

DIRECTORS' REPORT

To,

The Members,

Your Directors have pleasure in presenting their Fifth Annual Report on the business and operations of the Company and the Audited Accounts for the Financial Year ended March 31, 2015.

1. Financial summary/Performance of the Company

The summary of operating results for the financial year under review along with the figures for previous year are as follows:

(₹ In Lacs)

Particulars	2014-15	2013-14
1. Net Sales / Income from Operations	1060.68	922.45
2. Other Income	7.53	8.22
3. Total Income (1+2)	1068.21	930.67
4. Total Expenditure	863.98	758.92
5. Operating Profit before Finance Cost, Depreciation and Tax (3-4)	204.480	171.75
6. Finance Cost	93.16	71.10
7. Depreciation	65.86	61.83
8. Profit before Tax (5-6-7)	45.45	38.82
9. Provision for Taxation	11.76	8.03
10. Net Profit after Tax (8-9)	33.69	30.79

Notes: 1 The Previous year figures has been regrouped wherever necessary

2. Performance Review:

Once again, sales are the highest ever. During the current financial year, your Company took various growth initiatives to improve its volumes which helped the Company in posting an impressive performance for the year. Sales turnover for the year was Rs. 1060.68 Lacs against Rs. 922.45 Lacs in the previous year. The net profit for the year was Rs. 33.69 Lacs compares to Rs. 30.79 Lacs in the previous year.

3. Dividend

To strengthen the financial position and ploughing back of profit due to future expansion plans, Board of Directors do not recommend any dividend.

4. Material Changes, Transaction and Commitment /Change in the nature of business, if any:

There is no change in the nature of the business of the Company for the year under review.

During the year under review, no significant or material order was passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

5. Share Capital

During the year under review, the Company has not increased its paid up capital. The paid up equity share capital of the Company as on 31st March, 2015 is Rs. 4,90,00,000/-.

6. Transfer to Reserves

The Company has not proposed to transfer any amount to the general reserve out of the amount available for appropriation and full amount is proposed to be retained in the profit and loss account.

7. Deposit

During the year under review, the Company has neither accepted nor renewed any deposits from the public. None of the deposits, if any earlier issued to the public by the Company remained unpaid or unclaimed as on 31st March, 2015.

8. Holding company

Acrysil Limited owns 93.84% share capital of the Company.

9. Directors and Key Managerial Personnel

The Board of Directors of the Company is comprises of Executive and Non-Executive Directors who have wide and varied experience in different disciplines of corporate functioning.

Mr. Rustam N. Mulla (DIN: 00328070), Director of the Company has resigned w.e.f. April 25, 2014. The Board of Director placed on record the invaluable contributions of Mr. Rustam N. Mulla (DIN: 00328070) towards the progress of the Company.

Mr. Jagdish R. Naik (DIN 00030172), Director of the Company has resigned w.e.f. May 26, 2014. The Board of Director placed on record the invaluable contributions of Mr. Jagdish R. Naik (DIN 00030172) towards the progress of the Company.

Mr. Ashwin M. Parekh(DIN: 00295001), Director of the Company retires by rotation at the forthcoming Annual General Meeting, and being eligible offers himself for re-appointment.

During the year under review, Mrs. Shetal Chirag Parekh (DIN: 03018222) is appointed as Non Executive Director from the position of Whole Time Director of the Company.

Apart from this, there were no changes in the Directors or Key Managerial Personnel during the year under review.

a. Board meetings:

During the year, 6 (Six) Board meetings were held, with gap between Meetings not exceeding the period prescribed under the Companies Act, 2013.

Board meeting dates are finalized in consultation with all directors and agenda papers backed up by comprehensive notes and detailed background information are circulated well in advance before the date of the meeting thereby enabling the Board to take informed decisions. A detailed presentation is also made to apprise the Board of important developments in industry, segments, business operations, marketing, products etc.

10. Auditors

a. Statutory Auditors

Your Company's statutory auditors, M/s. Sanghavi & Co., Chartered Accountants, Bhavnagar, retire at the conclusion of ensuing Annual General Meeting. Your Company has received a letter from them to the effect that their reappointment, if made, will be in accordance with the provisions of Section 139 & 141 of the Act, and are eligible for re-appointment, holding peer review certificate.

The Board recommends their reappointment.

The remarks as contained in the Auditor's Report read with Notes forming part of the accounts are self-explanatory.

11. Auditors' Report:

The observations of the auditors in their report are self-explanatory and therefore, in the opinion of the Directors, do not call for further comments.

The notes of the auditors are self explanatory in the nature.

12. Risk Management and Policy on Risk Management

Company has implemented an integrated risk management approach through which it reviews and assesses significant risks on a regular basis to help ensure that there is a robust system of risk controls and mitigation in place. Senior management periodically reviews this risk management framework to keep updated and address emerging challenges.

Major risks identified for the Company by the management are Currency fluctuation, Compliance, Regulatory changes, Manufacturing & Supply, Litigation, Information Technology and new capital investments return. The management is however, of the view that none of the above risks may threaten the existence of the Company as robust Risk mitigation mechanism is put in place to ensure that there is nil or minimum impact on the Company in case any of these risks materialise.

