as at the end of the year	1,431,174	1,344,450
Funded Status	(863,267)	(645,097)
Net Asset / (Liability) recognized in Balance Sheet	863,267	645,097
7. Expenses Recognized in Statement of Profit & Loss		
Current Service Cost	328,617	341,698
Interest Cost	159,171	165,599
Expected return on plan assets	(127,815)	(134,257)
Net Actuarial (Gain) / Loss recognized in the year	193,830	124,375
Expenses recognized in statement of Profit & Loss	553,803	248,665
Addl. Provision towards gratuity	0	0

pricol castings limited

NOTES TO FINANCIAL STATEMENTS (Contd.,)

Note No.35

List of Related parties with whom transactions have taken place during the year 2011-12 and Relationship

Holding company	Pricol Limited							
Key management personnel	Nil							
Fellow subsidiaries	Integral Investments Limited, Shanmuga Steel Industries Limited and PT Pricol Surya, Indonesia							
Others	Pricol Holdings Limited, Pricol Packaging Limited, Pricol Travel Limited, Pricol Technologies Limited, Pricol Medical Systems Limited, Pricol Properties Limited, Pricol Corporate Services Limited, Xenos Automotive Limited, Penta Enterprises (India) Limited, Ananya Innovations Limited, Vascon Pricol Infrastructures Limited, Prime Agri Solutions (India) Limited, M and M Enterprises (India) Limited, Bhavani Infin Services India Private Limited, Shrimay Enterprises Private Limited, Sagittarius Investments Private Limited, Carcerano Pricoltech (India) Private Limited, Libra Industries, Leo Industries, Ellargi & co., Rudra Industries and Bhavani Treads.							
Related Party Transactions during the year 2011-12						(Rs. in Million)		
Nature of Transaction	Holding Company		Fellow Subsidiaries		Key Mgmt. Personnel		Others	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
Purchase / Labour Charges Paid	16.633	11.964	-	-	-	-	-	-
Sales / Job Work Charges Received	21.904	21.352	-	-	-	-	0.088	0.062
Receiving of Services	-	-	-	-	-	1.500	0.081	0.182
Receiving of unsecured Loan	18.138	38.292	-	-	-	-	-	-
Unsecured Loan Outstanding as at 31.03.2012	29.283	39.607	-	-	-	-	-	-
Interest on the above unsecured loan	2.792	1.461	-	-	-	-	-	-
Payables as at 31.03.2012	2.738	0.842	-	-	-	-	-	-
Receivables Closing as at 31.03.2012	5.419	3.857	-	-	-	-	-	-

As per our report of date attached

For Narayan & Dharan
Chartered Accountants
Regn No.007371S

K. Badri Narayanan

K.Badri Narayanan, Partner/
Membership No.024550
Coimbatore, 21st, May 2012

For and on behalf of the Board

Vijay Mohan

Vijay Mohan
Chairman

Viren Mohan

Viren Mohan
Executive Director

V.K. Krishnamoorthy
V.Krishnamoorthy
Company Secretary

