
ANNUAL REPORT
2013 - 2014

Clear Mipak Packaging Solutions Limited

Clear Mipak Packaging Solutions Limited

CIN : U25202MH1986PLC038626

Registered Office :

203 Welspun House, Kamala City,
Lower Parel (W), Mumbai – 400 013

Phone : + 91 22 40016500 / 24816500

Fax : +91 22 24955659

Email : investor_help@hitechplast.in

Website : www.hitechplast.in

NOTICE

Notice is hereby given that the 29th ANNUAL GENERAL MEETING of the Members of CLEAR MIPAK PACKAGING SOLUTIONS LIMITED, will be held on Friday, 12th September, 2014, at 11.30 a.m. at the Registered Office of the Company Unit 203, Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (W), Mumbai – 400 013 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Statement of Profit & Loss for the year ended 31st March, 2014 and the Balance Sheet as on that date together with the Report of the Board of Directors and Auditors' thereon.
2. To appoint a Director in place of Mr. Jatin R. Shah (DIN 00032475), who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Satish B. Samant (DIN03301575), 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(s), the following Resolution as an Ordinary Resolution:

"RESOLVED THAT in place of the retiring auditors, M/s Shah & Co., Chartered Accountants (Firm Reg.No: 109430W), who have given a notice in writing expressing their inability to be reappointed as the Auditors of the Company; M/s Manubhai & Shah Chartered Accountants (Firm Reg. No: 106041W) be and are hereby appointed as the Auditors of the Company, pursuant to the special notice received from a member under Sections 115, 140(4) and all other applicable provisions of the Companies Act, 2013 and based on the recommendation of the Audit Committee and pursuant to the provisions of Sections 139, 141, 142 and all other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 and all other applicable rules made under the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force), to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the sixth consecutive AGM (with the meeting wherein such appointment has been made being counted as the first meeting), subject to the ratification of the appointment by the members of the Company at every AGM after this AGM, at a remuneration as may be recommended by the Audit Committee and fixed by the Board of Directors of the Company in addition to out of pocket expenses as may be incurred by them during the course of the Audit;

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to delegate all or any of its powers to any of its committee(s) or any Director or officer or person and to do all such acts, deeds, matters and things for giving effect to this Resolution."

SPECIAL BUSINESS:

5. To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

"RESOLVED THAT, pursuant to the provisions of Section 149, 152 and other applicable provisions, if any of the Companies Act, 2013 ('the Act') read with Schedule IV to the Act and the Companies (Appointment and Qualification of Directors) Rules, 2014 ('the Rules'), including any statutory modification(s) or any amendment or any substitution or any re-enactment thereof for the time being in force and Clause 49 of the Listing Agreement, Mr. Rameshchandra Shantilal Gandhi (DIN 00199192), Director of the Company whose period of office is liable to retirement by rotation as per the erstwhile applicable provisions of the Companies Act, 1956 and who has submitted a declaration that he meets the criteria of independence as provided in Section 149(6) of the Act and who is eligible for appointment and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, proposing his candidature for the office of a Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a period of five consecutive years from 1st April, 2014 upto 31st March, 2019.

RESOLVED FURTHER THAT, any Director of the Company, be and is hereby authorised severally to do all such acts, deeds, matters and things as may be considered necessary or desirable to give effect to this Resolution and matters incidental thereto."

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

"RESOLVED THAT, pursuant to the provisions of Section 149, 152 and other applicable provisions, if any of the Companies Act, 2013 ('the Act') read with Schedule IV to the Act and the Companies (Appointment and Qualification of Directors) Rules, 2014 ('the Rules'), including any statutory modification(s) or any amendment or any substitution or any re-enactment thereof for the time being in force and Clause 49 of the Listing Agreement, Mr. Mahendra Chhotalal Sheth (DIN 00056975), Director of the Company whose period of office is liable to retirement by rotation as per the erstwhile applicable provisions of the Companies Act, 1956 and who has submitted a declaration that he meets the criteria of independence as provided in Section 149(6) of the Act and who is eligible for appointment and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, proposing his candidature for the office of a Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a period of five consecutive years from 1st April, 2014 upto 31st March, 2019.

RESOLVED FURTHER THAT, any Director of the Company, be and is hereby authorised severally to do all such acts, deeds, matters and things as may be considered necessary or desirable to give effect to this Resolution and matters incidental thereto."

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

"RESOLVED that pursuant to the provisions of Section 197, 198 and any other applicable provisions of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) a sum not exceeding one percent per annum of the net profits of the Company calculated in accordance with the provisions of Section 198 of the Companies Act, 2013, be paid to and distributed amongst the Directors other than the Managing Director or Whole-Time Directors of the Company or some or any of them in such amounts or proportions and in such manner and in all respects as may be decided and directed by the Board of Directors and such payments shall be made in respect of the profits of the Company for each financial year, for a period of five financial years commencing from 1st April, 2014.

RESOLVED FURTHER that the above remuneration shall be in addition to fee(s) payable to the Director(s) for attending the meetings of the Board or Committee thereof or for any other purpose whatsoever as may be decided by the Board of Directors and reimbursement of expenses for participation in the Board and other Meetings."

RESOLVED FURTHER THAT the Board of Directors of the Company (including the Nomination and Remuneration Committee) be and are hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to the this Resolution."

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

"RESOLVED THAT in supersession of the earlier resolution passed by the Members at the Extra Ordinary General Meeting of the Company held on 28th February, 2011 in terms of provisions of Section 293(1)(d) Companies Act, 1956, and pursuant to provisions of Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013, including any statutory modifications or any amendments or any substitution or re-enactment thereof for the time being in force, Articles of Association of the Company and subject to such approvals, consents, permissions and sanctions as may be necessary, the consent of the members be and is hereby accorded to Board of Directors of the Company (hereinafter called "the Board" which term shall be deemed to include any Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the power conferred by this Resolution) to borrow from time to time of such sum(s) of money(ies), secured or unsecured, for the purposes of the business of the Company, either in foreign currency and / or in rupee currency, as may be deemed necessary, any sum or sums of money on such terms and conditions and with or without security as it may deem proper notwithstanding that the moneys to be so borrowed together with moneys already borrowed by the Company, if any, (apart from temporary loans obtained or to be obtained from the Company's bankers in the ordinary course of business), may exceed the aggregate for the time being of the paid-up share capital of the Company and its free reserves, if any, i.e., reserves not set apart for any specific purpose provided that the total amount of the moneys to be so borrowed by the Board together with moneys already borrowed (apart from temporary loans obtained or to be obtained from the Company's bankers in the ordinary course of business) shall not exceed Rs. 250 Crores (Rupees Two Hundred and Fifty Crores Only) or aggregate of the paid up share capital and free reserves of the Company, that is to say, reserves not set apart for any specific purpose, whichever is higher.

RESOLVED FURTHER THAT the Board of Directors of the Company and/or a Committee thereof be and is hereby authorised to do or cause to be done all such acts, matters, deeds and other things as may be required or considered necessary and/or expedient on behalf of the Company for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all the matters arising out of and incidental thereto, for giving effect to the this Resolution.

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

"RESOLVED THAT in supersession of the earlier resolution passed by the Members at the Extra Ordinary General Meeting of the Company held on 28th February, 2011 in terms of provisions of Section 293(1)(a) Companies Act, 1956, and pursuant to provisions of Section 180(1)(a) of the Companies Act, 2013 and other applicable provisions, if any, of the Companies Act, 2013, including any statutory modifications or any amendments or any substitution or re-enactment thereof for the time being in force, the consent of the members be and is hereby accorded to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include person(s) authorized and/or any Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this Resolution) to create Charge/floating charge, mortgage and/or Hypothecate, to transfer, sell, lease, assign, deliver or otherwise dispose off, in addition to the mortgages/charges created/to be created by the Company, in such form and manner and with such ranking and at such time and on such terms as the Board may determine, on all or any of the moveable and/or immoveable properties of the Company, both present and future and/or the whole or any part of the undertaking(s) of the Company together with the power to take over the management of the business and concern of the Company in certain events of default in favour of Lender(s), Agents, and Trustee(s), for securing the borrowings availed/to be availed by the Company and/ or any of the Company's holding/subsidiary / affiliate / associate company, by way of loan(s) (in foreign currency and/or rupee currency) and Securities (comprising fully/partly Convertible debentures and/or Non Convertible Debentures with or without detachable or non detachable Warrants and/or secured premium notes and/or floating rates notes/bonds or other debt instruments), issued/to be issued by the Company, from time to time, subject to the limits approved under by the Members of the Company from time to time together with interest at the respective agreed rates, additional interest, compound/further interest in case of default, accumulated interest, liquidated damages, commitment charges, premia on prepayment, remuneration of the Agent(s)/Trustees, premium (if any) on redemption, all other costs, charges and expenses, including any increase as a result of devaluation/revaluation/fluctuation in the rates of exchange and all other monies payable by the Company in terms of the Loan Agreement(s)/Heads of Agreement(s), Debenture Trust Deed(s) or any other document, entered into/ to be entered into between the Company and the Lender(s)/Agent(s) and Trustee(s), in respect of the said loans/borrowings /debentures and containing such specific terms and conditions and covenants in respect of enforcement of security as may be stipulated in that behalf and agreed to between the Board of Directors or Committee thereof and the Lender(s)/Agent(s) and Trustee(s).

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to finalise with the abovementioned lending institution(s) or lending entity(ies) the documents for creating the aforesaid mortgages and or charges and to

do all such acts and things as may be necessary for giving effect to the above resolution including the authority to sub-delegate the aforesaid powers."

RESOLVED FURTHER THAT the Board be and is hereby authorized to finalise terms & conditions for such transfer, sell, lease, disposal or for creating the aforesaid charge, mortgage, hypothecation and to do all such acts, deeds, matters and things as may be deemed necessary or expedient by them to give effect to this Resolution and also to agree to any amendments thereto from time to time as it may think fit.

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING MAY APPOINT A PROXY TO ATTEND AND, ON A POLL, VOTE INSTEAD OF HIMSELF/HERSELF. A PROXY NEED NOT BE A MEMBER. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LATER THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE ANNUAL GENERAL MEETING.
2. Explanatory Statement pursuant to Section 102(2) of the Companies Act, 2013, in respect of the Special Businesses as set out in the Notice is annexed hereto.

Clear Mipak Packaging Solutions Ltd.

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Date: 26th May, 2014

By Order of the Board


Rameshchandra S. Gandhi
Chairman

ANNEXURE TO THE NOTICE

Explanatory Statement

[Pursuant to Section 102(2) of the Companies Act, 2013]

The following explanatory statement sets out all material facts relating to Special Businesses of the accompanying Notice of the Annual General Meeting to be held on 12th September, 2014.