13. Related party transactions and Policy on Related Party Transactions

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. Details on Related Party Transactions in Form AOC - 2 has been enclosed as **Annexure II**.

14. Managerial Remuneration and Particulars of Employees:

The Company had no employee during the year covered under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

15. Insurance

The assets of the Company are adequately insured against the loss of fire, riot, earthquake, terrorism, loss of profits, etc. and other risks which are considered necessary by the management. In addition to this coverage, a statutory Public Liability Insurance Policy has been taken to cover the company for providing against the Public liability arising out of Industrial accidents for employees working in plants.

16. Loans, Guarantees Or Investments

Details of Loans, Guarantees and Investments, if any covered under the provisions of Section 186 of the Act are given in the notes to the Financial Statements.

17. Deposits

Your Company has not accepted any deposits from the public falling within the purview of Section 73 of the Act, read with the Companies (Acceptance of Deposits) Rules, 2014.

18. Extract of the Annual Return

The extract of the Annual Return in form MGT 9 is annexed herewith as **Annexure I**.

19. Directors' Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors confirm:

- a. that in the preparation of the annual accounts for the year ended 31st March 2015, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;
- b. that the directors had selected accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March 2015 and of the profit of the Company for that period;
- c. that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the annual accounts/financial statements have been prepared on a going concern basis;
- e. that the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

20. Names of companies which have become or ceased to be its subsidiaries, joint ventures or associate companies during the year;

The Company does not have any subsidiary, joint venture or associate company during the year under review.

21. Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure III".

22. Human Resource

Your Company firmly believes that employees are the most valuable assets and key players of business success and sustained growth. Various employee benefits, recreational and team building programs are conducted to enhance employee skills, motivation as also to foster team spirit. Company also conducts in-house training programs to develop leadership as well as

technical/functional capabilities in order to meet future talent requirements. Industrial relations were cordial throughout the year.

23. The Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

There has been no complaint related to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, during the year.

24. Disclosures under Section 134(3)(1) of the Companies Act, 2013

Except as disclosed elsewhere in this report, there have been no material changes and commitments which can affect the financial position of the Company occurred between the end of the financial year of the Company and date of this report.

25. Gratitude & Acknowledgments

Your Directors place on record their earnest appreciation for the unstinted commitment, dedication, hard work and significant contribution made by employees across the globe in ensuring sustained growth of the Company.

Your Directors also sincerely thanks all the stakeholders, business partners, government, other statutory bodies, banks, financial institutions, analysts and shareholders for their continued assistance, co-operation and support.

By order of the Board of Directors
For ACRYLIL STEEL LIMITED

MUMBAI
AUGUST 14, 2015

CHIRAG A. PAREKH
DIRECTOR
(DIN: 00298807)

ASHWIN M. PAREKH
DIRECTOR
(DIN: 00295001)

Registered Office:

704, Centre Point,
J.B. Nagar, Andheri - Kurla Road,
Andheri (East), Mumbai - 400 059
Tel.: 022-6671 1101 / 05
Fax: 022- 6671 1109
CIN: U28910MH2010PLC202493

ANNEXURE INDEX

Annexure	Content
I.	Annual Return Extracts in MGT 9
II.	Related Party Transactions disclosure in AOC - 2
III.	Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo

Annexure I

FORM NO. MGT 9 EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2015

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U28910MH2010PLC202493
2.	Registration Date	28/04/2010
3.	Name of the Company	ACRYSIL STEEL LIMITED
4.	Category/Sub-category of the Company	Public Company limited by Shares
5.	Address of the Registered office & contact details	704, Centre Point, J. B. Nagar, Andheri-Kurla Road, Andheri (East), Mumbai - 400 059. Ph.: 022-6671 1101 / 022- 6671 1105
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Stainless Steel Kitchen Sinks	28994	99.00%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
1.	ACRYSIL LIMITED 704, Centre Point, Andheri-Kurla Road, J.B. Nagar, Andheri(East), Mumbai - 400 059	L26914MH1987PLC04 2283	Holding	93.84%	2(46)

f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Qualified Foreign Investors	0	0	0	0	0	0	0	0	0
i) Any others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):	0	0	0	0	0	0	0	0	0
2. Non-Institutions									
a) Bodies Corporate									
i) Indian	0	0	0	0	0	0	0	0	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individual									
i) Individual shareholder holding nominal share Capital upto Rs. 1 Lakh	0	3	3	0	0	3	3	0	0
ii) Individual shareholder holding nominal share Capital excess of Rs. 1 Lakh	0	0	0	0	0	0	0	0	0
C) Qualified Foreign Investor	0	0	0	0	0	0	0	0	0
d) Any others (Specify)	0	0	0	0	0	0	0	0	0
Sub Total (B) (2):	0	3	3	0	0	3	3	0	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	3	3	0	0	3	3	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	4900000	4900000	100	0	4900000	4900000	100	0

(ii) Shareholding of Promoters-

S N	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% chang e in shareh olding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumb ered to total shares	No. of Shares	% of total Shares of the compan y	%of Shares Pledged / encumb ered to total shares	
1	Acrysil Limited	4598000	93.84	0	4598000	93.84	0	0
2	Chirag A. Parekh	200000	4.08	0	200000	4.08	0	0
3	Shetal C Parekh	100000	2.04	0	100000	2.04	0	0
4	Ashwin M. Parekh	1997	0.04	0	1997	0.04	0	0

