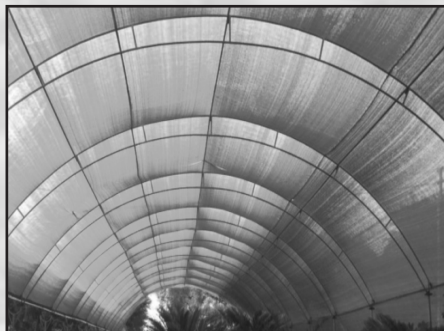
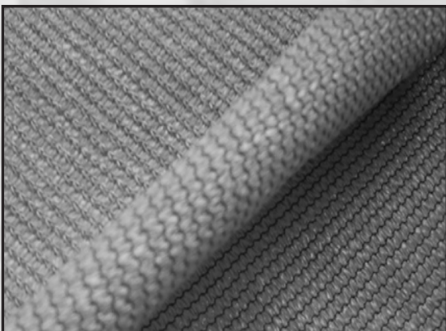




Rishi Techtex Limited

29TH ANNUAL REPORT 2012-2013



BOARD OF DIRECTORS

Mr. H.B. Patel - **Chairman**
Mr. P.J. Patel - **Director**
Mr. A.N. Nopany - **Director**
Mr. Abhishek Patel - **Whole-Time Director**

COMPANY SECRETARY

Mr. Vasant Goray

AUDITORS

Alladi Krishnan & Kumar
4, Marshal, Mogal Lane,
Mahim, Mumbai - 400016.

BANKERS

Canara Bank,
Tamarind Lane Branch,
Crossly House, Fort,
Mumbai - 400001.

REGISTRAR AND TRANSFER AGENTS

Adroit Corporate Services Pvt. Ltd.,
19/20, Jaferbhoy Industrial Estate,
1st Floor, Makwana Road,
Marol Naka, Andheri (E),
Mumbai – 400059.

REGISTERED OFFICE

612, Veena Killedar Industrial Estate,
10/14, Pais Street, Byculla (W),
Mumbai – 400011.

WORKS

Causeway Road
Village Kachigam, Taluka Daman
Union Territory of Daman & Diu.

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NOTICE

Notice is hereby given that the 29th Annual General Meeting of Rishi Techtex Limited will be held on Friday, the 23rd day of August, 2013 at 11.30 a.m. at Indian Merchants' Chamber, H.T.Parekh Conference Room, 4th floor, IMC Marg, Churchgate, Mumbai 400020 to transact the following business.

As ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March 2013 and the Profit and Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Arvind Nopani, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

Registered Office:

612, Veena Killedar Industrial Estate,
10-14, Pais Street, Byculla (W), Mumbai - 400011

**By Order of the Board
For Rishi Techtex Ltd.**

**Vasant Goray
Company Secretary**

Dated : 30th May, 2013

NOTES

- A. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
- B. Register of Members and Share Transfer Books of the Company will remain closed from 16th August, 2013 to 23rd August, 2013 (both days inclusive).
- C. Reappointment of Director
Mr. Arvind Nopany aged 48 years is a commerce graduate with a degree in Management. He is the Managing Director of Garrison Polysacks Pvt. Ltd. and has over 24 years experience in Business. He is not holding any shares in the Company.

Registered Office :-

612, Veena Killedar Industrial estate,
10-14, Pais Street, Byculla (W),
Mumbai 400011.

**By Order of the Board
For Rishi Techtex Ltd.**

**Vasant Goray
Company Secretary**

Dated : 30th May, 2013

**DIRECTORS' REPORT****FINANCIAL RESULTS****Rs. in Lacs**

	2012-13	2011-12
Total Income	3604.15	3624.13
Earning before Interest & Depreciation	211.47	308.65
Interest	188.71	159.38
Depreciation	118.93	98.27
Profit before Tax	(96.17)	105.51
Provision for Tax	--	--
Profit after Tax	(96.17)	105.51

OPERATING RESULTS

During the year your Company earned a total Income of Rs.3604 lacs as compared to Rs.3624 lacs earned in the previous year. The operations during the year resulted in a loss of Rs.96.17 Lacs as compared to a profit of Rs.105.51 Lacs achieved in the previous year. The Company suffered losses mainly on account of increase in cost of raw materials which could not be passed on to the customers. During the current year, the Company has revised the prices which should improve the margins.

EXPANSION PLAN

The Expansion plan initiated in 2011, was completed by June 2012. The full benefit of expansion could not be availed in the year under report due to several bottlenecks such as timely non-availability of certain raw materials, frequent increase in cost of raw materials, resistance by customers in price increase etc. As stated above, we have revised the prices both in export and domestic front and hope to show improved results.

CURRENT YEAR

Sales for the first two months of the current year amounted to Rs.576.56 Lacs as compared to Rs.674.88 Lacs achieved in the same period in the previous year. With revision in prices the Directors feel that the margins will improve leading to positive results.

DIVIDEND

On account of losses suffered by the Company, the Directors express their inability to declare dividend.

INSURANCE

All the properties of the Company have been adequately insured against fire, riot, earthquake, and various other risks.

FIXED DEPOSITS

During the period under report, the Company accepted Deposits amounting to Rs.6.15 lacs and refunded Deposits amounting Rs.1.70 lacs. The total deposits outstanding at the end of the year amounts to Rs.67.09 lacs.

DIRECTORS

Mr. Arvind Nopany retires by rotation and being eligible, offers himself for re-appointment.

During the year under Report, Mrs. Smita Patel resigned as Director. The Board would like to place on record the valuable services rendered by her during her tenure.

Mr. Abhishek Patel was appointed as whole-Time Director on 1st November, 2012 to hold that office for a period of three years.

DIRECTORS RESPONSIBILITY STATEMENT

Your Directors hereby Report:

- A. That in the preparation of Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departure, if any.
- B. That the Directors have selected such Accounting policies and applied them Consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the State of Affairs of the Company as at March 31, 2013 and of Profit and Loss account for the year ended March 31, 2013.
- C. That the Directors have taken proper and sufficient care for the maintenance of Adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- D. That the Directors have prepared the Accounts on a going concern basis.

PARTICULARS OF EMPLOYEES

During the year under Report, no employee has drawn remuneration in excess of the limits laid down under Section 217 (2A) of the Companies Act, 1956.

THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

The information required to be disclosed is set out in Annexure.

AUDITORS

M/s. Alladi Krishnan & Kumar, Chartered Accountants, Statutory Auditors of the Company retire and offer themselves for re-appointment. The Company has obtained the requisite certificate required under section 224 of the Companies Act, 1956 to the effect that their re-appointment, if made, will be in conformity with limits specified in the said section.

APPRECIATIONS

The Directors place on record their appreciation of the efficient and loyal services rendered by the Staff and workmen as also help and guidance received from Canara Bank.

Place : Mumbai
Date : 30th May, 2013

By Order of the Board
Harshad B. Patel
Chairman

ANNEXURE

THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS RULES, 1988)

(A) CONSERVATION OF ENERGY

The new Raschel Knitting Machines to be installed are more efficient, will consume less electricity as compared to earlier machines and are faster and will reduce wastage. The Monolayer Blown Film Line installed in 2009-10 has helped the Company to reduce power consumption and wastage. The form 'A' prescribed under the rules is not applicable to the Company.

(B) TECHNOLOGY ABSORPTION

The company has been constantly improving the quality of the products to suit the requirements of customers. No specific amount is earmarked for R&D. The Company has installed new Machines as well as modified existing machines to improve the quality of its products.

TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION

The Company has not imported any Technology.

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO

The earning in foreign exchange on Export of bags and fabrics amounts to Rs.695.61 Lacs. Expenditure in foreign currency on account of Travelling Rs.0.92 lacs and on Import of Capital Goods Rs.95.27 Lacs.



CORPORATE GOVERNANCE REPORT

STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company's Philosophy on Corporate Governance aims at attaining the highest level of Professionalism, honesty and integrity, besides transparency and accountability towards its stakeholders including shareholders, employees, the government and lenders.

The Company has fully complied with the requirements of Corporate Governance under the revised clause 49 of the listing agreement.

BOARD OF DIRECTORS (As on 31.03.2013)

The Company has four Directors. There is no Nominee Director on the Board. There are two Promoter Directors and two independent Directors on the Board.

No Director of the Company is either member of more than ten committees and/ or Chairman of more than five committees across all Companies in which he is Director and necessary disclosures to this effect has been received by the Company from all the Directors.