Item No. 4:

1. M/s Shah & Co Chartered Accountants (Firm Reg.No: 109430W), the present Statutory Auditors of the Company hold the office until the conclusion of the 29th Annual General Meeting (AGM) and have given a notice in writing expressing their inability to be considered for reappointment as the Statutory Auditors of the Company.
2. Pursuant to Sections 115, 140(4) and all other applicable provisions of the Companies Act, 2013, a special notice was received from a member of the Company proposing to pass the Resolution as appearing at Item No. 5 of the notice at the forthcoming AGM to appoint M/s Manubhai & Shah Chartered Accountants (Firm Reg.No: 106041W) as the Statutory Auditors of the Company in place of M/s Shah & Co Chartered Accountants (Firm Reg.No: 109430W), the retiring auditors of the Company.
3. M/s Manubhai & Shah Chartered Accountants (Firm Reg.No: 106041W) have given their consent to be appointed as the Statutory Auditors of the Company. They have submitted a certificate in terms of the Rule 4 of the Companies (Audit and Auditors) Rules, 2014 and confirmed their eligibility for appointment in terms of the applicable provisions of the Companies Act, 2013, read with the applicable rules made under the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force). They have also confirmed that they are not disqualified for appointment under the applicable provisions of the Companies Act, 2013.
4. In terms of the Rule 4(1)(d) of the Companies (Audit and Auditors) Rules, 2014, M/s Manubhai & Shah Chartered Accountants (Firm Reg.No: 106041W) have confirmed that to the best of their knowledge as on date, there are no pending proceedings against them or any of their partner(s) with respect to professional matters of conduct.
5. M/s Manubhai & Shah Chartered Accountants (Firm Reg.No: 106041W) will hold office from the conclusion of this AGM till the conclusion of the sixth consecutive AGM (with the meeting wherein such appointment has been made being counted as the first meeting), subject to the ratification of the appointment by the members of the Company at every AGM after this AGM, at a remuneration as may be recommended by the Audit Committee and fixed by the Board of Directors of the Company in addition to out of pocket expenses as may be incurred by them during the course of the audit.
6. Relevant documents are open for inspection at the Registered Office of the Company during business hours on any working day of the Company without payment of fee.
7. None of the Directors, Key Managerial Personnel of the Company or their relatives are concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 of the notice. The Board of Directors recommends the Ordinary Resolution set out at Item No. 4 of the notice for approval by the members.

Item No.5

Mr. Rameshchandra Gandhi is a Non-Executive Independent Director of the Company.

Name of the Director	:	Mr. Rameshchandra Gandhi
Date of Birth	:	18 th June, 1929
Profile	:	Mr. Rameshchandra S. Gandhi, a Chartered Accountant by profession also holds membership of the Institute of Company Secretaries of India and a Masters Degree in Business Administration from University of Columbia. He has a vast expertise in the field of corporate laws, accounts and corporate governance as he was Finance Director for 10 years and Company Secretary of Bombay Burmah Trading Corporation for 19 years.
Date of Joining the Board	:	8 th January, 2005
Directorships and Committee Memberships in other Companies	:	Hitech Plast Limited Chairman – Audit Committee Chairman – Remuneration Committee
No. of shares held in the Company	:	Nil

In terms of Section 149 and other applicable provisions of the Companies Act, 2013, Mr. Rameshchandra Gandhi being eligible and offering himself for appointment is proposed to be appointed as an Independent Director for five consecutive years for a term upto 31st March, 2019. A notice has been received from a member proposing Mr. Rameshchandra Gandhi as a candidate for the office of Independent Director of the Company.

In the opinion of the Board, Mr. Rameshchandra Gandhi fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for appointment of Mr. Rameshchandra Gandhi as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Rameshchandra Gandhi as an Independent Director. Accordingly, the Board recommends the Resolution in relation to appointment of Mr. Rameshchandra Gandhi as an Independent Director, for the approval by the shareholders of the Company.

Except Mr. Rameshchandra Gandhi, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5.

Item No.6

Mr. Mahendra C. Sheth is a Non-Executive Independent Director of the Company.

Name of the Director	:	Mr. Mahendra C. Sheth
Date of Birth	:	22 nd December, 1948
Profile	:	Managing Director of Galiakotwala Engineering Co. Pvt. Ltd. Was Senior Process Analyst at Monsanto Enviro-Chem System Inc. and Technical Service Engineer at Phelps, Dodge.
Date of Joining the Board	:	16 th April, 2003
Directorships and Committee Memberships in other Companies	:	Galiakotwala Engineering Co. Pvt. Ltd. – Managing Director C.A. Galkotwala & Co. Ltd. – Director Advance Paints Ltd. – Director T & D Galiakot Containers Pvt. Ltd. – Director Galiakotwala Estate Ltd. – Director Galiakotwala Investment Services Limited – Director Sundeep Technologies Pvt. Ltd. – Director Gujarat Organics Ltd. – Director Galiakotwala Technical Services – Partner Amubhai Kalidas – Partner
No. of shares held in the Company	:	Nil

In terms of Section 149 and other applicable provisions of the Companies Act, 2013, Mr. Mahendra C. Sheth being eligible and offering himself for appointment is proposed to be appointed as an Independent Director for five consecutive years for a term upto 31st March, 2019. A notice has been received from a member proposing Mr. Mahendra C. Sheth as a candidate for the office of Director of the Company.

In the opinion of the Board, Mr. Mahendra C. Sheth fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for appointment of Mr. Mahendra C. Sheth as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day, excluding Saturday.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Mahendra C. Sheth as an Independent Director. Accordingly, the Board recommends the Resolution in relation to appointment of Mr. Mahendra C. Sheth as an Independent Director, for the approval by the shareholders of the Company.

Except Mr. Mahendra C. Sheth, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 6.

Item No. 7

The members of the Company at their 23rd Annual General Meeting held on 20th September, 2008 approved by way of a Special Resolution under Section 309 of the Companies Act, 1956, the payment of remuneration by way of commission to the Non-Executive Directors of the Company, of a sum not exceeding one percent per annum of the net profits of the Company, calculated in accordance with the provisions of the Companies Act 1956, for a period of five years commencing from 1st April, 2008.

In view of Sections 149, 197 and any other relevant provisions of the Companies Act, 2013 coming into effect from 1st April, 2014 and taking into account the roles and responsibilities of the directors, it is proposed that the Directors other than Managing Director and the Whole-time Directors be paid for each of the five financial years of the Company commencing from 1st April, 2014, remuneration not exceeding one percent per annum of the net profits of the Company computed in accordance with the provisions of the Companies Act, 2013. This remuneration will be distributed amongst all or some of the Directors in accordance with the directions given by the Board of Directors and subject to any other applicable requirements under the Companies Act, 2013.

This remuneration shall be in addition to fee payable to the Directors for attending the meetings of the Board or Committee thereof or for any other purpose whatsoever as may be decided by the Board, and reimbursement of expenses for participation in the Board and other meetings.

Accordingly, a fresh approval of the Members is sought by way of a Special Resolution under the applicable provisions of the Companies Act, 2013 for payment of remuneration by way of commission to the Directors of the Company other than Managing Director and Whole-time Directors, for a period of five years commencing from 1st April, 2014 as set out in the Resolution at Item No. 11 of the Notice.

The Managing Director, Whole-time Directors and Key Managerial Personnel of the Company and their relatives are not concerned or interested, financial or otherwise, in the resolution set out at Item No. 11 of the Notice. Directors other than the Managing Director and the Whole-time Directors of the Company may be deemed to be concerned or interested in the resolution set out at Item No. 11 of the Notice to the extent of the remuneration that may be received by them.

Item No. 8

The Members of the Company, at the Extra Ordinary General Meeting held on 28th February, 2011, had accorded by way of an **Ordinary Resolution**, their approval to the Board of Directors of the Company for borrowing monies on behalf of the Company, from time to time, any sum or sums of money not exceeding Rs. 250 crores, including the money already borrowed by the Company (apart from temporary loans obtained from the Company's bankers in the ordinary course of business). However, after the applicability of the provisions of Section 180(1) (c) of the Companies Act, 2013, a company can borrow monies exceeding the aggregate of its paid up capital and free reserves (apart from temporary loans obtained from the Company's bankers in the ordinary course of business) with the approval of Members of the Company by way of a **Special Resolution**.

The Board accordingly recommends the **Special Resolution** as mentioned at item no. 8 of this Notice for your approval.

Pursuant to applicable provisions of the Companies Act, 2013, none of the Directors or Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise in the Resolution.

Item No. 9

The Members of the Company, at the Extra Ordinary General Meeting held on 28th February, 2011, had accorded by way of an **Ordinary Resolution**, their approval to the Board of Directors of the Company to sell, lease or mortgage, charge or create any security on the whole or substantially the whole of the undertaking of the Company including movable or immovable properties and assets of the Company, to secure the repayment of term loan/financial assistance obtained/to be obtained for business purpose for an amount not exceeding Rs. 250 Crores for availing credit facilities from various Financial Institutions and Banks.

In furtherance to the Resolution in Item No. 13 of this notice the said borrowings may be required to be secured by way of mortgage or charge over charge over all or any part of the movable/ or immovable assets of the Company and as per provisions of Section 180(1)(a) of the Companies Act 2013, the mortgage or charge on all or any part of the movable and/or immovable properties of the Company, may be deemed as the disposal of the whole, or substantially the whole, of the undertaking of the Company and hence, requires approval from the shareholders of the Company by way of **Special Resolution**.

Accordingly, it is proposed to pass an enabling Resolution authorizing the Board to create charge on the assets of the Company for a value not exceeding Rs. 250 crores (Rupees Two Hundred and Fifty Crores only) or aggregate of the paid- up share capital and free reserves of the Company, whichever is higher.

The Board recommends the Resolution as mentioned at item no. 9 of this Notice for your approval as a **Special Resolution**.

Pursuant to applicable provisions of the Companies Act, 2013, none of the Directors or Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise in the Resolution.

Clear Mipak Packaging Solutions Ltd.

CINU25202MH1986PLC038626

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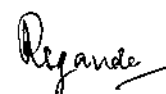
Email: corp@hitechplast.in

www.hitechplast.in

Date: 26th May, 2014



By Order of the Board



Rameshchandra S. Gandhi
Chairman



Independent Auditor's Report

To the Members of Clear Mipak Packaging Solutions Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Clear Mipak Packaging Solutions Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, 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.

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:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date, and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003("the Order") as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, we report that:
 - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, 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 Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013; and
 - (e) On the basis of the written representations received from the directors as at 31st March, 2014, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For Shah & Co.
Chartered Accountants
FRN: 109430W



Ashish Shah
Partner
M. No. 103750



Mumbai: 26th May, 2014

**Annexure to the Independent Auditors' Report – 31st March, 2014
(Referred to in our report of even date)**

- 1 (a) The Company has maintained proper records showing full particulars including quantitative details and location of the fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets, which in our opinion is reasonable, having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed upon such verification.
- (c) Fixed assets disposed off during the year were not substantial and therefore do not affect the going concern assumption.
- 2 (a) Inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. For stocks lying with third parties at the year end, written confirmations have been obtained.
- (b) The procedures for the physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company has maintained proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material.
- 3 The Company has neither granted nor taken any loans, secured or unsecured, to or from companies, firms or other parties covered in the register required to be maintained under Section 301 of the Act.
- 4 In our opinion, and according to the information and explanations given to us, there is an adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchase of inventories and fixed assets and with regard to sale of goods and services. We have not observed any major weakness in the internal control system during the course of audit.
- 5 (a) In our opinion and according to the information and explanation given to us, the particulars of all contracts and arrangements referred to in Section 301 of the Act, have been 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 contracts and arrangements referred to in (a) above and exceeding the value of ₹ 5 lakh in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.