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Acrysil Limited	4598000	93.84	4598000	93.84
2	Chirag A. Parekh	200000	4.08	200000	4.08
3	Shetal C Parekh	100000	2.04	100000	2.04
4	Ashwin M. Parekh	1997	0.04	1997	0.04

(iv) Shareholding Pattern of top ten Shareholders:**(Other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	For Each of the Top 10 Shareholders*	Shareholding at the beginning of the year 01-04-2014		Cumulative Shareholding end of the year 31-03-2015	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	JAGDISH RAMANLAL NAIK*	1	0.00	1	0.00
2.	RUSTAM NAVEL MULLA@	1	0.00	1	0.00
3.	MANISH CHUNILAL THAKKAR	1	0.00	1	0.00

*Resigned from the directorship w.e.f. May 26, 2014

@Resigned from the directorship w.e.f. April 25, 2014

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	ASHWIN MOHANLAL PAREKH	1997	0.04	1997	0.04
2.	CHIRAG ASHWIN PAREKH	200000	4.08	200000	4.08
3.	SHETAL CHIRAG PAREKH	100000	2.04	100000	2.04

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	3,34,81,544	3,00,00,000	0	6,34,81,544
ii) Interest due but not paid	0	45,56,428	0	45,56,428
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	3,34,81,544	3,45,56,428	0	6,80,37,972
Change in Indebtedness during the financial year				
* Addition	12,11,28,267	0	0	12,11,28,267
* Reduction	11,61,35,315	0	0	11,61,35,315
Net Change	49,92,952	0	0	49,92,952
Indebtedness at the end of the financial year				
i) Principal Amount	3,84,74,496	3,45,56,428	0	7,30,30,924
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	3,84,74,496	3,45,56,428	0	7,30,30,924

VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

SN.	Particulars of Remuneration	Mrs. Shetal C. Parekh	Mr. Chirag A. Parekh	Mr. Ashwin M. Parekh	Total Amount
1	Gross salary	365250	0	0	365250
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0	0	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961*	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission - as % of profit - others specify	0	0	0	0
5	Others, please specify	0	0	0	0
	Contribution to PF & FPF	0	0	0	0
	Contribution to Super Annuation	0	0	0	0
	Contribution to EDLI	0	0	0	0
	Total (A)	365250	0	0	365250
	Ceiling as per the Act	It is within ceiling limit prescribed under Companies Act, 2013			

* Does not include premium for group personal accident and group mediclaim policy

B. Remuneration to other directors:

SN.	Particulars of Remuneration	Name of Directors	Total Amount in Rs.
	Independent Directors	Not Applicable	
1	Fee for attending board / committee meetings		
	Commission		
	Others, please specify		
	Total (1)		
2	Other Non-Executive Directors		
	Fee for attending board / committee meetings		
	Commission		
	Others, please specify		
	Total (2)		
	Total (B)=(1+2)		
	Total Managerial Remuneration		
	Overall Ceiling as per the Act		

C. Remuneration to key managerial personnel other than MD/Manager/WTD

SN	Particulars of Remuneration	Key Managerial Personnel
1	Gross salary	Not Applicable
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	
2	Stock Option	
3	Sweat Equity	
4	Commission	
	- as % of profit	
	others, specify...	
5	Others, please specify	
	Total	

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NONE				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NONE				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NONE				
Punishment					
Compounding					

By order of the Board of Directors
For ACRYLIL STEEL LIMITED

MUMBAI
AUGUST 14, 2015

CHIRAG A. PAREKH
DIRECTOR
(DIN: 00298807)

ASHWIN M. PAREKH
DIRECTOR
(DIN: 00295001)

Annexure - II

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
1.	Name (s) of the related party & nature of relationship	NA
2.	Nature of contracts/arrangements/transactions	NA
3.	Duration of the contracts/arrangements/transactions	NA
4.	Salient terms of the contracts or arrangements or transactions including the value, if any	NA
5.	Justification for entering into such contracts or arrangements or transactions	NA
6.	Date(s) of approval by the Board	NA
7.	Amount paid as advances, if any	NA
8.	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NA

2. Details of material contracts or arrangements or transactions at Arm's length basis.

Name (s) of the related party & nature of relationship	Nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount in (Rs.)
Acrysil Limited	Holding	Sale of Goods and Services	Ongoing	As per Agreement approved on various dates	26.05.2014	13,00,00,000

By order of the Board of Directors
For **ACRYSIL STEEL LIMITED**

MUMBAI
AUGUST 14, 2015

CHIRAG A. PAREKH
DIRECTOR
(DIN: 00298807)

ASHWIN M. PAREKH
DIRECTOR
(DIN: 00295001)

Annexure III

Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo

A. CONSERVATION OF ENERGY

	2014-15	2013-14
The Company endeavors to conserve energy wherever possible		
1.Power Consumption :		
Purchased Units (KHW '000)	192326	167107
Total Cost (In `)	1497563	1266745
Rate per Unit (Rupees)	8	8
Consumption in Units (Per unit of production)	7 per unit	6 per unit
Product	Stainless Steel Sinks	
2. Fuel Consumption :		
Purchased Units	N.A.	
Total Cost (In `)		
Rate per Unit (Rupees)		
Consumption in Units (Per unit of production)		
Product	Stainless Steel Sinks	
2. Coal and Wooden Dust		
Quantity Consumed (M.T)	N.A.	
Total Cost (` In Lacs)		
Rate per M.T (Rupees)		
Consumption in Kgs. (Per unit of production)		
Product		
Production (Tons)		
Purchased Units (KHW '000)		
Unit Per Ton(KWH)		