During the year, in all five Board Meetings were held i.e. on 29th May 2012, 13th August, 2012, 31st October 2012, 07th November, 2012 and 09th February, 2013. The time gap between any two meetings was not more than 4 months.

The details of Directors and their attendance record at Board Meetings held during the year, at last Annual General Meeting and number of other directorships and chairmanships/memberships of committees is given below:

Name	Category	Other Director Ships in public Co's	Committee Memberships/ Chairmanships (including RPL)#	Attendance At Board Meetings	Attendance atAGM	Share holding of Non executive Directors
Mr. H.B.Patel	Promoter/ Executive	1	2	5	Yes	N.A.
Mr. A.N.Nopany	Non-Promoter/Independent	Nil	3	4	No	Nil
Mr. P.J.Patel	Non-Promoter/Independent	Nil	3	4	No	1767
Mrs. Smita Patel	Promoter/ Executive	Nil	Nil	2	N.A.	N.A.
Mr. Abhishek Patel*	Promoter/ Executive	Nil	Nil	2	Yes	N.A.

While considering the memberships/chairmanships only Audit Committee and Shareholders and Investor Grievance Committee are considered.

Mrs. Smita Patel resigned as a Director w.e.f. 31st October 2012.

* Mr. Abhishek Patel was appointed as Director w.e.f. 01st November 2012.

Code of Conduct

The Board has laid down a Code of Conduct for all Board members and senior management personnel of the Company, which has been posted on the website of the Company www.rishipac.com

All Board members and senior management personnel have affirmed compliance with the code for the year ended on March 31, 2013. Declaration to this effect signed by the Whole-Time Director of the Company for the year ended on March 31, 2013 has been included elsewhere in this report.

COMMITTEES

1) Remuneration Committee

Remuneration Committee approves the remuneration payable to the Whole-Time Director and senior executives.

The Whole-Time Director is paid remuneration. Other Directors are paid sitting fees of Rs.500/- per Board Meeting.

Remuneration of Mrs. Smita Patel as Whole-Time Director upto 31.10.2012

Whole-Time Directors Remuneration

Period upto 31.10.2012

Salary Not Exceeding Rs.1,50,000 per month

HRA 50% of salary per month

Besides the above, the Whole-Time Director is entitled to perquisites such as PF, Gratuity, Medical, LTA, Telephone, Car, Accident Insurance.

Total Remuneration received by Mrs. Smita Patel, Whole-Time Director of the Company during the period from 01.04.2012 to 31.10.2012 amounts to Rs.6,75,360 lacs

Remuneration of Mr. Abhishek Patel as Whole-Time Director from 01.11.2012

Whole-Time Directors Remuneration

Period Three years from 1.11.2012

Salary Not Exceeding Rs.1,00,000 per month

HRA 50% of salary per month

Besides the above, the Whole-Time Director is entitled to perquisites such as PF, Gratuity, Medical, LTA, Telephone, Car, Accident Insurance.

Total Remuneration received by Mr. Abhishek Patel, Whole-Time Director of the Company from 01.11.2012 to 31.03.2013 amounts to Rs.4,82,400 lacs

2) Audit Committee

The Audit Committee consists of three Directors, Mr. Pranav J.Patel, Mr. Arvind N. Nopany and Mr.Harshad Patel out of which two are independent Directors.

The terms of reference to the Committee broadly are as under

1. Reviewing the quarterly and annual financial statements before submission to the Board.
2. Recommending to the Board the appointment, reappointment of the statutory auditors and fixing their remuneration.
3. Reviewing the internal control system and internal audit function.
4. Discussing with internal auditors failure in internal control system and recommending measures for improvement.
5. Discussing with statutory auditors about the nature and scope of audit and post audit discussions on any area of concern.
6. To look into any defaults in payment to depositors, shareholders and creditors.

The Committee met on 28th May, 2012, to consider the Annual Accounts for the year ended 31.03.2012, on 13th August, 2012 to consider quarterly unaudited results for the quarter ended 30.06.2012, on 31st October, 2012 to recommend appointment of Cost Auditor, on 07th November, 2012 to consider the quarterly unaudited results for the quarter ended 30.09.2012 and on 08th February, 2013 to consider the quarterly unaudited results for the quarter ended 31.12.2012.

3) Shareholders / Investors Grievance Committee

The Committee consists of two independent Directors, Mr. Arvind N. Nopany and Mr. Pranav Patel. The Committee has been constituted to look into redressal of shareholders complaints and correspondence with SEBI and the Stock Exchange.



There are no complaints pending with the company.

General Meetings

- 26th AGM - Tuesday, 14.09.2010 at 11.30 a.m. - H.T. Parekh Conference Room, 4th Floor, IMC, Churchgate, Mumbai - 400020
- 27th AGM - Tuesday, 30.08.2011 at 11.30 a.m. - H.T. Parekh Conference Room, 4th Floor, IMC, Churchgate, Mumbai - 400020
- 28th AGM - Thursday, 29.11.2012 at 11.30 a.m. - H.T. Parekh Conference Room, 4th Floor, IMC, Churchgate, Mumbai - 400020
- 28th Adjourned AGM – Monday, 17.06.2013 at 11.30 a.m. - H.T. Parekh Conference Room, 4th Floor, IMC, Churchgate, Mumbai - 400020
- 29th AGM - Friday, 23.08.2013 at 11.30 a.m. - H.T. Parekh Conference Room, 4th Floor, IMC, Churchgate, Mumbai - 400020

Special Resolutions

In the 26th Annual General Meeting Special Resolution was passed for Re-appointment and payment of remuneration to Whole-Time Director.

In the 27th Annual General Meeting, no Special Resolutions were passed.

In the 28th Annual General Meeting, Special Resolution was passed for Appointment of and payment of Remuneration to Mr. Abhishek Patel, the Whole-time Director.

In the 28th Adjourned Annual General Meeting, no special resolution was passed.

Postal Ballot

During the year, no postal Ballot Resolution was passed.

Disclosures

There are no transactions of material nature with the Promoters, the Directors or the Management, their Subsidiaries or relatives, etc. that had any potential conflict with the interest of the Company at large.

There were no cases of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or by any statutory authority, on any matter relating to Capital market.

The Company follows Accounting Standards issued by the Institute of Chartered Accountants of India and in the preparation of financial statements, the company has not adopted a treatment different from that prescribed in any Accounting Standard.

The Whole-Time Director and the Finance Officer have certified to the Board in accordance with clause 49(V) of the Listing Agreement pertaining to CEO/CFO certification for the financial year ended 31.3.2013.

A certificate from the Auditors of the Company regarding compliance of Corporate Governance clause 49 of listing Agreement is annexed herewith.

Means of Communication

The Company has been publishing the Unaudited Quarterly and Audited Annual results in Free Press Journal and Navshakti.

General Shareholder Information

29th Annual General Meeting

Date : Friday, 23.08.2013

Time : 11.30 a.m.

Venue : H.T. Parekh Conference Room, 4th Floor, IMC, Churchgate, Mumbai - 400020

Financial Calendar

Publication of Unaudited Results

Quarter Ending

June, 30 th 2013	45 days from the end of quarter
September, 30 th 2013	45 days from the end of quarter
December, 31 st 2013	45 days from the end of quarter
March, 31 st 2014	45 days from the end of quarter or 60days from the end of quarter in case of Audited Results.

Book Closure Date

From 16th August, 2013 to 23rd August, 2013 (both days inclusive)

Listing on Stock Exchange

The shares of the Company are listed on the Mumbai Stock Exchange

Stock Code

Physical Segment	523021
CDSL/NSDL ISIN NO	INE989D01010

Stock Market Data

The High and Low of share price of the Company during each month in the last financial year at the Stock Exchange, Mumbai and performance in comparison to BSE sensex.

Month	High	Low	BSE SENSEX	
			High	Low
April 12	6.50	5.37	17664.10	17010.16
May 12	6.18	5.71	17432.33	15809.71
June 12	-	-	17448.48	15748.98
July 12	5.48	5.21	17631.19	16598.48
August 12	8.90	5.47	17972.54	17026.97
September 12	10.40	9.34	18869.94	17250.80
October 12	9.62	9.25	19137.29	18393.42
November 12	9.60	9.50	19372.70	18255.69
December 12	9.45	9.45	19612.18	19149.03
January 13	8.98	8.98	20203.66	19508.93
February 13	8.98	8.98	19966.69	18793.97
March 13	9.42	9.42	19754.66	18568.43

Compliance Officer

Mr. Vasant Goray, the Company Secretary is the Compliance officer of the Company.