- 6 In our opinion and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India and the provisions of Section 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the rules framed there under.
- 7 In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- 8 We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules prescribed by the Central Government for the maintenance of cost records under Section 209(1) (d) of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.
- 9 (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted /accrued in the books of accounts in respect of undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service tax, Custom Duty, Excise Duty, Cess and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service tax, Custom Duty, Excise Duty, Cess and other material statutory dues were in arrears as at 31st March, 2014 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, the following dues have not been deposited by the Company on account of disputes.

Name of the Statute	Nature of dues	Assessment Year	Amount (₹ in Lakhs)	Forum where dispute is pending
Income Tax	IT matters under dispute	A.Y.2003-04	6.58	High Court
		A.Y.2004-05	24.33	High Court
		A.Y.2008-09	7.72	ITAT
	Total (A)		38.63	
Sales Tax	Assessment Dues	AY.2007-08	332.63	Appellate Level
		AY.2010-11	88.77	Appellate Level
	Total (B)		421.40	
	Grand Total (A)+(B)		460.04	



- 10 The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- 11 In our opinion and according to the information and explanations given to us, the Company has not defaulted during the year in repayment of dues to its financial institution and bankers. The Company did not have any outstanding debentures during the year.
- 12 The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13 In our opinion and according to the information and explanations given to us, the Company is not a chit fund, nidhi, mutual benefit fund or society.
- 14 In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments.
- 15 According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions during the year.
- 16 The term loans obtained during the year are applied for the purpose for which it was obtained.
- 17 According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that funds raised on short term basis have not been used for long term investment.
- 18 The Company has not made any preferential allotment of shares to companies / firms / parties covered in the register maintained under Section 301 of the Act during the year.
- 19 The Company did not have any outstanding debentures during the year.
- 20 The Company has not raised any money by way of public issue during the year.
21. According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For Shah & Co.
Chartered Accountants
FRN: 109430W


Ashish Shah
Partner
M. No. 103750



Mumbai: 26th May, 2014

DIRECTORS' REPORT

Dear Members,

CLEAR MIPAK PACKAGING SOLUTIONS LIMITED

Your Directors have pleasure in presenting their 29th Annual Report on the business and operations of your Company and the audited accounts for the year ended March 31, 2014.

(₹ in Lacs)

Particulars	2013-14	2012-13
Sales (Net of Excise)	18,799	18,273
Total Income	18,898	18,531
Total Expenditure	16,903	16,659
Operating Profit	1,995	1,872
Interest and Financing Charges	351	540
Depreciation	854	919
Profit before Tax	790	413
Provision for tax	334	108
Provision for Deferred Tax liability (Asset)	(85)	(31)
Earlier period short provision of tax	106	--
Net Profit	435	336
Exceptional Items – Prior period Expenses	-	-
Net Profit after exceptional items	435	336
Balance brought forward profit	1,619	1,283
AMOUNT AVAILABLE FOR APPROPRIATION	2,054	1,619
Balance carried to Balance Sheet	2,054	1,619

OPERATIONS:

During the year under review, your Company's sales increased by 3% to ₹ 18,799 lacs as compared to ₹ 18,273 lacs during the previous year. The operating profit, PBIDT increased by 7% to ₹ 1,995 lacs as compared to ₹ 1,872 lacs for the previous year. The profit before tax is ₹ 790 lacs as compared to profit of ₹ 413 lacs in the previous year. The after tax profit is ₹ 435 lacs.

DIVIDEND:

In order to conserve the financial resources of the Company, your Directors do not recommend any dividend for the year ended 31st March, 2014.

FIXED DEPOSITS:

Your Company discontinued accepting fixed deposits from shareholders, friends, relatives of directors and business associates which stood at an amount of ₹ 74 lacs, against ₹ 112 lacs at the end of previous fiscal year. The Company had made timely interest payment on all fixed deposits. There is no unclaimed Fixed Deposit as on 31st March, 2014.

However in the light of applicability of Section 74 of The Companies Act, 2013, your Company will not be accepting or renewing Fixed Deposits with effect from 1st April, 2014. Further all the deposits shall be refunded as and when it becomes due.

DIRECTORS:

Directors retiring by rotation:

In accordance with the provisions of the Companies Act, 1956 and Articles of Association of the Company, Mr. Jatin R. Shah and Mr. Satish B. Samant are liable to retire by rotation and being eligible, offer themselves, for reappointment at the ensuing Annual General Meeting.

COMPLIANCE CERTIFICATE:

Since the Paid up Share Capital of the Company is below ₹ 5 crores, it was mandatory for the Company to obtain a Compliance Certificate from a Practicing Company Secretary. Accordingly, the Compliance Certificate issued by a Practicing Company Secretary is annexed to this Report.

AUDITORS:

M/s. Shah & Co., Chartered Accountants, the present Statutory Auditors of the Company, holds office until the conclusion of the ensuing Annual General Meeting.

M/s Shah & Co. have informed the Company that they do not seek reappointment as Statutory Auditor at the next AGM of the Company, in view of the applicability of Section 139 of the Companies Act, 2013 wherein it has been provided that a Firm of Chartered Accountants who have been Statutory Auditors of a Company for more than 10 years cannot be reappointed for a further period of five years. M/s. Shah & Co., Chartered Accountants, have been the Statutory Auditors of the Company for more than 10 years.

The Company has received letters from M/s Manubhai & Shah, Chartered Accountants, to the effect that their reappointment, if made, would be within the prescribed limits under Section 139 of the Companies Act, 2013 and are not disqualified for reappointment within the meaning of Section 141 of Companies Act, 2013. M/s Manubhai & Shah have also submitted a certificate to your Company that they have subjected themselves for the peer review process of the Institute of Chartered Accountants of India.

The above appointment forms part of the Notice of the ensuing Annual General Meeting.

The Board of Directors recommends the appointment of M/s. Manubhai & Shah, Chartered Accountants, as the Statutory Auditors of the Company for the period of five years.

COST AUDITOR:

Pursuant to the Companies (Cost Accounting Records) Rules, 2011 issued by the Ministry of Corporate Affairs for the appointment of Cost Auditors, your Company had appointed Mr. Suresh D. Shenoy as the Cost Auditor of your Company for financial year 2013-14 to carry out Cost Audit of your Company under the Chapter heading "Organic and Inorganic Chemicals". The Cost Audit Report for the financial year 2012-13 was filed on 28th September, 2013. The due date for submission of Cost Audit Report for the year 2013-14 is

within 180 days from 31st March, 2014 and the same will be submitted within the prescribed time period.

Further, pursuant to the Companies (Cost Audit Report) Rules, 2011, issued by the Ministry of Corporate Affairs for appointment of Cost Auditors, your Company's Audit Committee and Board of Directors have approved the appointment of Mr. Suresh D. Shenoy, Cost Accountant in practice, as the Cost Auditor of your Company for financial year 2014-15 to carry out Cost Audit of Articles of Plastics & Polymer manufactured by the Company subject to the approval of the Central Government.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors, based on the representation received from the management, confirm that:

- a) in preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;
- b) they 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 your Company at the end of the financial year and of the profit of your Company for that year;
- c) they have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
- d) they have prepared the annual accounts for the year ended 31st March, 2014 on a going concern basis.

PARTICULARS OF EMPLOYEES:

None of the employees employed throughout the financial year ended 31st March, 2014, was in receipt of remuneration exceeding the limits laid down under the provisions of Section 217(2A) of the Companies Act, 1956, as amended, read with the Companies (Particulars of Employees) Rules, 1975.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:

Details of energy conservation, technology absorption, and foreign exchange earnings and outgo along with the information in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are given in Annexure forming part of this Report.

ACKNOWLEDGEMENTS:

The Directors wish to place on record the encouragement and co-operation received by the Company from shareholders, bankers and financial institutions during the year. Your Directors also thank all customers and suppliers for the confidence they have reposed in your Company. The Directors wish to place on record, once again, their appreciation for the dedication and commitment displayed by the employees at all levels.

Clear Mipak Packaging Solutions Ltd.

CINU25202MH1986PLC038626

Regd. Office :Unit 203, 2nd Floor,
Welspun House, Kamala City, Senapati
Bapat Marg, Lower Parel(W), Mumbai-
400013.

Tel. : +91 22 40016500/24816500

Fax : +91 22 24955659

Email: corp@hitechplast.in

www.hitechplast.in

Date: 26th May, 2014

By Order of the Board


Rameshchandra S. Gandhi
Chairman

ANNEXURE TO DIRECTORS' REPORT

Conservation of Energy:

- a) The following Energy conservation measure are taken on continuing basis:
1. Regular preventive maintenance of all equipment for better efficiency;
 2. Improvement of electrical power load factor;
 3. Systematic study of power consumption of various moulding machines and other machines;
 4. Optimize the use of energy through improved operational methods;

- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:

The Company is however, carrying on continuous education and awareness program for its employees through internal and external agencies for energy conservation. Erstwhile Mipak Polymers Limited installed Wind Power Generator of 0.1 MW which was operational for the entire year and met the power requirement of unit in Gujarat. Investment in molding machines have been made keeping in mind the state-of-the-art imported machines available which will help in conserving energy.

Further, no major specific investment proposals are envisaged.

- c) Impact of the measures on the cost of production of goods

The above mentioned measures have resulted in energy saving and subsequent reduction in energy cost and hence in cost of production.

FORM A

Form for Disclosure of particulars with regard to Consumption of Energy:

		2013-14	2012-13
	ELECTRICITY		
a.	Purchased -		
	Units ('000 Kwh)	18,835	19,301
	Total Amount (₹ in Lacs)	992.93	951.17
	Rate/Unit (₹)	5.27	4.93
b.	Own Generation		
	Through Diesel Generator -		
	Units ('000 Kwh)	239	545
	Units/Ltr. of diesel	3.05	3.18
	Per unit cost of diesel (₹)	17.20	14.36
c.	Own Generation		
	Through Wind Farm -		
	Units ('000 Kwh)	358	439
	Total Amount (₹ in Lacs)	23.13	27.30
	Rate/Unit (₹)	6.46	6.21

Consumption per unit of Production:

	2013-14	2012-13
Kwh/Kg.	1.97	2.08

FORM B

Disclosure of particulars with respect to Technology Absorption:

Research and Development (R & D):

1 Specific areas in which R & D carried out by the Company

The Company is developing new products and upgrading its existing products based on evolving requirement of end-user and also their packaging to meet the changing market taste/profile.

Management believes that continuous effort to establish a strong performance in the fields of R&D vis-à-vis product and process development are of paramount importance to preserve and strengthen the competitive position the Company holds in FMCG packaging segment. The specific areas in which R&D is carried out include, increasing cavity of the moulds.

2 Benefits derived as a result of the above R & D:

- a) Lower cycle time and hence higher production
- b) Reducing cost of production

3. Future plan of action:

In order to address the evolving needs of the customers in a rapidly changing market place, the Company will continue to strengthen its defined programs and the skills of its technical personnel.