B. TECHNOLOGY ABSORPTION AND RESEARCH & DEVELOPMENT

Research and Development:

The Company initiate its research and development efforts in the areas of product concept development, raw material usage and product quality improvement to attain global benchmarks. Specific areas in which R & D is carried out by the company:-

- (a) Continuous innovation in product design and quality from all angels including optimizing raw material waste and development of innovative products are on-going activities.
- (b) Innovate and improve process capability, attain global benchmarks with carried out by the Company consistent focus on the operational excellence to cater export market.

- (c) Analytical steps to improve the efficiency and productivity by adopt innovative and emerging technologies as future growth drivers and improvement of existing products.
- (d) Design and development of special products such as new models of Kitchen Sinks during the year 2014-15. These developments will be helpful to the Company to develop offshore markets for long term.
- (e) Assembling of Kitchen Appliances and other accessories.

Technology absorption, adoption and innovation:

- a) Up gradation of product and processes to save cycle time, energy consumption and overall operational efficiency.
- b) Improve the quality of the product and upgrade the Manufacturing Process of all the products of the Company.
- c) The Company adapts the new technologies on a continuous basis to meet its specific product needs from time to time.
- d) Constant efforts are made to improve and upgrade the new technology for higher productivity, better quality & cost reduction.
- e) Development of process of improving its quality control methods and testing facilities.

Technology imported during the last 5 years:

The company has not imported any technology during the last 5 years.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Total foreign exchange used and earned

- Earnings in foreign currency – Rs. 216.96 Lacs, previous year Rs. 221.11 Lacs.
- Outgo in foreign currency – Rs. 38.34 Lacs, previous year Rs. 94.24 Lacs.

By order of the Board of Directors
For ACRYLIL STEEL LIMITED

MUMBAI
AUGUST 14, 2015

CHIRAG A. PAREKH
DIRECTOR
(DIN: 00298807)

ASHWIN M. PAREKH
DIRECTOR
(DIN: 00295001)

INDEPENDENT AUDITORS' REPORT

To
The Members of
ACRYSIL STEEL LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of Acrysil Steel Limited ("the Company") which comprise the Balance Sheet as at 31st March 2015, the Statement of Profit and Loss, 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

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2015 and of the profit and its 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, 2015 ("the Order") issued by the Central Government of India terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in clause 3 and 4 of the Order, to the extent possible.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;



- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on 31st March 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2015, from being appointed as a director in terms section 164(2) of the Act;
- f) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For SANGHAVI & COMPANY
Chartered Accountants
FRN: 109099W

Mumbai
May 23, 2015

MANOJ GANATRA
Partner
Membership No. 043485

ANNEXURE TO AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

On the basis of such checks as we considered appropriate and in terms of information and explanations given to us, we state that:

- 1 In respect of fixed assets:
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b. The fixed assets were physically verified by the management at reasonable intervals in a phased manner in accordance with a programme of physical verification. No discrepancies were noticed on such verification.
- 2 In respect of inventories:
 - a. The inventories were physically verified by the management at reasonable intervals during the year.
 - b. The procedures of 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 its inventories and no material discrepancies were noticed on physical verification carried out by the management of the company.
- 3 The Company has not granted any loans, secured or unsecured, to companies, firms or other parties in the register maintained under section 189 of the Companies Act, 2013.
- 4 There are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods and services, to the extent applicable. During the course of our audit, no major weakness has been noticed in the internal controls.
- 5 The Company has not accepted any deposits within the meaning of section 73 to 76 of the Companies Act, 2013 and the rules framed thereunder.
- 6 We have broadly reviewed the cost records maintained by the Company pursuant to Section 148(1) of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- 7 In respect of statutory and other dues:
 - a. The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and other statutory dues, to the extent applicable, with the appropriate authorities during the year. There are no undisputed statutory dues outstanding for a period of more than six months from the date they became payable.



- b. There are no amounts outstanding, which have not been deposited on account of dispute.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- 8 Since the Company has been registered for a period of less than five years, provisions of clause 3(viii) are not applicable.
- 9 The Company has not defaulted in repayment of dues to banks. The company has not obtained any borrowings from any financial institutions or by way of debentures.
- 10 The Company has not given any guarantees for loans taken by others from banks and financial institutions.
- 11 Terms loans obtained by the Company have been applied for the purpose for which they were obtained.
- 12 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 SANGHAVI & COMPANY
Chartered Accountants
FRN: 109099W

Mumbai
May 23, 2015

MANOJ GANATRA
Partner
Membership No. 043485

ACRYSIL STEEL LIMITED

BALANCE SHEET AS AT 31st MARCH 2015

(Amounts in Indian ₹)