Registrar and Transfer Agents

Adroit Corporate Services Private Limited
19/20, Jaferbhoy Industrial Estate, 1st Floor, Makwana Road, Marol Naka, Mumbai - 400059
Phone No. 28496060/4060 Fax No. 28590942

Share Transfer System

The Share Transfers are handled by Transfer Committee.

The Company's equity shares are compulsorily traded on in dematerialised form as per the SEBI guidelines.



RISHI TECHTEX LIMITED

Physical share transfers are registered and returned within a period of 15 days from the date of receipt, if the documents are correct and valid in all respects. A letter is sent to the share holder giving him an option to receive shares in the physical mode or in the dematerialised mode. A period of 30 days is given to the share holder for sending his intimation. The shareholder then receives the shares in the form he exercises his option.

Pursuant to clause 47 (c) of the listing Agreement, certificates, on half yearly basis have been issued by a company secretary in practice for due compliance of share transfer formalities by the Company. Certificates have also been received from a company secretary in practice for timely dematerialization of the shares of the Company and for conducting a secretarial audit on a quarterly basis for reconciliation of the share capital of the Company.

As on 31st March, 2013, 4910434 equity shares out of 5522000 representing 88.92% of the total paid – up Capital of the Company are held in dematerialised form.

Shareholding Pattern as at March 31, 2013.

Category	No. of Shares Held	% to Paid up Capital
Promoters	15,81,800	28.65
Banks/Financial Institutions	3,42,000	6.19
Bodies Corporate	7,96,446	14.42
Non Resident Indians	2,896	0.05
Public	27,98,858	50.69
Total	55,22,000	100.00

Distribution of Shareholdings

No. of Shares	Nos. of Shareholders	% to Total	No. of Shares	% to Total
Up to 500	3,276	88.44	4,56,551	8.27
501-1,000	220	5.94	1,78,819	3.24
1,001-2,000	83	2.24	1,24,610	2.26
2,001-3,000	33	0.89	83,926	1.52
3,001-4,000	13	0.35	43,704	0.79
4,001-5,000	10	0.27	47,859	0.87
5,001-10,000	26	0.70	2,03,847	3.69
Above 10,000	43	1.16	43,82,684	79.37
Total	3,704	100.00	55,22,000	100.00

Plant Location

Survey No. 381, Causeway Road, Village Kachigam, Taluka Daman, Union Territory of Daman & Diu.

Address for Correspondence

The Compliance Officer,
Rishi Techtex Ltd.,
(Formerly known as Rishi Packers Limited)
612, Veena Killedar Industrial Estate,
10-14, Pais Street, Byculla (W), Mumbai 400011

DECLARATION OF THE WHOLE-TIME DIRECTOR

This is to certify that the Company has laid down Code of Conduct for all Board members and Senior Management of the Company.

Further certified that the Members of the Board of Directors and Senior Management personnel have affirmed having complied with the Code applicable to them during the year ended March 31, 2013.

By Order of the Board

Place: Mumbai
Date: 30th May, 2013

Abhishek Patel
Whole-Time Director

AUDITORS CERTIFICATE

The Shareholders of
Rishi Techtex Ltd.,
Mumbai 400011

We have reviewed the records and documents concerning implementation of corporate governance procedure set by the Company during the financial year ended 31st March 2013 and furnished to us for our review.

Compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an Audit nor an expression of opinion on the financial statements of the Company.

We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for review and the information and explanations given to us by the Company.

Based on such a review, in our opinion, the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement entered into with the Stock Exchange.

We have been explained that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

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

For ALLADI KRISHNAN & KUMAR
Chartered Accountants

Mumbai
Date: 30th May, 2013

AJIT DATAR
Partner



MANAGEMENT DISCUSSION AND ANALYSIS

1. Business Overview

The Company is engaged in the manufacturing and exports of HDPE/PP Woven Sacks and Shade Nets. The Company's manufacturing unit is situated at Village Kachigam, Taluka Daman, Union Territory of Daman and Diu.

2. Industry Structure & Development

A Technical textile consists of textile materials and products manufactured primarily for their technical and performance properties rather than their aesthetic or decorative characteristics. Technical textiles have many application areas. They are used for agrotech (agriculture, aquaculture, horticulture and forestry), buildtech (building and construction), clothtech (technical components of footwear and clothing), geotech (geotextiles and civil engineering), homotech (technical components of furniture, household textiles and floor coverings), indutech (filtration, conveying, cleaning and other industrial uses), medtech (hygiene and medical), mobiltech (automobiles, shipping, railways and aerospace), oekotech (environmental protection), packtech (packaging), protech (personal and property protection), sporttech (sport and leisure).

The technical textiles segment recorded 11%-12% growth in the last five years

The Technical textiles sector would clock a 20% year-on-year (y-o-y) growth during the 12th plan period (2012-17)

In present market opportunities and in free quota system the importance of technical textile materials is increasing to accommodate the needs of requirements. Nowadays most technical textile materials are widely used in filter clothing, furniture, hygiene medicals and construction material.

Rishi Techtex mainly manufactures to supply the Agrotech and Buildtech industries.

AGRO TEXTILES

Bird Protection Net – High-density polyethylene Monofilament yarns Warp Knitted, 2-3c.m mesh size, 40-80g/sq.m

Shading Net-High-density polyethylene Monofilament yarns Warp Knitted, mesh size as per required shading%, 80g-325g/sq.m

Wind shield Fabrics-High-density polyethylene Monofilament yarns Warp Knitted, mesh size as per required wind blocking% requirements, 80-150g/sq.m

Plant Nets-High-density polyethylene Monofilament yarns Warp Knitted, strips of Nets with large opening, 30-100g/sq.m

Harvesting Nets-High-density polyethylene Monofilament yarns Warp Knitted, Flat nets of square construction, of mesh size 8-12mm, 40-90g/sq.m

Advantages

- Needed in cultivation of flower plants, foliage plants, medicinal and aromatic plants, vegetables & spices by controlling exposure to sunlight and Ultra Violet Rays.
- Used for raising nurseries of fruits and vegetable to help control growth rate and size of product.
- Helps to enhance yield during summer season by controlling plant temperature and amount of carbon dioxide available to the plants.
- Protection against pest attack such as birds and insects.
- Protects crops from natural weather disturbances such as wind, rain, hail, frost and snow.
- Used in production of graft saplings and reducing its mortality during hot summer days.
- Used for hardening tissue culture plants.
- Helps in quality drying of various agro products.
- Helps increasing favorable micro environment for production of Vermicompost

Applications

- Nursery propagation, floriculture, indoor plants, vegetables, tea, coffee, spices.
- Hardening of plants.
- Cattle shed, Fish Pond, Poultry Farming etc.
- Drying of various Agro products
- Acts as a wind breaker
- Green house, terrace gardening & fencing
- Used as safety nets for building repairs & constructions
- Transport of fruits and vegetables
- Used in large gatherings and home use to keep temperature and shade for people.
- Preventing erosion and paving way for afforestation.
- For layer separation in fields.

WOVEN SACKS

Woven Sacks are used mainly for packing cement, fertilizers, chemicals, polymers and sugar.

Advantages

- Unaffected by water & atmospheric moisture.
- Light in weight.
- Ease of handling.
- Resistant to chemicals, fungal growth etc.
- High strength to weight ratio.
- Can be used to pack hot products such as cement, etc.
- Very affordable, Lower cost.
- Flexible and high strength, persistent durability.
- Can be printed on both sides.
- Can be stored in an open area due to UV-stability, up to 6 months.
- Water and dust proof design due to inside PE liners or laminated on the outside; hence, Packed materials are protected from outside humidity.
- Twisted weave and anti-skid print to prevent slipping.
- Fully recycled.

Applications

For packaging of :

- Chemicals, fertilizers, cement, urea, minerals, resin, polymers, rubber
- Flour, grain, seeds, spices, pulses, dates, agro products, fish meal, cattle feed
- Sugar, salt
- Sand, metal parts, concrete elements
- Fruits, vegetables
- Mails / letters / documents

3. Opportunities & Threats

a) Opportunities

Woven Division

Rishi Techtex manufactures woven sacks mainly for use by cement industry. The Company's manufacturing unit is situated at Union Territory of Daman and Diu. The total installed capacity of this division is 4400 MTPA. During the year the production was 4231 MT as Compared to 3602MT in the previous year. As the Clients of our woven division grow we hope to be able to grow at a constant rate along with them thus enabling us to achieve a higher level of earnings.