4. Expenditure on R & D during the year is as follows:

	₹ in Lacs	
	2013-14	2012-13
(a) Capital	--	--
(b) Recurring	--	1.77
Total	--	1.77
Total R & D expenditure as a % of turnover	--	0.01

Technology absorption, adaptation and innovation:

All developments were done indigenously in last five years.

Foreign Exchange earning and outgo:

Details of earnings and expenditure in foreign currencies have been given separately under Note 32 and 33 to the financial statements.

Clear Mipak Packaging Solutions Ltd.

CINU25202MH1986PLC038626

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Email: corp@hitechplast.in

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Date: 26th May, 2014

By Order of the Board


Rameshchandra S. Gandhi
Chairman

Clear Mipak Packaging Solutions Ltd.

Balance Sheet as at 31st March, 2014

(₹ in lacs)

	Note No.	As at 31.03.2014	As at 31.03.2013
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	3	447.17	447.17
Reserves and Surplus	4	7,283.97	6,849.26
		<u>7,731.14</u>	<u>7,296.43</u>
NON-CURRENT LIABILITIES			
Long-Term Borrowings	5	172.45	614.91
Deferred Tax Liabilities (Net)	6	230.64	240.16
Long Term Provisions	7	20.00	31.09
		<u>423.09</u>	<u>886.16</u>
CURRENT LIABILITIES			
Short-Term Borrowings	8	2,004.10	2,545.89
Trade Payables	9	1,053.94	836.70
Other Current Liabilities	10	841.13	867.70
Short-Term Provisions	7	112.16	91.63
		<u>4,011.33</u>	<u>4,341.92</u>
Total		<u><u>12,165.56</u></u>	<u><u>12,524.51</u></u>
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible Assets	11A	5,401.18	6,164.44
Intangible Assets	11B	1.34	1.81
Capital work-in-progress		79.42	78.97
		<u>5,481.94</u>	<u>6,245.22</u>
Non-current Investments	12	-	-
Long term Loans and Advances	13A	185.25	161.84
Other Non-Current Assets	14	5.00	-
CURRENT ASSETS			
Inventories	15	1,613.43	1,375.19
Trade Receivables	16	3,990.57	3,643.53
Cash and Bank Balances	17	223.08	413.58
Short-Term Loans and Advances	13B	585.50	612.31
Other Current Assets	18	80.79	72.84
		<u>6,493.37</u>	<u>6,117.45</u>
Total		<u><u>12,165.56</u></u>	<u><u>12,524.51</u></u>

Significant Accounting Policies 2

Notes are an integral part of the financial statements

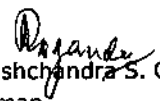
As per our report of even date

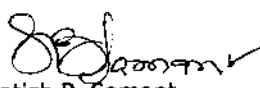
For and on behalf of the Board

For Shah & Co
Chartered Accountants
FRN: 109430W


Ashish Shah
Partner
M.No.103750




Rameshchandra S. Gandhi
Chairman


Satish B. Samant
Director


Malav Dani
Director

Mumbai
26th May, 2014



Statement of Profit and loss for the year ended 31st March,2014

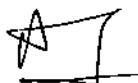
	Notes	(₹ in lacs)	
		YEAR 2013-14	YEAR 2012-13
(I) INCOME			
Revenue from sale of goods and services	19A	19,927.44	19,452.10
Less: Excise Duty		1,128.45	1,178.80
Revenue from sale of goods and services (Net of Excise Duty)		18,798.99	18,273.30
Other Operating Revenue	19B	70.09	91.27
Other Income	20	29.32	166.88
Total Revenue (I)		18,898.40	18,531.45
(II) EXPENSES			
Cost of Materials Consumed	21A	12,732.15	11,885.89
Changes in inventories of finished goods and work-in-progress	21B	(70.63)	263.64
Employee Benefits Expense	22	1,075.11	1,014.74
Other Expenses	23	3,166.73	3,494.93
Total Expenses (II)		16,903.36	16,659.20
EARNINGS BEFORE INTEREST, TAX, DEPRECIATION AND AMORTISATION (EBITDA) (I - II)		1,995.04	1,872.25
Depreciation and Amortisation Expense	24	853.94	919.05
Finance Costs	25	351.07	539.88
PROFIT BEFORE TAX		790.03	413.32
Less : Tax Expenses:			
Current Tax		334.11	108.60
Deferred Tax	6	(84.87)	(31.17)
(Excess)/Short Tax Provision for earlier years		106.08	-
PROFIT AFTER TAX		434.71	335.90
Earnings per equity share (₹) Basic and Diluted (Face value of ₹ 10 each)	38	9.72	7.51
Significant Accounting Policies	2		

Notes are an integral part of the financial statements

As per our report of even date

For and on behalf of the Board

For Shah & Co
Chartered Accountants
FRN: 109430W

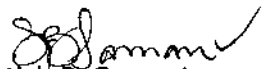


Ashish Shah
Partner
M.No.103750




Rameshchandra S. Gandhi
Chairman


Malav Dani
Director


Satish B. Samant
Director

Mumbai
26th May,2014

Clear Mipak Packaging Solutions Ltd.

Cash Flow Statement for the year ended 31st March, 2014

(₹ in lacs)

	2013-14	2012-13
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before tax	790.03	413.32
Adjustments for :		
Depreciation and amortization expense	853.94	919.05
Loss/(Profit) on Sale of Fixed Assets	(4.94)	(3.29)
Provision for diminution in value of the Investment	-	11.00
Provision for doubtful debts	45.67	159.07
Bad Debts written off	-	10.94
Finance costs	351.07	539.88
Interest Income	(20.09)	(24.41)
Operating Profit before working capital changes	2,015.68	2,025.56
Adjustments for :		
Trade Receivables	(392.70)	(465.85)
Other Receivables	(53.59)	(67.64)
Inventories	(238.24)	548.11
Trade and other Payables	230.31	145.03
Cash Generated from Operations	1,561.46	2,185.21
Income Tax paid (Net of Refund)	(333.40)	(79.00)
Net Cash Generated from Operating Activities	1,228.06	2,106.21
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(91.68)	(181.75)
Sale of Fixed Assets	23.76	21.35
Interest Received	14.90	32.44
Net Cash used in Investing Activities	(53.02)	(127.96)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	-	-
Repayment of Long Term Borrowings	(499.16)	(563.73)
Proceeds from/ (Repayment of) Cash Credit	(761.84)	(697.15)
Proceeds from Short Term Borrowings	220.05	250.00
Repayment of Short Term Borrowings	-	(191.50)
Finance costs paid	(324.59)	(542.96)
Net Cash used in Financing Activities	(1,365.54)	(1,745.34)
(D) Net Increase/(Decrease) in Cash and Cash Equivalents	(190.50)	232.91
Cash and Cash Equivalents as at the beginning of the year	413.58	180.67
Cash and Cash Equivalents as at the end of the year	223.08	413.58

Notes :

- (a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statement

	As at 31.03.14	As at 31.03.13
₹ in Lacs		
(b) Cash and Cash Equivalents comprises of (Refer Note 17):		
Cash on hand	9.29	3.69
Balances with banks		
--- On current accounts	46.56	292.08
---Cheques on Hand	98.59	
Other Bank Balances		
--- Margin Money Deposit	13.88	35.48
---Bank Deposits (with original maturity for <12 months)	54.76	82.33
	223.08	413.58

- (c) Previous year's figures have been regrouped, wherever necessary

As per our report of even date

On behalf of the Board

For Shah & Co
Chartered Accountants
FRN: 109430W



Ashish Shah
Partner
M.No.103750



Rameshchandra S. Gandhi
Chairman



Satish B. Samant
Director



Malav Dani
Director



Mumbai
26th May, 2014

Notes to Financial Statements for the year ended 31st March 2014

1. Company Information:

Clear Mipak Packaging Solutions Limited (the Company) is a public limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the manufacturing of rigid plastic containers and caters to customers manufacturing relating to FMCG, Agro chemical, lube, pharma products as well as export market.

2. Significant Accounting Policies:

2.1 Basis of preparation of financial statements:

(a) Basis of Accounting :

The Financial Statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) in India and presented under the historical cost convention on accrual basis of accounting to comply with the accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 (as amended) and with the relevant provisions of the Companies Act, 1956/ relevant enacted provisions of the Companies Act, 2013 to the extent applicable.

(b) Use of Estimates:

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principles (GAAP) in India requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of Financial Statements and reported amounts of income and expenses during the period.

(c) Current / Non Current Classification

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. It is expected to be realized or settled or is intended for sale or consumption in the company's normal operating cycle;
- ii. It is expected to be realized or settled within twelve months from the reporting date;
- iii. In the case of an asset,
 - It is held primarily for the purpose of being traded; or
 - It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date
- iv. In the case of a liability, the company does not have an unconditional right to defer settlement of the liability for at least twelve months from the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current / non-current classification of assets and liabilities, the company has ascertained its normal operating cycle as 12 months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

2.2 Tangible and Intangible Assets:

(a) Tangible Fixed Assets

Tangible Fixed assets are carried at the cost of acquisition or construction, less accumulated depreciation and impairment. The cost of fixed assets includes taxes (other than those subsequently recoverable from tax authorities), duties, freight and other directly attributable costs relating to the acquisition or construction of the respective assets. Expenses directly attributable to the new



manufacturing facility during its construction period are capitalized under relevant tangible asset heads. Profit or Loss on disposal of tangible assets is recognised in the Statement of Profit and Loss.

(b) Intangible assets:

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any. The cost of intangible assets acquired in an amalgamation in the nature of purchase is reflected at their fair value as at the date of amalgamation. Profit or Loss on disposal of intangible assets is recognised in the Statement of Profit and Loss.

(c) Capital Work in Progress and Capital Advances

Cost of assets not ready for intended use, as on the balance sheet date, is shown as capital work in progress. Advances given towards acquisition of fixed assets outstanding at each balance sheet date are disclosed as Long Term Loans & Advances.

(d) Depreciation and Amortisation:

Depreciation on all fixed assets is provided under Straight Line Method. The rates of depreciation prescribed in schedule XIV to the Companies Act, 1956 are considered as the minimum rates. If the management's estimate of the useful life of a fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/remaining useful life. Pursuant to this policy, depreciation on following assets has been provided at rates which are higher than the corresponding rates prescribed in Schedule XIV to the Companies Act, 1956.

Moulds :	4 years
Furniture & Fixture:	10 years
Computer :	5 years
Office Equipment :	10 years
Vehicle :	5 years

Depreciation on Plant and Machinery is provided under Straight Line Method on triple shift basis; and on Building is provided under the Written Down Value Method, at the rates laid down in the Schedule XIV to the Companies Act, 1956.

Assets costing less than ₹. 5,000 are fully charged to the Statement of Profit and Loss in the year of acquisition. Leasehold land and leasehold improvements are amortised over the primary period of lease.

Goodwill on amalgamation is amortised over a period of five years. Purchase cost, user license fees and consultancy fees for major software are amortised over a period of three years.

(d) Impairment:

At Balance Sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of the Company's fixed assets. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.

An assessment is also done at each Balance Sheet date whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased. If any such indication exist the asset's recoverable amount is estimated. The carrying amount of the fixed asset is increased to the revised estimate of its recoverable amount so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. A reversal of impairment loss is recognized in the statement of profit and loss for the year.