Particulars	Note No.	31st March, 2015		31st March 2014	
EQUITY AND LIABILITIES ::					
Shareholders' Funds					
Share Capital	2	49,000,000		49,000,000	
Reserves and Surplus	3	<u>(8,047,014)</u>	40,952,986	<u>(11,376,063)</u>	37,623,937
Non-Current Liabilities					
Long-term Borrowings	4	40,529,704		33,608,118	
Other Long Term Liabilities		-		-	
Long-term Provisions	5	<u>184,843</u>	40,714,547	<u>119,868</u>	33,727,986
Current Liabilities					
Short-term Borrowings	6	17,362,268		17,297,902	
Trade Payables		23,261,899		26,667,513	
Other Current Liabilities	7	19,048,633		16,166,104	
Short-term Provisions	8	<u>97,895</u>	59,770,695	<u>76,617</u>	60,208,136
			<u>141,438,228</u>		<u>131,560,059</u>
ASSETS ::					
Non-Current Assets					
Fixed Assets					
	9				
Tangible Assets		66,711,899		70,153,583	
Intangible Assets		319,670		376,126	
Capital Work-in-Progress		<u>14,441,851</u>		<u>11,374,030</u>	
		81,473,420		81,903,739	
Deferred Tax Assets		12,388,000		13,545,000	
Long-term Loans and Advances	10	1,333,315		1,578,384	
Other Non-current Assets		-	95,194,735	-	97,027,123
Current Assets					
Current Investments		-		-	
Inventories	11	28,332,989		24,755,593	
Trade Receivables	12	11,102,538		5,802,126	
Cash and Bank Balances	13	3,606,734		2,147,867	
Short-term Loans and Advances	14	3,201,232		1,827,350	
Other Current Assets		-	46,243,493	-	34,532,936
			<u>141,438,228</u>		<u>131,560,059</u>
The accompanying notes 1 to 32 are an integral part of these financial statements.					

As per our report of even date

For SANGHAVI & COMPANY
Chartered AccountantsA. M PAREKH
DirectorMANOJ GANATRA
PartnerC. A. PAREKH
DirectorMumbai
23rd May, 2015Mumbai
23rd May, 2015

ACRYSIL STEEL LIMITED

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

(Amounts in Indian ₹)

Particulars	Note No.	2014-2015		2013-2014	
REVENUE :					
Revenue from Operations (Gross)	15	124,161,807		107,153,081	
Less: Excise Duty		18,093,907		14,907,807	
Revenue from Operations (Net)			106,067,900		92,245,274
Other Income	16		752,784		821,910
Total Revenue			106,820,684		93,067,184
EXPENSES :					
Cost of Materials Consumed	17		56,834,250		49,032,250
Purchases of Stock-in-Trade			-		-
Changes in Inventories	18		(7,270,836)		(6,503,604)
Employee Benefits Expense	19		9,592,270		9,215,545
Finance Costs	20		9,316,378		7,110,247
Depreciation and Amortization			6,585,897		6,183,098
Other Expenses	21		27,217,490		24,147,463
Total Expenses			102,275,449		89,184,999
Profit before exceptional and extraordinary items and tax			4,545,235		3,882,185
Exceptional Items			-		-
Extraordinary Items			-		-
Profit Before Tax			4,545,235		3,882,185
Tax Expenses					
Current tax			-		-
Deferred Tax		1,176,203	1,176,203	803,000	803,000
Net Profit for the year			3,369,032		3,079,185
Face Value per Equity Share			10.00		10.00
Earnings per Equity Share					
Basic / Diluted			0.69		0.63
The accompanying notes 1 to 32 are an integral part of these financial statements.					

As per our report of even date

For SANGHAVI & COMPANY
Chartered AccountantsA. M. PAREKH
DirectorMANOJ GANATRA
PartnerC. A. PAREKH
DirectorMumbai
23rd May, 2015Mumbai
23rd May, 2015

ACRYLIL STEEL LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2015

	2014-2015		2013-2014	
A CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit Before Tax and Extraordinary Items		45.45		38.82
Adjustments for -				
Depreciation and Amortization		65.86		61.83
Dividend		-		-
Interest		53.40		182.15
Operating Profit Before Working Capital Changes		<u>119.26</u>		<u>243.98</u>
		164.71		282.80
Adjustments for -				
Trade and Other Receivables		(64.80)		23.07
Inventories		(35.74)		(186.47)
Trade and Other Payables		(4.37)		98.39
Cash generated from Operations		<u>59.80</u>		<u>217.79</u>
Direct Taxes Paid (Net)		0.70		(0.88)
		<u>0.70</u>		<u>(0.88)</u>
NET CASH FROM OPERATING ACTIVITIES		60.50		216.91
B CASH FLOW FROM INVESTING ACTIVITIES :				
Purchase of Fixed Assets		(64.18)		(159.79)
Sale of Fixed Assets		2.03		-
Interest Received		2.50		2.29
NET CASH USED IN INVESTING ACTIVITIES		(59.65)		(157.50)
C CASH FLOW FROM FINANCING ACTIVITIES :				
Proceeds from Loans Borrowed		69.84		124.81
Proceeds from Issue of Share Capital		-		-
Interest Paid		(55.90)		(184.44)
Dividend Paid		-		-
NET CASH USED IN FINANCING ACTIVITIES		13.94		(59.63)
Net Increase in Cash and Cash Equivalents		<u>14.79</u>		<u>(0.22)</u>
Cash and Cash Equivalents as at beginning of the year		21.28		21.50
Cash and Cash Equivalents as at end of the year		<u>36.07</u>		<u>21.28</u>