Knitted Division

The total installed capacity of this division is 1400 MTPA. During the year the production was 1175 MT as Compared to 1322 MT in the previous year. The company expects increase in business both on Domestic and Export front from this division during the current year. The Exports during the year were



Rs.696 Lacs as compared to Rs.533 lacs in the previous year. As we expand the possible uses for the product we hope to be able to create new markets in the use of the products for direct consumers and home use as opposed to just the large-scale construction option. In terms of exports we hope to expand the availability of our product around the world and make it a premier option.

b) Threats

The instability of currency rates causes large fluctuation with raw material prices for the industry. As raw material prices vary constantly the demand for the product varies and affects the efficiency of production of the unit. Thus true cost of manufacturing increases and has an adverse effect on profitability.

4. Operational Performance

The sales during the year were Rs.3553.03 lacs as compared to Rs.3584.03 lacs in the previous year. The operations during the year resulted in a loss of Rs.96.17 lacs as compared to profit of Rs.105.51 Lacs achieved in the previous year. The material consumption in the year was Rs.2592.17 Lacs (72.96%) as Compared to Rs.2462.89 Lacs (68.72%) in the previous year. During the year the material consumption was higher due to increase in cost of raw materials.

5. Risks & Concerns

As the cost of Energy and Oil is increasing the cost of Raw materials for the industry increases causing waves in standard pricing. Higher interest rate adversely affects the earnings. Till this settles the possibility of achieving consistency is difficult.

6. Human Resources

A cordial industrial relations environment prevailed in the manufacturing units of the Company during the year. We have achieving a higher level of production per person at the company thereby giving us better opportunities for manufacturing efficiency in the future.

7. Internal Control Systems and the inadequacy

The Company has adequate systems of internal control and procedures covering all financial and operating functions commensurate with the size and nature of operations.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations may be "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include, amongst others, economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates, changes in the Government regulations, tax laws and other statutes and incidental factors.

INDEPENDENT AUDITOR'S REPORT

To,
The Member of
Rishi Techtex Limited

Report on the Financial Statements

We have audited the accompanying financial statement of Rishi Techtex Limited Which comprises the Balance Sheet as at 31st March 2013, and the statement of Profit and Loss Account and the cash flow statement of the Company for the year then ended, and a summary of 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 flow of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. 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 requirement and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers 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. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by 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 statement 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.

- (i) In the case of Balance Sheet, of the state of affairs of the Company as on 31st March 2013.
- (ii) In the case of Profit and Loss Account, of the Loss of the company for the year ended on that date; and
- (iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory requirement

- 1. As required by the Companies (Auditors Report) Order, 2003 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 purpose of our audit;



- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, Statement of Profit and Loss, and 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;
- e) On the basis of the written representations received from the Directors as on March 31, 2013, and taken on record by Board of Directors, none of the directors is disqualified as on March 31, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For **ALLADI KRISHNAN AND KUMAR**
(Chartered Accountants)

Place: Mumbai
Date: 30th May, 2013

AJIT S.DATAR
(PARTNER)
Membership No. 036274

ANNEXURE TO AUDITOR'S REPORT

Annexure Referred to in paragraph 1 of the Auditor's Report of even date to the members of Rishi Techtex Limited for the year ended 31 March, 2013.

1. [a] The Company has maintained proper records showing full particulars including quantitative details and location of the Fixed Assets.
[b] There is a regular program of physical verification, which in our opinion is reasonable, having regard to the size of the Company and the nature of fixed assets. No material discrepancies have been noticed in respect of the assets physically verified during the year.
[c] The Company has not disposed off substantial part of fixed assets during the year.
2. [a] Inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
[b] The procedures of physical verification of stocks followed by the management are adequate in relation to the size of the Company and the nature of its business.
[c] The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material and have been properly dealt in the books of account.
3. According to the information and explanations given to us the Company has not taken/granted unsecured loans, from/to companies, firms or other listed in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of stores, raw material including components, packing materials, plant and machinery, equipment and other assets and with regard to sale of goods. There is no major weakness in the internal control procedures.

5. In our opinion, and according to the information and explanations given to us, there were no transactions in pursuance of contracts or arrangements that needed to be entered into the register maintained under section 301 of the Companies Act, 1956.
6. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the shareholders, friend, relatives of directors and business associates.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. The Company has made and maintained the cost records as prescribed by Central Government under section 209 (1) (d) of the Companies Act, 1956.
9. [a] The Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Wealth Tax, Custom Duty, Excise Duty, cess and other statutory dues with the appropriate authorities.
[b] There are no disputed statutory dues pending at any forums.
10. The Company have accumulated losses at the end of the financial year but have not incurred any cash losses in the current year and immediately preceding financial year.
11. According to the information and explanations given to us and the records examined by us, the Company has not defaulted in repayment of dues to the financial institutions.
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. As the Company is not a chit fund, nidhi, mutual benefit fund or society the provisions of clause 4 [xiii] of the Companies (Auditors Report) Order, 2003 is not applicable to the company.
14. As the Company is not dealing or trading in shares, securities, debentures and other investments, the provision of clause 4[xiv] of the Companies (Auditors Report) Order, 2003 is not applicable to the Company.
15. According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
16. The Company has not availed any new term loans during the financial year.
17. According to the information and explanations received, the Company has not applied short term borrowings for long term use and vice versa.
18. The Company has not made any preferential allotment of shares during the year.
19. The Company has not issued any debentures during the year.
20. The Company has not raised any money by way of public issue during the year.
21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For **ALLADI KRISHNAN AND KUMAR**
(Chartered Accountant)

Place: Mumbai
Date: 30th May, 2013

AJIT S.DATAR
(PARTNER)
Membership No. 036274


BALANCE SHEET AS AT 31ST MARCH 2013

			Rs.in Lacs
	Notes	31.03.2013	31.03.2012
EQUITY & LIABILITIES			
SHAREHOLDERS' FUNDS			
a) Share Capital	3	552.20	552.20
b) Reserves & Surplus	4	609.18	684.14
		1,161.38	1,236.34
NON-CURRENT LIABILITIES			
a) Long term borrowings	5	314.15	272.01
b) Long term provisions	6	38.11	33.16
		352.26	305.17
CURRENT LIABILITIES			
a) Short term borrowings	7	840.33	665.13
b) Trade payables	8	872.53	713.03
c) Other current liabilities	9	328.75	353.02
d) Short term provisions	10	76.21	58.10
Total		2,117.82	1,789.28
		3,631.46	3,330.79
ASSETS			
NON-CURRENT ASSETS			
a) Fixed assets			
b) Tangible assets	11	1,340.01	958.67
c) Capital work-in-progress		50.14	279.46
d) Fixed Assets Held for Sale		--	63.23
		1,390.15	1,301.36
NON-CURRENT INVESTMENTS	12	88.92	89.93
Long Term loans and advances	13	46.78	9.93
		135.70	99.86
CURRENT ASSETS			
a) Inventories	14	1,064.29	1,020.02
b) Trade receivables	15	705.30	644.24
c) Cash & cash equivalents	16	132.49	114.09
d) Short-term loans & advances	17	203.53	151.22
		2,105.61	1,929.57
Total		3,631.46	3,330.79
Significant Accounting policies and Notes on Financial Statement 1 to 29			

The accompanying notes are an integral part of financial statement.

As per our attached report of even date.
FOR ALLADI KRISHNAN & KUMAR
Chartered Accountants.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(AJIT S. DATAR)
Partner
Membership No. 036274

HARSHAD B. PATEL
CHAIRMAN

VASANT GORAY
SECRETARY

PLACE : MUMBAI
DATED : 30th May, 2013

ABHISHEK PATEL
WHOLE -TIME DIRECTOR

PRANAV PATEL
ARVIND NOPANY
DIRECTOR

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2013

		Rs. in Lacs	
	Notes	31.03.2013	31.03.2012
CONTINUING OPERATIONS			
INCOME			
Revenue from operations (gross)	18	3,882.82	3,880.33
Less : Excise Duty		329.79	296.30
Revenue from operations (net)		3,553.03	3,584.03
Other Income	19	51.12	40.10
Total revenue (i)		3,604.15	3,624.13
EXPENSES			
Cost of materials consumed	20	2,592.17	2,462.89
Changes in inventories of finished goods, work-in-progress and stock-in-trade	21	(55.30)	(67.19)
Employee benefit expense	22	291.26	259.34
Other Expenses	23	564.55	605.93
Total (ii)		3,392.68	3,260.97
Earning before exceptional items, extraordinary items, interest, tax, depreciation and amortisation (EBITDA) (i-ii)		211.47	363.16
Finance costs	24	188.71	159.38
Depreciation and amortisation expense	11	118.93	98.27
Profit / (Loss) before tax		(96.17)	105.51
Tax expenses			
Current Tax		--	--
Deferred Tax		--	--
Profit / (Loss) from continuing operations		(96.17)	105.51
Earning per shares (of 10/- each):			
Basic			
i) Continuing operations		(1.74)	1.91
ii) Total operations		(1.74)	1.91
Diluted			
i) Continuing operations		(1.74)	1.91
ii) Total operations		(1.74)	1.91
Significant Accounting policies and Notes on Financial Statement			
1 to 29			

As per our attached report of even date.
FOR ALLADI KRISHNAN & KUMAR
Chartered Accountants.