After recognition of impairment loss or reversal of impairment loss as applicable, the depreciation charge for the fixed asset is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on straight line basis over its remaining useful life.

2.3 Revenue Recognition:

Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer. The amount recognised as sale is exclusive of sales Tax/VAT and is net of returns. Sales are stated gross of excise duty as well as net of excise duty; excise duty being the amount included in the amount of gross turnover. The excise duty related to the difference between the closing stock and



opening stock is recognised separately as part of changes in inventories of finished goods and work in progress.

Revenue from service is recognised as per the completed service contract method.

Processing income is recognised on accrual basis as per contractual arrangements.

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised on the time proportion basis.

2.4 Lease Accounting :

Assets taken on operating lease:

Lease rentals on assets taken on operating lease are recognized as expense in the Statement of Profit and Loss on an accrual basis over the lease term.

2.5 Inventory :

Raw materials, work in progress, finished goods, packing materials, stores, spares and consumables are carried at the lower of cost and net realisable value. The comparison of cost and net realisable value is made on an item-by-item basis. Damaged, unserviceable and inert stocks are valued at net realizable value.

In determining cost of raw materials, packing materials, stores, spares and consumables, weighted average cost method is used. Cost of inventory comprises all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition.

Cost of finished goods and work-in-progress includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads, excise duty as applicable and other costs incurred in bringing the inventories to their present location and condition. Fixed production overheads are allocated on the basis of normal capacity of production facilities.

2.6 Investments :

Investments are classified into Current and Non-Current Investments. Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as Current Investments. All other investments are classified as Long Term Investments. However, that part of Long Term Investments which are expected to be realized within twelve months from balance sheet date are also presented under "Current Assets" under "Current portion of Long Term Investments in consonance with the Current / Non-Current classification of revised schedule VI.

Current investments are stated at lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investments.

Long Term Investments are stated at cost. A provision for diminution in the value of Long Term Investments is made only if such a decline is other than temporary in the opinion of the management.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is recognized in the Statement of Profit and Loss.

2.7 Transaction in Foreign Currency:

(a) Initial recognition:

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the Statement of Profit and Loss.

(b) Measurement of foreign currency items at the Balance Sheet date:

Foreign currency monetary items of the Company are restated at the closing exchange rates. Non-monetary items are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these translations are recognized in the Statement of Profit and Loss.



(c) Forward exchange contracts:

The Company enters into forward exchange contract to hedge against its foreign currency exposures relating to the underlying transactions and firm commitments. The company does not enter into any derivative instruments for trading or speculative purposes.

The premium or discount arising at the inception of forward exchange contract is amortized and recognised as an expense/income over the life of the contract. Exchange differences on such contracts are recognised in the Statement of Profit and Loss in the period in which the exchange rates change. Any Profit or Loss arising on cancellation or renewal of such forward exchange contract is also recognised as income or expense for the period.

2.8 Trade Receivables :

Trade Receivables are stated after writing off debts considered as bad. Adequate provision is made for debts considered doubtful.

2.9 Employee Benefits :

A. Short Term Employee Benefits :

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognised in the period in which the employee renders the related service. The Company recognises the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

B. Post-employment benefits :

(a) Defined contribution plans

Defined contribution plans are Provident Fund scheme and Employee State Insurance Scheme. The Company's contribution to defined contribution plans are recognised in the Statement of Profit and Loss in the financial year to which they relate.

The Company contributes to the Government administered provident funds on behalf of its employee.

(b) Defined benefit plans

Defined benefit gratuity plan.

The Company operates a defined benefit gratuity plan for employees. The Company contributes to a separate entity (a fund), towards meeting the Gratuity obligation.

The cost of providing defined benefits is determined using the Projected Unit Credit method with actuarial valuations being carried out at each Balance Sheet date. Past service cost is recognized immediately to the extent that the benefits are already vested, else is amortised on a straight-line basis over the average period until the amended benefits become vested.

The defined benefit obligations recognized in the Balance sheet represent the present value of the defined benefit obligations as adjusted for unrecognized actuarial gains and losses and unrecognized past service costs and as reduced by fair value of plan assets, if applicable. Any defined benefit asset (negative defined benefit obligations resulting from this calculation) is recognized representing the unrecognized past service cost plus the present value of available refunds and reductions in future contributions to the plan.

The company represents the above liabilities as Current and Non-Current in the balance sheet as per actuarial valuation by the independent actuary. However, the entire liability towards gratuity is considered as Current as the company will contribute this amount to the gratuity fund within the next 12 months.

C. Other long term employee benefits

Entitlements to annual leave and sick leave are recognised when they accrue to employees. Sick leave can only be availed while annual leave can either be availed or encashed subject to a restriction on the maximum number of accumulation of leave. The Company determines the liability for such



accumulated leave using the Projected Accrued Benefit method with actuarial valuations being carried out at each Balance Sheet date.

The company presents this liability as current and non-current in the balance sheet as per the actuarial valuation by the independent actuary.

2.10 Research and Development :

Research expense is recognized as an expense as and when it is incurred.

Fixed Assets utilised for research and development are capitalised and depreciated in accordance with the policies stated for Tangible Fixed Assets and Intangible Assets.

2.11 Provision for Taxation:

Tax expense comprises of current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and Deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred Tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future. However, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date to reassess realisation.

2.12 Provisions and Contingencies :

The Company creates a provision when there exists a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources is remote, no provision or disclosure is made.

2.13 Earnings Per Share:

The Basic and Diluted Earnings Per Share ("EPS") is computed by dividing the profit after tax for the year by weighted average number of equity shares outstanding during the year.

2.14 Proposed Dividend:

Dividend recommended by the Board of directors, if any, is provided for in the accounts, pending approval at the Annual General Meeting.

2.15 Borrowing Cost:

Borrowing cost includes Interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised. All other borrowing costs are expensed in the period they occur.

2.16 Cash and Cash Equivalents

Cash and cash equivalents include cash and cheques in hand, bank balances, margin money and demand deposits with banks and other short-term highly liquid investments where the original maturity is three months or less.

2.17 Measurement of EBITDA:

The Company has elected to present earnings before interest (finance costs), tax, depreciation and amortization (EBITDA) as a separate line item on the face of the Statement of Profit and Loss for the year. The Company measures EBITDA on the basis of profit/ (loss) from continuing operations.



3.Share capital

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
AUTHORISED		
90,00,000 (31 st March 2013: 90,00,000) equity shares of ₹ 10/- each	900.00	900.00
5,00,000 (31 st March 2013: 5,00,000) Unclassified shares of ₹ 10/- each	50.00	50.00
	950.00	950.00
ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		
44,71,700 (31 st March 2013: 44,71,700) equity shares of ₹ 10/- each fully paid.	447.17	447.17
	447.17	447.17

a. Reconciliation of the number of shares outstanding at the beginning and at the end of the year

Equity Shares	As at 31st March 2014		As at 31 st March 2013	
	No. of Shares	₹ in Lacs	No. of Shares	₹ in Lacs
At the beginning of the year	44,71,700	447.17	44,71,700	447.17
Add : Issued during the year	-	-	-	-
At the end of the year	44,71,700	447.17	44,71,700	447.17

b. Shares held by holding company and/or its subsidiary

Out of equity shares issued by the Company, shares held by its holding Company, Ultimate Holding Company and fellow subsidiary company is as below:

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Hitech Plast Ltd. (Holding Company)		
26,83,020 (31 st March 2013 : 26,83,020) equity Shares of ₹ 10 each fully paid	268.30	268.30
Geetanjali Trading and Investment Private Limited (Ultimate Holding Company)	172.50	172.50
17,25,014 (31 st March 2013 : 17,25,014) equity Shares of ₹ 10 each fully paid		
Coatings Specialities (India) Ltd. (Fellow Subsidiary)	6.37	6.37
63,666 (31 st March 2013 : 63,666) equity Shares of ₹ 10 each fully paid		
	447.17	447.17

c. Details of shareholders holding more than 5% equity shares in the Company

Name of Shareholders	As at 31 st March 2014		As at 31 st March 2013	
	No of Equity Shares	% holding in the Class	No of Equity Shares	% holding in the Class
Equity Shares of ₹ 10 each fully paid				
1. Hitech Plast Ltd.	26,83,020	60.00	26,83,020	60.00
2. Geetanjali Trading & Investments Pvt Ltd	17,25,014	38.58	17,25,014	38.58



As per the records of the Company, including its register of members.

d. Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

	As at 31 st March 2014	Amount	As at 31 st March 2013	Amounts
	No of Shares	₹ in Lacs	No of Shares	₹ in Lacs
Includes Equity Shares issued as fully paid, pursuant to the Scheme of Amalgamation of Mipak Polymers Limited, without payment received in cash	9,49,512	94.95	9,49,512	94.95

e. Terms/rights attached to equity shares

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

As per the Companies Act, 1956, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in the event of liquidation of the Company. However no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

4. Reserves and surplus

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Capital Reserve	237.32	237.32
Capital Redemption Reserve	210.20	210.20
Securities Premium Account	4,532.09	4,532.09
General reserve	249.90	249.90
Surplus in Statement of Profit and Loss		
Balance as per last Balance Sheet	1,619.75	1,283.85
Add: Net Profit after tax transferred from Statement of Profit and Loss	434.71	335.90
Net Surplus in Statement of Profit and Loss	2,054.46	1,619.75
Total	7,283.97	6,849.26



5. Long Term Borrowings

	Non-current		Current	
	As at 31 st March 2014	As at 31 st March 2013	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
I) Secured				
Term Loans @				
Indian rupee loan from banks	153.85	538.46	384.62	461.54
	153.85	538.46	384.62	461.54
II) Unsecured				
Deposits :-				
- Deposits from shareholders		-		-
- Deposits from others	18.60	76.45	55.60	35.37
	18.60	76.45	55.60	35.37
Total	172.45	614.91	440.22	496.91
Amount included under the head "other current liabilities" (Refer Note 10)			(440.22)	(496.91)
Net Amount	172.45	614.91	-	-

@ Default in terms of repayment of principal and interest – NIL.