Cash and Cash Equivalents:

Cash and Bank Balances	36.07	21.48
Statutory restricted accounts	-	(0.20)
	<u>36.07</u>	<u>21.28</u>

As per our report of even date

For SANGHAVI & COMPANY
Chartered Accountants

A. M. PAREKH
Director

MANOJ GANATRA
Partner

A. PAREKH
Director

Mumbai
May 23, 2015

Mumbai
May 23, 2015

Note No. 1

SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING:

The financial statements have been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India and are based on historical cost convention on an accrual basis.

USE OF ESTIMATES:

The preparation of financial statement in conformity with GAAP requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

FIXED ASSETS:

All tangible assets are stated at cost less depreciation. All the costs incurred till the date the assets are put to use, have been capitalized and included in the cost of the respective assets. Depreciation is provided on Written Down Value method except for Buildings, Plant and Machinery and Dies and Moulds where depreciation is provided on Straight Line Method at the rates and in the manner specified in Schedule II in accordance with the provisions of section 123(2) of the Companies Act, 2013.

INVENTORIES:

Inventories are valued at cost or net realizable value, whichever is lower. Cost is determined on the following basis:

- Raw materials, traded goods and stores and spares – on a first-in first-out (FIFO) basis;
- Finished and semi-finished goods – at material cost plus direct expenses and appropriate value of overheads; cost of finished goods includes excise duty.

REVENUE RECOGNITION:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably be measured.

Revenue from sale of goods are recognized when significant risks and rewards of ownership are passed to the buyer, which generally coincides with dispatch of goods. Sales taxes and value added taxes, wherever applicable, are collected on behalf of the Government and therefore, excluded from the revenue.

Revenue from services are recognized as and when the services are rendered in terms of the agreements with the customers. Service tax, wherever applicable, is collected on behalf of the Government and therefore, excluded from the revenue.

EXCISE AND CUSTOM DUTY:

Excise duty in respect of goods manufactured by the Company is, according to the method consistently followed by the Company, accounted for at the time of removal of goods from the factory for sale.

However, excise duty payable on the closing stock of Finished Goods is provided for in the account. Purchases of goods and fixed assets are accounted for net of excise cenvat credit availed. Custom duty paid on import of materials is dealt with in respective materials accounts.



EMPLOYEE BENEFITS:

Post-employment benefit plans

- i. Defined Contribution Plan: Contribution for provident fund are accrued in accordance with applicable statutes and deposited with the Regional Provident Fund Commissioner. Contribution for Superannuation in respect of certain employees of the Company is made in accordance with the scheme with Life Insurance Corporation of India.
- ii. Defined Benefit Plan: The liabilities in respect of leave encashment are determined using Projected Unit Credit Method with actuarial valuation carried out as at balance sheet date. Actuarial gains and losses are recognized in full in the profit and loss account for the period in which they occur.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for services rendered by employees is recognized during the period when the employee renders the service.

FOREIGN CURRENCY TRANSACTIONS:

Foreign Currency transactions are accounted for at the rates prevailing on the date of transaction. Differences arising out of foreign exchange rates are dealt with in the profit and loss account. Current assets and liabilities relating to foreign currency transactions remaining unsettled at the end of the year are translated at the closing rates and profit or loss arising therefrom is dealt with in the profit and loss account.

BORROWING COSTS:

Net costs of borrowed funds for the projects are capitalized and included in the cost of fixed assets till its completion and other borrowing costs are recognized as expenses in the period in which they are incurred.

TAXATION:

Provisions are made for current income tax based on tax liability computed in accordance with relevant tax rates and tax laws. Deferred tax is recognized, subject to the consideration of prudence, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

EARNING PER SHARE:

Basic Earning per Share (EPS) is computed by dividing the net profit for the year attributable to the equity shareholders, by weighted average number of equity shares outstanding during the year. Diluted earning per share is computed using the weighted number of equity and dilutive equity equivalent shares outstanding at the year-end.

PROVISION AND CONTINGENCIES:

The company creates a provision when there is 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 obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation can not be made.



Note No. 2

2.1 Share Capital:

	31st March 2015 ₹	31st March 2014 ₹
Authorised		
5,000,000 Equity Shares of ₹ 10 each	50,000,000	50,000,000
	50,000,000	50,000,000
Issued, Subscribed and Paid up		
4,900,000 Equity Shares of ₹ 10 each fully paid up	49,000,000	49,000,000
	49,000,000	49,000,000

a. Equity shares issued as fully paid up bonus shares or otherwise than by cash during the preceding five years: Nil

2.2 Share Capital Reconciliation:

Particulars	Equity Shares	
	No. of shares	₹
Shares outstanding at the beginning of the year	4,900,000	49,000,000
Shares issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	4,900,000	49,000,000

2.3 Shares held by each shareholder holding more than five per cent shares

Name of Shareholder	31st March 2015		31st March 2014	
	No. of shares	% of holding	No. of shares	% of holding
Acrysil Limited	4,598,000	93.84%	4,598,000	93.84%

2.4 Rights, preferences and restrictions attached to shares

Equity Shares:

The company has one class of equity shares having a face value of ₹ 10 each ranking pari passu in all respects including voting rights and entitlement to dividend.