(AJIT S. DATAR)
Partner
Membership No. 036274

PLACE : MUMBAI
DATED : 30th May, 2013

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

HARSHAD B. PATEL
CHAIRMAN

VASANT GORAY
SECRETARY

ABHISHEK PATEL
WHOLE -TIME DIRECTOR

PRANAV PATEL
ARVIND NOPANY
DIRECTOR


CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2013 Rs. in Lacs

	31.03.2013	31.03.2012
NET PROFIT BEFORE TAX & EXTRAORDINARY ITEMS	-96.17	105.51
Adjusted for:		
Depreciation	118.93	98.27
Interest & Other finance charges	188.71	159.38
Interest Received	(7.74)	(8.38)
Dividend Received	(0.24)	(5.94)
Profit on sale of Assets	(36.81)	(1.45)
Rental Income	(0.19)	(14.66)
Net foreign exchange (gain) / loss	(6.14)	(9.45)
	<u>256.52</u>	<u>217.77</u>
A. OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE	160.35	323.28
Adjusted for (increase)/Decrease in operating Assets:		
Trade and other Receivable	(61.06)	(106.27)
Inventories	(44.27)	(97.36)
Short term Loans & Advances	(52.31)	(46.43)
Long term Loans & Advances	(36.85)	(8.31)
Adjusted for increase/(Decrease) in operating Liabilities:		
Trade payables	159.50	94.94
Other current liabilities	(88.83)	89.19
Short-term provisions	18.11	21.62
Long-term provisions	4.95	(4.69)
	<u>(100.76)</u>	<u>(57.28)</u>
CASH GENERATED FROM OPERATIONS	59.59	266.00
Less: Taxes Paid	0.00	0.00
	<u>59.59</u>	<u>266.00</u>
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets (including Capital Work in Progress)	(270.88)	(302.50)
Purchase of Investments	1.01	(5.51)
Interest Received	7.74	8.38
Sale of Fixed Assets	99.97	4.14
Rental Income	0.19	14.66
Net foreign exchange gain / (loss)	6.14	9.45
Dividend received	0.24	5.94
Net Cash (Used in) Investing Activities	<u>(155.59)</u>	<u>(265.44)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of Share Capital	0.00	0.00
Capital Subsidy under TUFS	21.21	0.00
Proceeds from Borrowings (Net of Repayments)	106.69	212.70
Net Increase / (Decrease) in working capital borrowing	175.21	(28.31)
Interest and other finance charges	<u>(188.71)</u>	<u>(159.38)</u>
Net Cash (Used in) From Financial Activities	114.40	25.01
NET INCREASE IN CASH AND CASH EQUIVALENTS: (A+B+C)	18.40	25.57
OPENING BALANCE CASH & CASH EQUIVALENTS	114.09	88.52
CLOSING BALANCE CASH & CASH EQUIVALENT	<u>132.49</u>	<u>114.09</u>

As per our attached report of even date.
FOR ALLADI KRISHNAN & KUMAR
Chartered Accountants.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(AJIT S. DATAR)
Partner
Membership No. 036274

HARSHAD B. PATEL
CHAIRMAN

VASANT GORAY
SECRETARY

PLACE : MUMBAI
DATED : 30th May, 2013

ABHISHEK PATEL
WHOLE -TIME DIRECTOR

PRANAV PATEL
ARVIND NOPANY
DIRECTOR

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE NO. 1

CORPORATE INFORMATION

The company was incorporated in 1984-85 in the name of Rishi Packers Pvt. Ltd. with an initial project costing Rs.80/- Lacs. The Company has over the last two and half decades undertaken a number of expansion, modernization and diversification programs successfully. The gross block which was Rs.131.70 Lacs in the first year has gone up to Rs.3295.76 Lacs by the end of March 2013. The turnover has gone up from Rs.28.50 Lacs and has reached Rs.3882.82 lacs in 2012-13.

The Company, which started as a woven sack unit supplying bags to fertilizer and cement industry, has consistently developed a number of products to cater to a wide spectrum of industries such as cement, fertiliser, chemical. Petrochemical, etc.

In the year 1998-99 the company started a new division called KNITTING DIVISION at Daman factory to manufacture specialized products for agriculture. This division has achieved a turnover of Rs. 1666.88 Lacs as on 31.03.2013 with an export turnover of Rs.695.61 Lacs. At present we are the largest exporter of this product from India and also the largest seller in India.

We are a multiproduct company operating in India for over 28 years. Our yarn, fabric and bag manufacturing plant with latest technology is located at Survey No. 381, Zari Causway Road, Kachigam, Daman.

NOTE NO. 2

SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING AND PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

USE OF ESTIMATES

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

INVENTORIES (AS 2.26.a)

Inventories are valued at the lower of cost on weighted average basis. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include cost plus appropriate proportion of overheads.

CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash



receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

DEPRECIATION AND AMORTISATION

Depreciation has been provided on the straight-line method as per the rates prescribed in Schedule XIV to the Companies Act, 1956.

REVENUE RECOGNITIONSale of goods

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty but exclude sales tax and value added tax.

OTHER INCOME

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

TANGIBLE FIXED ASSETS

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are adjusted to the cost of the respective assets and depreciated over the remaining useful life of such assets.

Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

FOREIGN CURRENCY TRANSACTIONS AND TRANSLATIONSInitial recognition

Transactions in foreign currencies entered into by the Company and its integral foreign operations are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company and its integral foreign operations are recognised as income or expense in the Statement of Profit and Loss.

GOVERNMENT GRANTS, SUBSIDIES AND EXPORT INCENTIVES

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Government grants in the nature of promoters' contribution like investment subsidy, where no repayment is ordinarily expected in respect thereof, are treated as capital reserve. Government grants in the form of non-

monetary assets, given at a concessional rate, are recorded on the basis of their acquisition cost. In case the non-monetary asset is given free of cost, the grant is recorded at a nominal value.

Other government grants and subsidies are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

INVESTMENTS

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

EMPLOYEE BENEFITS

Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences.

Defined contribution plans

The Company's contribution to provident fund and superannuation fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.

Defined benefit plans

For defined benefit plans in the form of gratuity fund the cost of providing benefits is determined using actuarial valuations being carried out at each Balance Sheet date.

BORROWING COSTS

Borrowing costs include interest, ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets.

SEGMENT REPORTING

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

EARNINGS PER SHARE

'Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating



to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

TAXES ON INCOME

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their reliability.

PROVISIONS AND CONTINGENCIES

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

SHARE ISSUES EXPENSES

Share issue expenses and redemption premium are adjusted against the Securities Premium Account as permissible under Section 78(2) of the Companies Act, 1956, to the extent balance is available for utilisation in the Securities Premium Account.