A	Kotak Mahindra Bank Ltd. Loan of ₹ 371 Lacs	Non Current	Current
	<p>Indian Rupee loan from bank carries interest @ 11.50 % p.a. The loan is repayable in monthly installments of ₹ 9.51 Lacs along with interest.</p> <p>Out of the total loan of ₹ 371 Lacs the Company has already repaid ₹ 285.38 Lacs till 31st March 2014 and the balance amount of ₹ 85.62 Lacs is repayable in 9 monthly installments up to Decemeber 2014</p> <p>The loan is secured by :</p> <p>a) First and exclusive hypothecation charge on all existing and future movable fixed assets of the borrower.</p> <p>b) Second hypothecation charge on all existing and future current assets of the borrower.</p> <p>c) Mortgage by way of 1st and exclusive charge on the immovable properties being land and building situated at sitarganj and Naroli (new unit) belonging to the borrower.</p>	-	85.62
B	Kotak Mahindra Bank Ltd. Loan of ₹ 129 Lacs		
	<p>Indian Rupee loan from bank carries interest @ 11.50 % p.a. The loan is repayable in monthly installments of ₹ 3.31 Lacs along with interest.</p> <p>Out of the total loan of ₹ 129 Lacs the Company has already repaid ₹ 99.23 Lacs till 31st March 2014 and the balance amount of ₹ 29.77 Lacs is repayable in 9 monthly installments up to Decemeber 2014</p> <p>The loan is secured by :</p> <p>a) First and exclusive hypothecation charge on all existing and future movable fixed assets of the borrower.</p> <p>b) Second hypothecation charge on all existing and future current assets of the borrower.</p> <p>c) Mortgage by way of 1st and exclusive charge on the immovable properties being land and building situated at Sitarganj and Naroli (new unit) belonging to the borrower.</p>	-	29.77



C	Kotak Mahindra Bank Ltd. loan of ₹ 500 Lacs Indian Rupee loan from bank carries interest @ 12.50 % p.a. The loan is repayable in monthly installments of ₹ 12.82 Lacs along with interest. Out of the total loan of ₹ 500 Lacs the Company has already repaid ₹ 384.62 Lacs till 31 st March 2014 and the balance amount of ₹ 115.38 Lacs is repayable in 9 monthly installments up to Decemeber 2014 The loan is secured by : a) First and exclusive hypothecation charge on all existing and future movable fixed assets of the borrower. b) Second hypothecation charge on all existing and future current assets of the borrower. c) Mortgage by way of 1 st and exclusive charge on the immovable properties being land and building situated at Sitarganj and Naroli (new unit) belonging to the borrower.	-	115.38
D	Kotak Mahindra Bank Ltd. loan of ₹ 500 Lacs Indian Rupee loan from bank carries interest @ 12.75 % p.a. The loan is repayable in monthly installments of ₹ 12.82 Lacs along with interest. Out of the total loan of ₹ 500 Lacs the Company has already repaid ₹ 192.31 till 31 st March 2014 and the balance amount of ₹ 307.69 Lacs is repayable in 24 monthly installments up to March 2016 The loan is secured by : a) First and exclusive hypothecation charge on all existing and future movable fixed assets of the borrower. b) Second hypothecation charge on all existing and future current assets of the Borrower. c) Mortgage by way of 1 st and exclusive charge on the immovable properties being land and building situated at Sitarganj and Naroli (new unit) belonging to the Borrower.	153.85	153.85
E	Deposits from Shareholders, directors, relatives and associate carry interest @ 10 % to 11 % p.a. and are repayable after 1-3 years from the date of deposit.	18.60	55.60



6. Deferred tax liabilities (net)

The Company has recognized deferred tax arising on account of timing differences, being the difference between the taxable income and accounting income, that originates in one period and is capable of reversal in one or more subsequent period(s) in compliance with Accounting Standard (AS 22) – Accounting for Taxes on income.

The major components of deferred tax (liabilities)/assets arising on account of timing differences as at 31st March, 2014 are as follows:

	As at 31 st MARCH 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Deferred tax liabilities		
Difference between the Written down value of assets as per the books of account and Income Tax Act, 1961	(274.88)	(357.00)
Total deferred tax liabilities	(274.88)	(357.00)
Deferred tax assets		
Carry forward business losses and Unabsorbed Depreciation	-	75.35
Provision for expenses allowed for tax purpose on payment basis	42.55	39.50
Provision for doubtful debts and Advances	1.69	1.99
Total deferred tax assets	44.24	116.84
Net Deferred Tax asset / (liability)	(230.64)	(240.16)
Deferred Tax Liability of earlier years	(75.35)	-
Deferred Tax Benefit / (Expenses) for the year	84.87	31.17

7. Provisions

	Long Term		Short Term	
	As at 31 st March 2014	As at 31 st March 2013	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
Provision for Employee Benefits :- (Refer note No. 37)				
Provision for gratuity	-	-	108.80	85.25
Provision for leave benefits	20.00	31.09	3.36	6.38
Total	20.00	31.09	112.16	91.63

8. Short-term Borrowings

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Loan repayable on demand from banks ^		
Secured		
Cash credits from Banks	534.05	1,295.89
Buyers' Credit	220.05	-
Unsecured		
Loans and Advances from related parties	1,250.00	1,250.00
Total	2,004.10	2,545.89

^ Default in terms of repayment of principal and interest – NIL

Cash credits from Banks and Foreign Currency Loan (Buyers' credit) are secured by hypothecation of inventories, book debts and other current assets. Cash credit carries interest @13.25 % to 13.50 %p.a. (FY 2012-13 - 13.25 % p.a.). Buyers' Credit carries interest @ LIBOR plus 0.75% to 2.50 % p.a. (FY 2012-13 LIBOR plus 2% to 3.50% p.a.)



9. Trade payables

	As at 31st March 2014	As at 31st March 2013
	₹ in Lacs	₹ in Lacs
Trade Payables (including Acceptances)	1,053.94	836.70
(Refer Note 34 for details of dues to Micro, Small and Medium Enterprises)		
Total	1,053.94	836.70

10. Other Current liabilities

	As at 31st March 2014	As at 31st March 2013
	₹ in Lacs	₹ in Lacs
Other Liabilities		
Current maturities of Long term borrowings (Refer note 5)	440.22	496.91
Interest accrued but not due on borrowings	45.00	18.52
Advance from Customers	46.81	44.19
Others Payables		
Statutory Liabilities Payable		
- Payable towards CST and VAT	38.90	34.32
- Payable towards Excise and Service Tax	26.60	28.50
- Payable towards TDS under Income tax	12.42	8.84
- Payable towards Provident Fund , Professional Tax and ESIC	8.94	7.42
Payable to Employees	85.57	85.25
Provision for other expense	126.67	133.75
Retention Money Payable	10.00	10.00
Total	841.13	867.70



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11 FIXED ASSETS

	Gross Block				Depreciation / Amortisation			Net Block	
	As at 01.04.2013	Additions during the Year	Deductions / adjustments	As at 31.03.2014	As at 01.04.2013	Additions / Amortization during the Year	Deductions / adjustments	As at 31.03.2014	As at 31.03.2014
(A) Tangible Assets :									
Freehold Land	692.91	-	-	692.91	-	-	-	-	692.91
Leasehold Land	329.72	-	-	329.72	17.16	3.93	-	21.09	308.63
Buildings	2,999.59	0.00	-	2,999.59	1,237.13	176.06	-	1,413.20	1,586.39
Moulds	1,496.88	50.05	11.40	1,535.53	1,228.07	132.39	4.96	1,355.50	180.03
Plant & Machinery	6,108.45	57.35	65.47	6,100.33	3,101.26	516.90	54.52	3,563.64	2,536.69
Furniture	154.62	0.00	1.72	152.90	87.57	10.06	1.23	96.40	56.50
Leasehold Improvements	0.96	-	-	0.96	0.43	0.19	-	0.62	0.34
Computers	68.11	0.39	0.54	67.96	53.16	6.17	0.50	58.83	9.13
Office Equipment	64.61	0.44	0.30	64.75	35.44	3.97	0.20	39.21	25.54
Vehicles	63.66	-	8.50	55.16	54.87	2.98	7.70	50.15	5.02
Total Tangible Assets	11,979.51	108.23	87.93	11,999.81	5,815.09	852.65	69.11	6,598.64	5,401.18
(B) Intangible Assets :									
Software	20.51	0.83	-	21.34	18.76	1.25	-	20.01	1.33
Patent	3.37	-	-	3.37	3.32	0.04	-	3.36	0.01
Total Intangible Assets	23.88	0.83	-	24.71	22.08	1.29	-	23.37	1.34
Total (A+B)	12,003.39	109.06	87.93	12,024.52	5,837.17	853.94	69.11	6,622.01	5,402.52

(₹ In Lacs)



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11 FIXED ASSETS

	Gross Block				Depreciation / Amortisation			Net Block	
	As at 01.04.2012	Additions during the Year	Deductions / adjustments	As at 31.03.2013	As at 01.04.2012	Additions / Amortization during the Year	Deductions / adjustments	As at 31.03.2013	As at 31.03.2013
(A) Tangible Assets :									
Freehold Land	571.62	121.29	-	692.91	-	-	-	-	692.91
Leasehold Land	329.72	-	-	329.72	13.23	3.93	-	17.16	312.56
Buildings	2,994.12	5.47	-	2,999.59	1,041.84	195.29	-	1,237.14	1,762.45
Moulds	1,426.07	77.74	6.93	1,496.88	1,077.33	151.37	0.64	1,228.06	268.82
Plant & Machinery	6,020.38	108.31	20.23	6,108.46	2,576.00	537.87	12.60	3,101.27	3,007.19
Furniture	151.47	3.15	-	154.62	76.43	11.15	-	87.58	67.04
Leasehold Improvements	0.96	-	-	0.96	0.23	0.20	-	0.43	0.53
Computers	64.74	3.37	-	68.11	45.73	7.42	-	53.15	14.96
Office Equipment	63.61	1.01	-	64.62	30.67	4.77	-	35.44	29.18
Vehicles	74.81	-	11.15	63.66	56.90	4.98	7.01	54.87	8.80
Total Tangible Assets	11,697.50	320.34	38.31	11,979.53	4,918.36	916.98	20.25	5,815.10	6,164.44
(B) Intangible Assets :									
Software	19.78	0.73	-	20.51	16.89	1.86	-	18.75	1.76
Patent	3.37	-	-	3.37	3.11	0.21	0.00	3.32	0.05
Total Intangible Assets	23.15	0.73	-	23.88	20.00	2.07	-	22.07	1.81
Total (A+B)	11,720.65	321.07	38.31	12,003.41	4,938.36	919.05	20.25	5,837.17	6,166.25

(₹ In Lacs)



12. Non-current Investments

	As at 31st March 2014	As at 31st March 2013
	₹ in Lacs	₹ in Lacs
Trade Investments (At Cost)		
Unquoted equity investments		
Other Investment		
11,000 (31 st March 2013 : 11,000) Equity Shares of ₹ 100 each fully paid in HO Plast Pvt Ltd.	11.00	11.00
Less : Provision for Diminution in Value of Investments	(11.00)	(11.00)
Total	-	-

13. Loans and Advances

	Non-current		Current	
	As at 31st March 2014	As at 31st March 2013	As at 31st March 2014	As at 31st March 2013
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
Unsecured & considered good				
Capital advances	14.47	32.27		
Sundry Deposits	170.78	128.82		
Other loans and advances				
Advance income-tax (net of provision for taxation)			126.51	157.95
Advances recoverable in cash or kind			88.38	96.56
Prepaid expenses			18.61	21.42
Advances to employees	-	0.75	0.80	3.38
Balances with Government authorities				
-Cenvat credit, PLA balance, etc receivable			69.55	46.37
-Service Tax Credit receivable			28.60	31.31
-VAT credit receivable			252.85	255.12
-Other			0.20	0.20
Total	185.25	161.84	585.50	612.31

14. Other Non-Current Assets

	As at 31st March 2014	As at 31st March 2013
	₹ in Lacs	₹ in Lacs
Bank Deposit with maturity more than 12 months (Refer note no 17)	5.00	-
Total	5.00	-

15. Inventories (Valued at Lower of Cost and Net realizable value)

	As at 31st March 2014	As at 31st March 2013
	₹ in Lacs	₹ in Lacs
Raw Materials	942.93	774.44
Packing Materials	45.53	47.00
Finished Goods	430.64	383.16
Work-in-progress	192.05	168.49
Stores , Spares and Consumables	2.28	2.10
Total	1,613.43	1,375.19



16. Trade receivables

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Unsecured		
(a) Overdue for more than six months		
considered good	387.36	115.16
considered doubtful	210.22	165.44
	597.58	280.60
(b) Others		
considered good	3,603.21	3,528.37
considered doubtful	-	-
	3,603.21	3,528.37
	4,200.79	3,808.97
Less : Provision for doubtful trade receivables (*)	210.22	165.44
Total	3,990.57	3,643.53

(*) A provision of ₹ 145.26 lacs, being the amount not recoverable from HO Plast Pvt Ltd , consisting of ₹ 134.26 lacs of Debt and ₹ 11 lacs for diminution in value of investment in equity shares, has been made in the books in the year ended 31st March 2013. Efforts have been made for the recovery of dues and legal action has been initiated.