Note No. 3

Reserves and Surplus

Particulars	31st March	31st March
	2015	2014
	₹	₹
Surplus		
Balance at the beginning of the year	(11,376,063)	(14,455,248)
Adjustment on account of depreciation (Refer Note No. 25)	(39,983)	-
Net Profit for the year	3,369,032	3,079,185
Balance at the end of the year	(8,047,014)	(11,376,063)
	(8,047,014)	(11,376,063)

Note No. 4

Long Term Borrowings

Particulars	31st March	31st March
	2015	2014
	₹	₹
a. Secured		
Term loans from banks (Indian rupee accounts)	10,529,704	3,608,118
	10,529,704	3,608,118
Notes:		
Term loan from a bank is secured by exclusive charge on movable properties excluding vehicles and hypothecation of all current assets both present and future and further secured by personal guarantees of some of the directors and corporate guarantee of the holding company, Acrysil Limited		
Period of default	N A	
Amount	NIL	
b. Unsecured		
From Holding Company, Acrysil Limited	30,000,000	30,000,000
	30,000,000	30,000,000
	40,529,704	33,608,118

Note No. 5

Long Term Provisions

Particulars	31st March	31st March
	2015	2014
	₹	₹
Provision for leave encashment	184,843	119,868
	184,843	119,868



Note No. 6**Short Term Borrowings**

Particulars	31st March	31st March
	2015	2014
	₹	₹
a. Secured		
Working capital finance from banks (Indian rupee accounts)	17,362,268	17,297,902
	<u>17,362,268</u>	<u>17,297,902</u>
Working capital finance from a bank is secured by hypothecation of all current assets and exclusive charge on movable properties excluding vehicles, both present & future and further secured by the personal guarantees of some of the directors and corporate guarantee of the holding company, Acrysil Limited.		
Period of default	NA	
Amount	Nil	

Note No. 7**Other Current Liabilities**

Particulars	31st March	31st March
	2015	2014
	₹	₹
Current maturities of long-term debt	10,582,524	12,575,524
Interest accrued and due on borrowings	4,556,428	1,181,428
Advances from customers	1,078,871	-
Statutory liabilities	1,867,056	1,470,877
Due to holding company	436,776	276,776
Other liabilities	526,978	661,499
	<u>19,048,633</u>	<u>16,166,104</u>

Note No. 8**Short Term Provisions**

Particulars	31st March	31st March
	2015	2014
	₹	₹
Provision for bonus	94,804	74,091
Provision for leave encashment	3,091	2,526
	<u>97,895</u>	<u>76,617</u>



Note No. 9
Fixed Assets

Particulars	Gross Block			Accumulated Depreciation				Net Block		
	As at 1st April 2014	Additions	Deductions	As at 31st March 2015	As at 1st April 2014	Depreciation For the Year	On Deductions	On Adjustment	As at 31st March 2015	As at 31st March 2014
Tangible Assets										
Freehold Land	5,648,091	-	-	5,648,091	-	-	-	-	5,648,091	5,648,091
Buildings	26,183,181	17,000	-	26,200,181	2,471,183	825,884	-	-	22,903,113	23,711,998
Plant & Equipment	40,942,459	2,367,417	-	43,309,876	8,546,063	4,347,761	-	-	30,416,052	32,396,396
Moulds and Dies	9,445,654	786,146	-	10,231,800	3,448,777	779,149	-	-	6,003,874	5,996,877
Vehicles	2,014,486	-	684,518	1,329,968	763,608	219,704	481,695	-	828,351	1,250,878
Furniture & Fixtures	554,599	53,455	-	608,054	228,460	43,014	-	-	336,580	326,139
Office Equipment	1,572,737	104,051	-	1,676,788	749,534	294,065	-	57,351	575,838	823,203
	86,361,207	3,328,069	684,518	89,004,758	16,207,625	6,509,577	481,695	57,351	66,711,899	70,153,582
Intangible Assets										
Computer Software	883,676	21,700	-	905,376	507,550	76,320	-	1,836	319,670	376,126
	883,676	21,700	-	905,376	507,550	76,320	-	1,836	319,670	376,126
Total...	87,244,883	3,349,769	684,518	89,910,154	16,715,175	6,585,897	481,695	59,187	67,031,569	70,529,708
Previous Year	82,601,779	4,643,104	-	87,244,883	10,532,077	6,183,098	-	-	70,529,708	72,069,702



Note No. 10

Long-term Loans and Advances

Particulars	31st March	31st March
	2015	2014
	₹	₹
<u>Unsecured (considered good)</u>		
Capital advances	1,000,872	1,305,941
Security deposits	332,443	272,443
	<u>1,333,315</u>	<u>1,578,384</u>

Note No. 11

Inventories

Particulars	31st March	31st March
	2015	2014
	₹	₹
Raw materials	6,328,480	11,081,645
Work-in-progress	10,373,208	3,012,437
Finished goods	8,349,853	8,439,788
Stores & spares	1,542,245	855,083
Packing materials	820,628	643,275
Bought-out items	918,575	723,365
	<u>28,332,989</u>	<u>24,755,593</u>