INSURANCE CLAIMS

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

Notes to financial statements for the year ended 31st March, 2013

	Rs. in Lacs	
	31.03.2013	31.03.2012
3. SHARE CAPITAL		
Authorised shares		
70,00,000 Equity Shares of Rs.10/- each	700.00	700.00
Issued, Subscribed and fully paid up shares		
55,22,000 Equity Shares of Rs.10/- each fully paid up	552.20	552.20
Total Issued, Subscribed and fully Paid up share Capital	552.20	552.20

a. Reconciliation of the number of equity shares and amount outstanding at the end of the reporting period:

	31.03.2013 No. in Lacs	31.03.2013 Rs. in Lacs	31.03.2012 No. in Lacs	31.03.2012 Rs. in Lacs
At the beginning of the period	55.22	552.20	55.22	552.20
Issued during the period	--	--	--	--
Outstanding at the end of the period	55.22	552.20	55.22	552.20

b. Terms/rights attached to equity shares

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

c. Details of shares held by each shareholder holding more than 5% shares:

	31.03.2013 No. in Lacs	31.03.2013 % of holding in the class	31.03.2012 No. in Lacs	31.03.2012 % of holding in the class
Equity shares of Rs.10/- each fully paid				
Mr. Harshad B. Patel	9.43	17.07%	9.14	16.56%
Mr. Mayur M. Kothari	4.43	8.03%	4.60	8.33%
M/s. Centennail Finance Ltd.	4.40	7.97%	4.35	7.87%
M/s. Stressed Assets Stabilisation Fund	3.42	6.19%	3.42	6.19%
M/s. Rishi Laser Ltd.	3.01	5.46%	--	0.00%
Mr. Nikhil Marchant	3.30	5.98%	3.30	5.98%


4. RESERVES AND SURPLUS
Rs. in Lacs

	31.03.2013	31.03.2012
Capital Reserve		
Balance as per last Balance Sheet	27.85	27.85
Add: Addition during the year	21.21	--
	49.06	27.85
Security Premium Account		
Balance as per last Balance Sheet	414.98	414.98
General Reserve		
Balance as per last Balance Sheet	401.88	401.88
Surplus / (Deficit) in Statement of Profit and loss		
Opening Balance	(160.57)	(266.08)
Add: Profit / (Loss) for the years	(96.17)	105.51
Net Surplus in the statement of Profit and Loss	(256.74)	(160.57)
TOTAL	609.18	684.14

5. LONG TERM BORROWING
Rs. in Lacs

	Non-current Portion		Current Portion	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
Term Loan				
From Banks				
Secured	193.28	179.53	137.52	111.72
Unsecured	--	--	--	--
	193.28	179.53	137.52	111.72
From Other parties				
Secured	35.64	1.90	14.56	13.51
Unsecured	6.30	8.60	52.00	51.70
	41.94	10.50	66.56	65.21
Deposits				
Secured	--	--	--	--
Unsecured	45.99	42.24	114.59	78.83
	45.99	42.24	114.59	78.83
Loan From Related Party				
Secured	--	--	--	--
Unsecured	32.94	39.74	6.03	4.38
	32.94	39.74	6.03	4.38
TOTAL	314.15	272.01	324.70	260.14

Rs. in Lacs

Details of Secured Loans from Bank	Non-current Portion		Current Portion	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
1. Term Loan from Canara Bank: Secured by First Charge On Company's Land and Building, Machinaries at Survey No. 381, Causway Road, Kachigam, Daman. Repayment of Rs.1.35 lacs p.m. (EMI) for Twenty Two months from June 2013 to April 2015	14.20	0.00	10.80	0.00
2. Rupee Term Loan from Canara Bank Secured by First Charge On Company's Land and Building, Machinaries at Survey No. 381, Causway Road, Kachigam, Daman. Repayment of Rs.5.56 lacs p.m. for Three years from August 2011 to July 2014	22.08	88.80	66.72	66.72
3. Rupee term Loan From Canara Bank: Secured by First charge on Companies Land and Building, Machinaries at Survey No. 381, Causway Road, Kachigam, Daman. (Repayment of Rs.15 lacs/Qtr. for 20 installments from July 2012 Qtr onwards)	157.00	90.73	60.00	45.00
TOTAL	193.28	179.53	137.52	111.72

Details of Loans from Other parties - Secured	Non-current portion		Current Portion	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
1. Loan form L&T Finance Ltd. : Secured by Hypothecation of Specific Plant and Machinery at Daman (Repayment of Rs.1.35 Lacs p.m. (EMI) for 3 years from May 2012 to April 2016)	29.53	0.00	10.47	12.18
2. Hire Purchase Loan From Tata Finance Ltd. Secured by hypothecation of Vehicles	0.57	1.90	1.33	1.33
3. Hire Purchase Loan From SBI Finance Ltd. Secured by hypothecation of Vehicles	5.54	0.00	2.76	0.00
TOTAL	35.64	1.90	14.56	13.51

Details of Loans from Other parties - Unsecured	Non-current portion		Current Portion	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
1. Inter Corporate Deposit: Repayment or renewed after 6 Months from the date of deposits (Rs.50 Lacs ICD raised against pledge of shares of Mr. H. B. Patel)	6.30	8.60	52.00	51.70
TOTAL	6.30	8.60	52.00	51.70


Rs. in Lacs

Details of Deposits - Unsecured	Non-current portion		Current Portion	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
1. Deposit received from public; Includes Interest accrued and due Rs. 0.45 Lacs (Pr. Yr. Rs. 0.45 Lacs) Repayment or renewed after 3 years from the date of deposits	45.99	42.24	21.55	20.82
2. Trade Deposit / Advances	0.00	0.00	93.04	57.98
TOTAL	45.99	42.24	114.59	78.83

Details of Loan from Related Party - Unsecured	Non-current portion		Current Portion	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
1. Loan from Director	32.94	39.74	6.03	4.38
TOTAL	32.94	39.74	6.03	4.38

6. LONG TERM PROVISIONS
Rs. in Lacs

	31.03.2013	31.03.2012
Provision for employee benefits:		
i) Provision for gratuity (net)	38.11	33.16
ii) Leave Encashment (unfunded)	--	--
TOTAL	38.11	33.16

7. SHORT TERM BORROWINGS
Rs. in Lacs

	31.03.2013	31.03.2012
Loans repayable on demand		
From Banks		
Secured	840.33	665.13
Unsecured	--	--
TOTAL	840.33	665.13

Notes: Details of the security for the secured short-term borrowings:

a. Working capital loans outstanding at Rs.840.33 lacs is secured against exclusive hypothecation of Inventories and Receivables / Repayable on demand and carries Interest at 14.75%.

8. TRADE PAYABLES
Rs. in Lacs

	31.03.2013	31.03.2012
Trade payables against Bills acceptance	348.21	348.63
Other payables	524.32	364.40
TOTAL	872.53	713.03

9. OTHER CURRENT LIABILITIES

Rs. in Lacs

	31.03.2013	31.03.2012
Current Maturities of Long Term Debt.	324.70	260.14
Advance received against agreement to sale of Dadra Property	-	89.45
TDS payable	3.52	3.42
TCS payable	0.01	0.01
Service Tax Payable	0.52	--
TOTAL	328.75	353.02

10. SHORT TERM PROVISIONS

Rs. in Lacs

	31.03.2013	31.03.2012
(a) Provision for employee benefits:		
i) Provision for bonus	5.06	4.63
ii) Provision for gratuity liability	11.34	7.33
iii) Provision for other employee benefits	--	--
Salary & Reimbursements	16.93	17.62
Contribution to PF	1.15	1.10
(b) Provision - Others:		
i) Provision for tax	--	--
ii) Provision - others	--	--
Outstanding liabilities	41.73	27.42
TOTAL	76.21	58.10

NOTE : 11 - FIXED ASSETS (TANGIBLE ASSETS)

Tangible assets	Gross Block							
	Balance as at 1-4-2012	Additions	Disposals	Acquisitions through business combinations	Recalssified as held for sale	Revaluation increase	Effect of foreign currency exchange differences	Balance as at 31-3-2013
Free hold land	5.87	-	4.60	-	-	-	-	1.27
Lease hold land	-	-	-	-	-	-	-	-
Factory building	343.06	4.10	104.12	-	-	-	-	243.04
Plant & equipments	2,396.44	485.54	-	-	-	-	-	2,881.98
Electrical installation	109.08	0.74	15.43	-	-	-	-	94.39
Tools & die	11.10	0.00	1.45	-	-	-	-	9.65
Furniture	16.52	0.00	-	-	-	-	-	16.52
Fixtures	-	-	-	-	-	-	-	-
Office equipment	22.93	0.58	-	-	-	-	-	23.51
Vehicles	16.16	9.24	-	-	-	-	-	25.40
Grand Total	2,921.16	500.20	125.60	-	-	-	-	3,295.76
Previous year	2,918.11	23.04	19.99	-	-	-	-	2,921.16

	Accumulated depreciation and impairment							Net block	
Tangible assets	Balance as at 1-4-2012	Depreciation amortisation expense for the years	Eliminated on disposal of assets	Eliminated on reclassification on as held for sale	Impairment losses recognised in statement of profit & loss	Reversal of impairment losses recognised in statement	Other adjustments	Balance as at 31-3-2013	Balance as at 31-3-2012
Free hold land	-	-	-	-	-	-	-	1.27	5.87
Lease hold land	-	--	-	-	-	-	-	-	-
Factory building	167.29	7.93	48.70	-	-	-	-	126.52	175.77
Plant & equipments	1,577.02	105.51	-	-	-	-	-	1,682.53	819.42
Electrical installation	103.72	2.39	12.18	-	-	-	-	93.93	5.36
Tools & die	10.82	0.28	-	-	-	-	-	9.54	0.28
Furniture	7.26	0.55	1.56	-	-	-	-	7.81	9.26
Fixtures	-	--	-	-	-	-	-	-	-
Office equipment	22.92	0.59	-	-	-	-	-	23.51	0.01
Computers	-	--	-	-	-	-	-	-	-
Vehicles	10.23	1.68	-	-	-	-	-	11.91	5.93
Grand Total	1,899.26	118.93	62.44	-	-	-	-	1,955.75	1,021.90
Previous year	1,818.29	98.26	17.29	-	-	-	-	1,899.26	-