17. Cash and bank balances

	Non-current		Current	
	As at 31 st March 2014	As at 31 st March 2013	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
(A) Cash and Cash Equivalents				
a. Balances with banks				
- On current accounts			46.56	292.08
- Cheques on hand			98.59	
b. Cash on hand			9.29	3.69
(B) Other Bank Balances				
- Margin Money Deposit ©			13.88	35.48
- Bank Deposits (with original maturity for <12 months) ©			54.76	82.33
- Bank Deposits (with original maturity for >12 months) ©	5.00	-	-	-
Total	5.00	-	223.08	413.58
Amount included under the head "other non-current assets" (Refer Note 14)	(5.00)	-	-	-
Total	-	-	223.08	413.58

© Bank Term Deposits and Margin Money Deposit given as security

Bank Term deposits and Margin Money Deposit, with a carrying amount of ₹ 67.53 Lacs (31 March 2013: ₹ 20.86 lacs) are kept for providing bank guarantee to secure payments to Government authorities including Electricity Boards.



18. Other Current Assets

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Interest accrued on deposits	8.89	3.70
Quantity discount receivable	71.45	40.72
Other receivable	0.45	28.42
Total	80.79	72.84

19. Revenue from operations

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
(A) Revenue from sale of goods and services		
Sale of Goods :-		
- Home Market (Net of returns)	18,916.87	18,244.27
- Exports	786.77	980.71
	19,703.64	19,224.98
Sale of Services	223.80	227.12
Total	19,927.44	19,452.10
(B) Other operating revenue		
-Scrap Sales	46.96	63.96
-Windmill income	23.13	27.31
Total	70.09	91.27

20. Other Income

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
(a) Interest Income on		
- Bank Deposits	11.33	18.73
-Others	8.76	5.68
	20.09	24.41
(b) Exchange difference (Net)	-	60.64
(c) Insurance Claim Received	-	3.39
(d) Profit on sale of Fixed assets (Net)	4.94	3.29
(e) Other non-operating income	4.29	75.15
Total	29.32	166.88

21. Cost of Materials Consumed

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
(A) Cost of materials consumed		
Raw Materials Consumed (Refer Note No.28)		
Opening Stock	774.44	1,017.37
Add: Purchases	11,655.24	10,270.34
	12,429.68	11,287.71
Less: Closing Stock	942.93	774.44
	11,486.75	10,513.27



Packing Materials Consumed		
Opening Stock	47.00	69.74
Add: Purchases	1,243.93	1,349.88
	1,290.93	1,419.62
Less: Closing Stock	45.53	47.00
	1,245.40	1,372.62
Total Cost of Materials Consumed	12,732.15	11,885.89
(B) Changes in Inventories of Finished Goods and Work-in-Progress		
Inventories at the beginning of the year		
Finished Goods	383.16	587.12
Work-in-Progress	168.49	247.38
	551.65	834.50
Inventories at the end of the year		
Finished Goods	430.64	383.16
Work-in-Progress	192.05	168.49
	622.69	551.65
Changes in Inventories	(71.04)	282.85
	0.41	(19.21)
Increase/(decrease) in excise duty on Finished Goods	(70.63)	263.64
Changes in Inventories of Finished Goods and Work-in-Progress		

22. Employee Benefits Expense

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Salaries and wages	945.40	901.18
Contribution to Provident Fund	51.05	55.53
Defined Benefit Plan – Gratuity (Refer Note No.37)	28.35	10.04
Staff welfare expenses	50.31	47.99
Total	1,075.11	1,014.74

23. Other Expenses

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Consumption of Stores, Spares and consumables	78.88	76.98
Water, Power and Fuel	1,038.31	1,034.64
Processing Charges	117.12	180.47
Materials Handling Charges	896.72	873.54
Repairs and Maintenance		
- to Building	16.93	16.28
- to Plant and Machinery	98.34	135.26
- Other Assets	20.81	31.50
Rent	52.49	46.56
Rates and Taxes	3.91	2.84
Insurance	21.89	23.41
House Keeping expenses	45.24	35.25
Security Charges	88.67	74.78
Printing and Stationery	14.09	14.93
Travelling and Conveyance	71.65	67.69
Postage and Telephone	19.90	20.86
Commission to non-executive directors	1.00	1.00
Directors' sitting fees	2.70	2.19
Payment to Auditors (Refer Note No.27)	15.23	14.85
Legal and Professional Expenses	47.21	58.07



Freight and Handling Charges	280.37	422.62
Advertisement and Sales Promotional Expenses	11.68	17.89
Bad debts written off	-	10.94
Provision for doubtful debts	45.67	170.07
Management Fees	108.00	108.00
Miscellaneous expenses	62.98	54.31
Net Loss on Foreign Currency Transactions and Translations (Other than considered as Finance Cost)	6.94	-
Total	3,166.73	3,494.93

24. Depreciation and amortization expense

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Depreciation on tangible assets	848.53	912.84
Amortization of leasehold land	3.93	3.93
Amortization of leasehold improvements	0.19	0.20
Amortization of intangible assets	1.29	2.08
Total	853.94	919.05

25. Finance costs

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Interest		
- on term loans	95.40	150.71
- on Cash credit and short term borrowings	245.62	335.22
- on Fixed Deposits	11.29	16.62
Bill Discounting Charges	12.85	13.12
Bank Charges	14.61	24.21
Net (Gain)/Loss on foreign Currency Transaction and Translation (Buyers' Credit)	(28.70)	-
Total	351.07	539.88

26. Contingent Liabilities and Commitments

A) Contingent Liabilities

		As at 31 st March 2014	As at 31 st March 2013
		₹ in Lacs	₹ in Lacs
1)	Claims against the company not acknowledged as debts		
	Tax and other matters in dispute under appeal	460.04	164.64
2)	Bills Discounted with Banks (Since realized ₹ 138.60 Lacs, Previous Year ₹ 131.40Lacs)	138.60	131.40

B) Commitments

		As at 31 st March 2014	As at 31 st March 2013
		₹ in Lacs	₹ in Lacs
1)	Estimated amount of contracts remaining to be executed on Capital account and not provided for	4.73	25.21
2)	Letter of Credit and Bank guarantees issued by bankers and Outstanding as on 31 st March, 2014	7.50	Nil



- 3) The Company enters into forward exchange contracts to hedge against its foreign currency exposures relating to the underlying transactions and firm commitments. The Company does not enter into any derivative instruments for trading or speculative purposes.

The forward exchange contract outstanding as at 31st March 2014 is Nil (as at 31st March 2013 is Nil)

27. Payment to Auditors

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
As Auditor:		
- Audit Fees	12.00	12.00
- Tax Audit Fees	2.00	2.00
- Other services	0.38	0.83
Reimbursement of Expenses	0.85	0.02
Total	15.23	14.85

28. Raw Materials Consumed

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
HDPE, PPCP, PET and Master Batch	10,752.57	9,752.14
Printing ink and Materials	63.97	59.71
Boughtout Components	670.21	701.42
Total	11,486.75	10,513.27

29. Stock and Turnover

Bottles and Jars	Value (₹ in lacs)	Opening Inventory	Closing Inventory	Turnover
		383.16	430.64	19,927.44
		(587.12)	(383.16)	(19,452.14)

(Figures in brackets represent that of previous year)

30. Value of imports calculated on CIF basis

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Raw Materials	1,742.65	993.00
Stores, spares and consumables	1.10	-
Capital goods	8.18	1.99
Total	1,751.93	994.99



31. Value of imported and Indigenous Raw Materials and Spares Consumed and percentage of each to total consumption

	Year 2013-14		Year 2012-13	
	₹ in Lacs	% to Total	₹ in Lacs	% to Total
Raw Materials				
- Imported	1,742.65	15.17	993.00	9.45
- Indigenous	9,744.08	84.83	9,520.27	90.55
	11,486.73	100.00	10,513.27	100.00
Stores and Spares				
- Imported	1.10	1.39	-	-
- Indigenous	77.78	98.61	76.98	100.00
	78.88	100.00	76.98	100.00

32. Expenditure in Foreign currency

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Repairs and maintenance	1.10	1.32
Travelling Expenses	1.03	-
Other Expenses	-	0.46
Total	2.13	1.78

33. Earnings in foreign currency (accrual basis)

	Year 2013-14	Year 2012-13
	₹ in Lacs	₹ in Lacs
Export at FOB value	774.36	958.50
Total	774.36	958.50

34. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under for the year 2013-14, to the extent the Company has received intimation from the "Suppliers" regarding their status under the Act.

		As at 31 st March 2014	As at 31 st March 2013
		₹ in Lacs	₹ in Lacs
(a)	Principal amount remaining unpaid (but within due date as per the MSMED Act) at the end of the financial year	147.81	118.65
(b)	Interest due thereon remaining unpaid	Nil	Nil
(c)	Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	Nil	Nil
(d)	Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year).	Nil	Nil
(e)	Interest accrued and remaining unpaid at the end of each accounting period; i.e., principal is paid but interest has remained unpaid	Nil	Nil



(f)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to small enterprise, this is required for the purpose of disallowance as a deductible expenditure	Nil	Nil
-----	--	-----	-----

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

35. The Company enters into forward exchange contracts to hedge against its foreign currency exposures relating to the underlying transactions and firm commitments. The Company does not enter into any derivative instruments for trading or speculative purposes.

The foreign currency exposure not hedged as at 31st March 2014 are as under :

Currency	Payable (in FC)		Receivable (in FC)		Payable (₹ in Lacs)		Receivable (₹ in Lacs)	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
USD	7,61,400	1,64,960	2,12,176	1,67,156	457.58	90.58	127.49	90.86

36. Pursuant to Accounting Standard (AS – 19)- Lease, the following information is given

Assets taken on operating lease

- The Company has taken certain assets such as cars on an operating lease basis. The lease rentals are payable by the Company on a monthly basis:
- Future minimum lease rentals payable as at 31st March 2014 as per the lease agreements:

	As at 31 st March 2014	As at 31 st March 2013
	₹ in Lacs	₹ in Lacs
Not later than one year	8.22	8.31
Later than one year and not later than five years	3.72	11.94
Later than five years	-	-
	11.94	20.25

- Lease payments recognised in the Statement of Profit and Loss for the year are ₹ 8.06 Lacs (31st March 2013: ₹ 9.61 Lacs).