12. NON-CURRENT INVESTMENT

	Rs. in Lacs	
	31.03.2013	31.03.2012
Long Term Investment		
Unquoted at Cost:		
Associates:		
1. 47,500 shares of Rs.10/- each at par of M/s. Rishi Technical Services P. Ltd.	4.75	4.75
TOTAL	4.75	4.75
Others:		
1. Six Years National Saving Certification at Cost	0.02	0.02
2. 1,38,000 shares of Rs.10/- each at par of M/s. Centennial Finance Ltd.	13.80	13.80
3. 1,50,000 shares of Rs.10/- each at par of M/s. Vision Products Pvt. Ltd.	15.00	15.00
4. 10 equity shares of Rs.50/- each at par of V.K. Ind. Prem CHS Ltd.	--	0.01
5. 10,000 equity shares of Rs.10/- each at par of The North Kanara GSB Co-op. Bank Ltd.	--	1.00
TOTAL	28.82	29.83
QUOTED AT COST:		
Associates:		
1. 4,70,700 shares in M/s. Rishi Laser Ltd. Fully paid	45.35	45.35
TOTAL	45.35	45.35
Others:		
1. 28,000 shares in M/s. Adarsh Chemical & Fertilisers Ltd. Fully paid at cost	8.59	8.59
2. 1,722 shares in M/s. Standard Industries Ltd. fully paid	1.41	1.41
TOTAL	10.00	10.00
Note: Market value of Quoted Investments are Rs.65.70 Lacs (Pr. Yr. Rs.119.70 Lacs)		
TOTAL	88.92	89.93

13. LONG TERM LOANS AND ADVANCES

	Rs. in Lacs	
	31.03.2013	31.03.2012
Security Deposits		
Secured, Consider Good	--	--
Unsecured, Consider Good	46.78	9.93
Doubtful	--	--
TOTAL	46.78	9.93

CURRENT ASSETS**14. INVENTORIES**

	Rs. in Lacs	
	31.03.2013	31.03.2012
(a) Raw materials (valued at cost on Weighted average)	220.78	236.95
(b) Work-in-progress (Valued at Cost representing materials, Labour and apportioned overheads)	744.05	688.75
(c) Finished Goods (Other than those acquired in trading) (Valued at cost or Market value whichever is less)	9.83	9.83
(d) Stores and spares (valued at cost on Weighted average)	89.63	84.49
TOTAL	1,064.29	1,020.02


15. TRADE RECEIVABLES
Rs. in Lacs

	31.03.2013	31.03.2012
Trade receivable outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	35.46	23.74
Less: Provision for doubtful trade receivables	--	--
	35.46	23.74
Other Trade receivables		
Unsecured, considered good	669.84	620.50
Less: Provision for doubtful trade receivables	--	--
	669.84	620.50
TOTAL	705.30	644.24

16. CASH AND CASH EQUIVALENTS

	31.03.2013	31.03.2012
(a) Cash on hand	3.51	2.82
(b) Balances with banks	--	--
In current accounts	39.72	19.54
In Margin Accounts	89.26	91.73
TOTAL	132.49	114.09

17. SHORT TERM LOANS AND ADVANCES

	31.03.2013	31.03.2012
(a) Loans and advances to related parties	--	--
(b) Prepaid expenses - Unsecured, considered good	14.46	19.05
(c) Balance with government authorities		
Unsecured, considered good		
i) CENVAT credit receivable	27.99	17.02
ii) VAT credit receivable	68.66	54.63
iii) Service Tax credit receivable	11.29	4.46
	122.40	95.16
(d) Others (specify nature)	--	--
Unsecured, considered good		
Advance recoverable in cash or kind or for value to be received	61.15	40.01
Balance with custom, excise etc.	--	--
Advance Tax	--	--
TDS receivable	19.98	16.05
	81.13	56.06
Doubtful	--	--
Less: Provision for other doubtful loans and advances	--	--
	81.13	56.06
TOTAL	203.53	151.22

18. REVENUE FROM OPERATIONS
Rs. in Lacs

	31.03.2013	31.03.2012
Sale of products	3,869.65	3,867.94
Other operating revenues - scrap sale	13.17	12.39
	3,882.82	3,880.33
Less: Excise duty	329.79	296.30
TOTAL	3,553.03	3,584.03

19. OTHER INCOME

	Rs. in Lacs	
	31.03.2013	31.03.2012
Interest income:		
Interest from bank deposits	7.28	8.38
Dividend Income		
From long term investment		
From Associates	0.24	5.94
Other Non operating Income		
Profit on sale of Fixed Assets	36.81	1.45
Rent Received	0.19	14.66
Net (gain) / loss on foreign currency transaction and translation	6.14	9.45
Other Income	0.46	0.22
TOTAL	51.12	40.10

20. COST OF RAW MATERIAL AND COMPONENTS CONSUMED

	31.03.2013	31.03.2012
Opening stock	236.95	210.90
Add: Purchases	2,576.00	2,488.94
	2,812.95	2,699.84
Less: Closing stock	220.78	236.95
Cost of material consumed	2,592.17	2,462.89

21. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE

	31.03.2013	31.03.2012
Inventories at the end of the year:		
Work-in-progress and Finished Goods	753.88	698.58
Inventories at the beginning of the year:		
Work-in-progress and Finished Goods	698.58	631.39
Net (increase) / decrease	(55.30)	(67.19)

22. EMPLOYEE BENEFIT EXPENSE

	31.03.2013	31.03.2012
Salaries and wages	259.72	233.55
Contributions to provident and other funds	14.17	14.33
Gratuity expenses (Note 25)	11.34	7.33
Staff welfare expenses	6.03	4.13
Total	291.26	259.34


23. OTHER EXPENSE

	Rs. in Lacs	
	31.03.2013	31.03.2012
Consumption of stores and spares		
Opening Stock	84.49	80.37
Add: Purchases during the year	96.12	94.48
	180.61	174.85
Less: Closing stock	89.63	84.49
Consumption of Stores and spares	90.98	90.36
Processing charges	53.95	60.45
Power and fuel	196.57	184.07
Repairs and maintenance - Machinery	4.89	3.04
Rent includes Lease Rentals	7.48	8.27
Repairs and maintenance - Others	3.45	6.06
Insurance	4.00	3.57
Rates and taxes	3.48	3.30
Printing and Stationary	4.47	5.88
Travelling and conveyance	9.02	9.50
Postage, Telephone, Telex	6.33	6.55
Donation and contributions	0.18	0.19
Legal and professional	34.22	32.02
Payments to auditors (Refer Note below)	1.50	1.50
Security charges	10.97	10.46
Sundry Dr./Cr. Balance written off	0.03	0.38
Training expenses	0.00	0.00
Selling and distribution expenses	122.55	171.84
Miscellaneous expenses	10.48	8.49
Total	564.55	605.93

Details of Audit Fee	31.03.2013	31.03.2012
Payments to the auditors comprises:		
As auditors - statutory audit	0.80	0.80
For taxation matters	0.40	0.40
For company law matters	0.00	0.00
For management servises	0.00	0.00
For other services	0.30	0.30
Reimbursement of expenses	0.00	0.00
Total	1.50	1.50

24. FINANCE COST

	Rs. in Lacs	
	31.03.2013	31.03.2012
Interest	177.48	144.83
Bank charges and other financial expenses	11.23	14.55
Total	188.71	159.38

ADDITIONAL INFORMATION:**25.1 Contingent Liability and Commitments**

	Rs. in Lacs	
	31.03.2013	31.03.2012
Contingent Liability:		
a) Claims against the company not acknowledge as debt	0.00	0.00
b) Guarantee given by bank on behalf of Company	6.30	28.10
Commitments:		
a) Estimated amount of Capital contract remaining to be executed for tangible assets	10.00	220.00
	16.30	248.10

25.2 Details of dues to MICRO AND SMALL ENTERPRISES as defined under the MEMED act, 2006

Pursuant to the Micro, Small and Medium Enterprise Development Act 2006, the Company had asked for confirmation from its vendors regarding their status under the said Act. The Company is yet to receive verifiable confirmations from the vendors and hence the amounts unpaid as at the year and together with interest payable if any, under this Act have not been given.

25.3 Value of imports calculated on CIF basis

	Rs. in Lacs	
	31.03.2013	31.03.2012
Capital goods	95.27	107.86
	95.27	107.86

25.4 Expenditure in foreign Currency

	Rs. in Lacs	
	31.03.2013	31.03.2012
Travelling expenses	0.92	1.83
	0.92	1.83

25.5 Imported and indigenous raw materials, components and spare parts consumed

	Rs. in Lacs			
	31.03.2013	31.03.2013	31.03.2012	31.03.2012
	%	Rs.	%	Rs.
Raw material - Indigenous	100.00	2,592.17	100.00	2,462.89
	100.00	2,592.17	100.00	2,462.89
Spare & Components				
Indigenous	100.00	90.98	100.00	90.36
Imported	0.00	0.00	0.00	0.00
	100.00	90.98	100.00	90.36

25.6 Earning in foreign Exchange

	Rs. in Lacs	
	31.03.2013	31.03.2012
FOB value of Export Realised	695.61	533.30
	695.61	533.30


25.7a Gratuity and other post employment benefit plan
Rs.

	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Leave encashment	Leave encashment	Gratuity	Gratuity
Components of employer expense				
Current service cost	0.00	0.00	3,88,121.00	3,32,154.00
Interest cost	0.00	0.00	3,23,942.00	3,02,795.00
Acturial lossees/(gains)	0.00	0.00	4,22,291.00	98,211.00
Total expenses recognised in the statement of Profit & Loss	0.00	0.00	11,34,354.00	7,33,160.00

25.7b Net assets/liability recognized in the balance sheet
Rs.

	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Leave encashment	Leave encashment	Gratuity	Gratuity
Present value of defined benefit obligation	0.00	0.00	49,44,998.00	40,49,279.00
Fair value of plan assets	0.00	0.00	0.00	--
Unfunded liability	0.00	0.00	49,44,998.00	40,49,279.00
Unrecognised past service costs	0.00	0.00	0.00	--
Unfunded liability recognised in the Balance Sheet	0.00	0.00	49,44,998.00	40,49,279.00

25.7c Changes in defined benefit obligation during the year
Rs.

	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Leave encashment	Leave encashment	Gratuity	Gratuity
Present value of DBO at beginning of the year	0.00	0.00	40,49,279.00	37,84,936.00
Current service cost	0.00	0.00	3,88,121.00	3,32,154.00
Interest cost	0.00	0.00	3,23,942.00	3,02,795.00
Benefit paid	0.00	0.00	2,38,635.00	4,68,817.00
Actuarial (gains) / losses	0.00	0.00	4,22,291.00	98,211.00
Present value of DBO at the end of the year	0.00	0.00	49,44,998.00	40,49,279.00

25.7d Acturial assumption

	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Leave encashment	Leave encashment	Gratuity	Gratuity
Discount rate	0.00	0.00	8% p.a.	8% p.a.
Expected return on plan assets	0.00	0.00	N.A.	N.A.
Salary esxalation	0.00	0.00	5% p.a.	5% p.a.
Mortality tables	0.00	0.00	LIC (1994-96) ultimate	LIC (1994-96) ultimate

1. The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations.
2. The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

26. DETAILS OF BORROWING COST CAPITALISED

	Rs. in Lacs	
	31.03.2013	31.03.2012
Interest paid for new term loan from Canara Bank for Non-completion of project.	0.00	2.66
	0.00	2.66

27. RELATED PARTY DISCLOSURE

Description of relationship	Names of related parties
Associates Company	Rishi Laser Limited Rishi Technical Services Pvt. Ltd.
Key Management person	Mr. Harshad B. Patel

	Rs. in Lacs			
	Rishi Laser Ltd.	Mr. Harshad B. Patel	Rishi Technical Services Pvt. Ltd.	Total
Purchase of goods	0.00 (0.00)	- -	- -	0.00 (0.00)
Sale of goods	0.00 (0.09)	- -	- -	0.00 (0.09)
Purchase of fixed assets	65.80 (30.53)	- -	- -	65.80 (30.53)
Rent Paid	2.40 (2.40)	- -	- -	2.40 (2.40)
Finance (including loans and equity contributions in cash or in kind)	-	-	-	0.00
Interest paid	-	6.77 (7.53)	-	6.77 (7.53)
Rent Paid	-	0.72 (0.72)	-	0.72 (0.72)
Loans/advances/deposits disbursed during the year	-	-	-	0.00
Loans/advance/deposits repayment during the years	35.51 (34.58)	- (8.88)	- -	35.51 (43.46)
Investment in shares	- (45.35)	- 0.00	- (4.75)	0.00 (50.10)
Balances outstanding at the end of the year				
Trade receivables	0.09 (0.09)	- -	- -	0.09 (0.09)
Loans and advances	2.16 (34.58)	38.97 (44.12)	- -	41.13 (78.70)
Trade payables	21.64 (3.11)	- -	- -	21.64 (3.11)
Investment	45.35 (45.35)	- 0.00	4.75 (4.75)	50.10 (50.10)

Note: Figures in bracket relates to the previous year.

**28. EARNING PER SHARE (EPS)**

	Rs. in Lacs	
	31.03.2013	31.03.2012
Continuing operations		
Net profit / (loss) for the year from continuing operations	-96.17	105.51
Less: Preference dividend and tax thereon	0.00	0.00
Net profit / (loss) for the year for calculation of basic EPS	-96.17	105.51
Net profit as above	-96.17	105.51
Add: dividend on convertible preference shares and tax thereon	0.00	0.00
Add: interest on bonds convertible into equity shares	0.00	0.00
Net profit / (loss) for the year for calculation of basic EPS	(96.17)	105.51

29. Previous Years Figures have been regrouped / recastified wherever necessary to correspond with the current Year's Classification/Disclosure.

As per our attached report of even date.
FOR ALLADI KRISHNAN & KUMAR
 Chartered Accountants.

(AJIT S. DATAR)
 Partner
 Membership No. 036274

PLACE : MUMBAI
 DATED : 30th May, 2013

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

HARSHAD B. PATEL
 CHAIRMAN

VASANT GORAY
 SECRETARY

ABHISHEK PATEL
 WHOLE-TIME DIRECTOR

PRANAV PATEL
ARVIND NOPANY
 DIRECTOR

RISHI TECHTEX LIMITED

Registered Office :

612, Veena Killedar Industrial Estate, 10-14 Pais Street, Byculla (W), Mumbai - 400 011

ATTENDANCE SLIP

Regd. Folio ----- .

29th Annual General Meeting

To be handed over at the entrance of the meeting venue.

.....
Name of the attending member (in block letters)

.....
Name of Proxy (in block letter to be filled in by the proxy attending instead of the members.)

No. of Shares held.

I hereby record my presence at the 29th Annual General Meeting to be held at Indian Merchants' Chamber, H. T. Parekh Conference Room, 4th Floor, IMC Marg, Churchgate, Mumbai 400 020 on Friday, 23rd day of August 2013 at 11.30 a.m.

.....
Member's / Proxy's Signature

Notes :

1. Interested joint shareholders may obtain attendance slip from the Registered Office of the Company.
2. Shareholders/joint shareholders proxies are requested to bring the attendance slip with them. Duplicate slip will not be issued at the entrance of the venue.

RISHI TECHTEX LIMITED

612, Veena Killedar Industrial Estate, 10-14 Pais Street, Byculla (W), Mumbai - 400 011

PROXY FORM

Registered Folio No.

I/We

of

Being a member/members of the above named Company hereby appoint

failing him.

of

as my/our proxy to attend vote for me/us on my behalf at the 29th Annual General Meeting of the Company to be held at Indian Merchants' Chamber, H. T. Parekh Conference Room, 4th Floor, IMC Marg, Churchgate, Mumbai 400 020 on Friday, 23rd day of August 2013 at 11.30 a.m.

Signed.

Dated

Revenue
Stamp

Note : Proxy Form must reach the Company's Registered Office not less than 48 hours before the meeting.



BOOK - POST

To,

If undelivered, please return to :

RISHI TECHTEX LIMITED

612, Veena Killedar Industrial Estate,
10-14, Pais Street,
Byculla (W),
Mumbai - 400 011