37. Employee benefits

(1) Short term employee benefits:

The liability towards Short term employee benefits for the year ended 31st March 2014 has been recognised in the statement of Profit and Loss.

(2) Post employee benefits:

The following disclosures are made in accordance with AS 15 (Revised) pertaining to Defined benefit Plans:

	Gratuity (Funded Plan) 2013-14	Gratuity (Funded Plan) 2012-13
	₹ in Lacs	₹ in Lacs
Amount recognised in Balance Sheet		
Present value of funded obligations	191.60	185.10
Fair Value of Plan Assets	82.80	99.85
Present value of unfunded obligations	-	-
Net Liability/(Asset)	108.80	85.25



Amounts in Balance Sheet		
Liability	108.80	85.25
Assets	-	-
Net Liability/(Asset)	108.80	85.25
Expenses recognised in the statement of Profit and Loss		
Opening defined benefit obligation less benefit paid		
Current service cost	15.87	15.90
Interest on defined benefit obligation	14.81	15.57
Expected return on plan assets	(8.69)	(8.88)
Net actuarial losses/(gains) recognized in year	6.36	(12.55)
Past Service Cost	-	-
Total included in 'Employee Benefit Expense'	28.35	10.04
Actual return on plan assets	5.70	0.92
Reconciliation of benefit obligations and plan assets for the period:		
Change in defined benefit obligation :		
Opening defined benefit obligation as at 1st April	185.10	183.17
Current Service Cost	15.87	15.90
Interest Cost	14.81	15.57
Actuarial (Gain)/Loss on obligations	3.37	(11.63)
Past Service Cost	-	-
Acquisition/Business Combination	-	-
Benefits Paid	(27.55)	(17.91)
Closing defined benefit obligation as at 31st March	191.60	185.10
Change in fair value of assets :		
Opening fair value of plan assets as at 1st April	99.85	103.15
Expected return on Plan Assets	8.69	8.88
Actuarial Gain/(Loss)	(2.99)	0.92
Assets distributed on settlements	-	-
Contributions by employer	4.81	4.81
Assets acquired due to Acquisition/Business Combination	-	-
Benefits Paid	(27.55)	(17.91)
Closing Fair Value of Plan Assets as at 31st March	82.80	99.85
Investment Details (Assets information) :		
GOI Securities	Nil	Nil
Public Sector Unit Bonds	Nil	Nil
State/Central Guaranteed Securities	Nil	Nil
Special Deposit Schemes	Nil	Nil
Equity Shares of Listed Companies	Nil	Nil
Property	Nil	Nil
Insurer Managed Funds	100%	100%
Others	Nil	Nil
Assumptions :		
Discounted Rate (per annum)	9.14%	8.00%
Estimated Rate of return on Plan Assets (per annum)	8.70%	8.70%
Rate of Escalation in Salary (per annum)	8.00%	8.00%

i. **Discount Rate** : The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of the obligation.

ii. **Expected Rate of Return on Plan Assets** : This is based on the expectation of the average long-term rate of return expected on investments of the fund during the estimated term of the obligations.



- iii. **Salary Escalation Rate** : The estimates of future salary increases, considered in actuarial valuation, takes into account the inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Experience Adjustments for the current and previous four periods

Gratuity Funded	31-Mar-14	31-Mar-13	31-Mar-12	31-Mar-11	31-Mar-10
Defined Benefit Obligation	191.60	185.10	183.17	113.06	95.78
Plan Assets	82.80	99.85	103.15	112.24	92.16
Surplus / (Deficit)	(108.80)	(85.25)	(80.02)	(0.81)	(3.62)
Experience Adjustment on plan liabilities	3.37	(11.63)	81.06	0.40	17.21
Experience Adjustment on plan assets	(2.99)	0.92	2.83	(1.03)	(3.41)

Notes:-

- The gratuity fund assets and liabilities are managed by Clear Plastics Employees' Gratuity Trust, Mipak Polymers Employees' Group Gratuity Assurance Scheme, Mipak Industries Employees' Group Gratuity Assurance Scheme and Plast Kul Industries Employees' Group Gratuity Assurance Scheme.
- The Company estimates that the amount to be contributed to the Gratuity fund for the financial year 2013-14 will be ₹ 108.80 Lacs.
- The Company regularly deposits employees' and employer's contribution of provident fund to Government managed fund i.e. (EPFO) and hence the guidance on implementing AS – 15 (Revised) issued by Accounting Standards Board (ASB) of the Institute of Chartered Accountants of India, relating to employer established provident funds is not applicable

(3) Long Term Employee Benefits:

The liability towards compensated absences (annual leave and sick leave) for the year ended 31st March 2014, based on actuarial valuation carried out by using the Projected Accrued Benefit Method amounting to ₹ 2.79 Lacs (31st March 2013: ₹ 17.74 Lacs) has been recognised in the Statement of Profit and Loss.

Annual leave and sick leave assumptions :

i. Financial Assumptions

	Year 2013-14	Year 2012-13
Discounted Rate (per annum)	9.14%	8.00%
Rate of Escalation in Salary (per annum)	8.00%	8.00%

ii. Demographic Assumptions

	Year 2013-14	Year 2012-13
Mortality	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate
Attrition Rate	14.00%	14.00%

38. Earnings per Share (EPS)

	Year 2013-14	Year 2012-13
Basic and diluted earnings per share in rupees (face value ₹ 10/- per share)	9.72	7.51
Profit/(loss) after tax as per Statement of Profit and Loss (₹ in Lacs)	434.71	335.90
Weighted average number of equity shares outstanding (Nos)	44,71,700	44,71,700



39. Information on Related Party Transactions as required by AS-18 on Related Party Disclosures for the year ended 31st March 2014

1. Relationship :

- | | |
|---|--|
| <p>(i) Holding Company
Hitech Plast Ltd
Geetanjali Trading and Investments Private Limited (Ultimate Holding Co.)</p> | <p>(iii) Key Management Person
Mr. Malav Dani
Mr. Rajiv Gandhe (upto 13th May 2013)</p> |
| <p>(ii) Fellow Subsidiaries :

Coatings Specialities (India) Limited
Rangudyan Insurance Broking Services Limited
Isis Holding & Trading Company Pvt. Ltd
Vijal Holding And Trading Co. Pvt. Ltd.
Raytirth Holding & Trading Company Pvt. Ltd.
Smiti Holding And Trading Pvt. Ltd.</p> | <p>(iv) Employee Benefit Fund Where Control Exists :
Clear Plastics Employee's Gratuity Trust
Mipak Polymers Employees' Group Gratuity Assurance Scheme
Mipak Industries Employees' Group Gratuity Assurance Scheme
Plast Kul Industries Employees' Group Gratuity Assurance Scheme</p> |
| <p>(v) Companies controlled by Directors/Relatives of Directors :
Asian Paints Ltd.
Dani Finlease Ltd.
Gujarat Organics Ltd.
Haish Holding And Trading Company Pvt. Ltd.</p> | <p>Isis Skills Development Pvt. Ltd.
Pragati Chemicals Ltd.
Resins and Plastics Ltd.
S C Dani Research Foundation P. Ltd.
Suryakant Paint Accessories Pvt. Ltd.</p> |

2. Details of Related Party Transactions for Years - 2013-14 and 2012-13:

	Holding Company		Fellow subsidiary	
	13-14	12-13	13-14	12-13
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
Purchase of Raw Materials (Hitech Plast Ltd.)	5.65	-		
Sale of Raw Materials (Hitech Plast Ltd.)		18.36		
Interest Received (Coatings Specialities (India) Limited)	-			0.59
Interest paid (Hitech Plast Ltd.)	-	0.57		
Interest paid (Geetanjali Trading and Investment Pvt Ltd.)	150.00	171.22		
Purchase of Goods/Services (Hitech Plast Ltd.)	1.15	-		
Sale of Goods (Hitech Plast Ltd.)	-	10.08		
Purchase of Fixed Asset (Hitech Plast Ltd.)	13.10	13.97		
Sale of Fixed Asset (Hitech Plast Ltd.)	16.00	-		
Services Received (Coating Specialities(India) Ltd.)			108.00	108.00
Services Provided – Conversion (Hitech Plast Ltd.)	5.21	-		
Commission Received (Hitech Plast Ltd.)		0.44		
Inter Corporate Deposits – Given (Coatings Specialities (India) Limited)				50.00
Inter Corporate Deposits – Received back (Coatings Specialities (India) Limited)				50.00
Inter Corporate Deposits – Received (Hitech Plast Ltd.)	30.52	155.45		
Inter Corporate Deposits – Repaid (Hitech Plast Ltd.)	30.52	155.45		
Inter Corporate Deposits – Received (Geetanjali Trading and Investment Pvt Ltd.)		500.00		
Inter Corporate Deposits – Repaid (Geetanjali Trading and Investment Pvt Ltd.)		250.00		
Inter Corporate Deposit Balance Payable (Geetanjali Trading and Investment Pvt Ltd.)	1,250.00	1,250.00		
Balance Receivables Goods and services (Hitech Plast Ltd.)	5.01	0.51		



	Companies over which Directors have controlling interest		Employee Benefit Plans where control Exits		Key Management Personnel	
	2013-14	12-13	2013-14	12-13	2013-14	12-13
	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs	₹ in Lacs
Managerial Remuneration (Mr. Rajiv Gandhe)					21.62	41.95
Director Sitting Fees (Mr. Malav Dani)					0.50	0.35
Sales to Asian Paints	1,091.27	1,085.79				
Balance Receivable (Asian Paints)	51.89	29.99				
Contribution During the year			4.81	4.81		
Amount Payable			108.80	85.25		

- Key management person who is under the employment of the Company is entitled to post employment benefits and other long term employee benefits recognised as per AS - 15 (Revised) Employee benefits in the financial statements. As these employee benefits are lumpsum amount provided on the basis of actuarial valuation, the same is not included above.
- Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year.

	31 st March 2014	31 st March 2013
	₹ in Lacs	₹ in Lacs
Sale of Goods		
Asian Paints Limited	1,091.27	1,085.79

40. Segment Reporting

As the Company's business activity falls within a single primary business segment viz., "Plastic Containers", the disclosure requirements of Accounting Standard (AS-17) "Segment Reporting", as prescribed in the Companies (Accounting Standards) Rules, 2006, is not applicable. As on 31st March 2014, the capital employed in the reportable segment was ₹ 10,347.91 Lacs (31st March 2013: ₹ 10,954.14 Lacs).

- The Previous year's figures have been re-grouped / re-classified, where ever necessary to correspond with the Current year's classification / disclosure

As per our Report of even date

For and on behalf of the Board of Directors

For SHAH & Co.,
Chartered Accountants

FRN:109430W



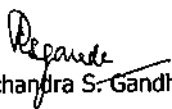
Ashish Shah

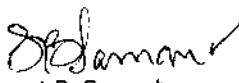
Partner M. No. 103750

Place: Mumbai

Date: 26th May, 2014




Rameshchandra S. Gandhi
Chairman


Samant B. Samant
Director


Malav Dani
Director