Note No. 12

Trade Receivables

Particulars	31st March	31st March
	2015	2014
	₹	₹
<u>Unsecured (considered good)</u>		
Over six months	124,628	50,719
Others	10,977,910	5,751,407
	<u>11,102,538</u>	<u>5,802,126</u>
	<u>11,102,538</u>	<u>5,802,126</u>
includes -		
	More than	Others
	Six Months	
due from holding company	-	4,246,554



Note No. 13

Cash and Bank Balances

Particulars	31st March	31st March
	2015	2014
	₹	₹
<u>I. Cash and Cash Equivalents</u>		
<u>a. Balances with Banks:</u>		
Current accounts	1,133,717	37,767
Short term deposits	664,700	1,839,962
	1,798,417	1,877,729
<u>b. Cash on Hand</u>	4,105	76,888
	1,802,522	1,954,617
<u>II. Other Bank Balances</u>		
Dividend accounts	-	-
Terms deposits with more than 12 months maturity	1,804,212	193,250
Other terms deposits	-	-
	1,804,212	193,250
	3,606,734	2,147,867

Note No. 14

Short-term Loans and Advances

Particulars	31st March	31st March
	2015	2014
	₹	₹
<u>Unsecured (considered good)</u>		
Trade advances to suppliers	790,698	276,566
Loans and advances to staff (including officers of the company Nil (₹ 40,000))	83,760	48,340
Input credits receivable	1,184,777	779,789
Advance payment of taxes (net of provision)	68,150	138,399
Prepaid expenses	773,123	488,291
Other loans and advances	300,724	95,965
	3,201,232	1,827,350



Note No. 15

Revenue from Operations

Particulars	2014-2015		2013-2014	
	₹		₹	
<u>Sale of Products</u>				
Domestic Sales	91,251,105		79,334,260	
Export Sales	<u>22,022,601</u>	113,273,706	<u>22,151,385</u>	101,485,645
<u>Other Operating Revenue</u>				
Foreign currency fluctuation gain/(loss)	61,363		151,082	
Other operational income	<u>10,826,738</u>	10,888,101	<u>5,516,354</u>	5,667,436
		<u>124,161,807</u>		<u>107,153,081</u>

Note No. 16

Other Income

Particulars	2014-2015		2013-2014	
	₹		₹	
Interest receipts		250,450		229,078
Miscellaneous income		<u>502,334</u>		<u>592,832</u>
		<u>752,784</u>		<u>821,910</u>

Note No. 17

Cost of Materials Consumed

Particulars	2014-2015		2013-2014	
	₹		₹	
<u>Raw Materials Consumed</u>				
Opening stock	11,081,645		505,038	
Purchase and direct expenses	<u>47,045,234</u>		<u>55,817,269</u>	
	58,126,879		56,322,307	
Closing stock	<u>6,328,480</u>	51,798,399	<u>11,081,645</u>	45,240,662
		<u>51,798,399</u>		<u>45,240,662</u>
Bought out items consumption		5,035,851		3,791,588
		<u>56,834,250</u>		<u>49,032,250</u>



Note No. 18

Changes in Inventories

Particulars	2014-2015		2013-2014	
	₹		₹	
<u>Opening Stock</u>				
Finished Goods	8,439,788		2,446,457	
Work-in-progress	<u>3,012,437</u>	<u>11,452,225</u>	<u>2,502,164</u>	<u>4,948,621</u>
<u>Closing Stock</u>				
Finished Goods	8,349,853		8,439,788	
Work-in-progress	<u>10,373,208</u>	<u>18,723,061</u>	<u>3,012,437</u>	<u>11,452,225</u>
		<u>(7,270,836)</u>		<u>(6,503,604)</u>

Note No. 19

Employee Benefit Expenses

Particulars	2014-2015		2013-2014	
	₹		₹	
Salaries, wages, allowances and bonus	8,889,673		8,290,109	
Contribution to employee benefit funds	349,826		274,257	
Staff welfare expenses	352,771		651,179	
	<u>9,592,270</u>		<u>9,215,545</u>	
Includes remuneration to directors	365,250		900,000	

Note No. 20

Finance Costs

Particulars	2014-2015		2013-2014	
	₹		₹	
<u>Interest</u>				
Working capital finance	2,949,268		2,867,365	
Term loans	2,177,014		2,622,758	
Others	<u>3,838,676</u>	<u>8,964,958</u>	<u>1,461,694</u>	<u>6,951,817</u>
Other borrowing costs	351,420		158,430	
	<u>9,316,378</u>		<u>7,110,247</u>	



Note No. 21
Other Expenses

Particulars	2014-2015		2013-2014	
	₹		₹	
<u>Manufacturing Expenses</u>				
Power & Fuel	1,759,259		1,441,303	
Machinery repairs and maintenance	148,843		169,530	
Packing materials and expenses	4,797,675		4,204,505	
Stores & spares	5,276,776		5,603,335	
Other expenses	3,213,500	15,196,053	3,492,812	14,911,485
<u>Selling and Distribution Expenses</u>				
Sales commission	5,222,057		867,424	
Advertisement and sales promotion expenses	9,494		19,929	
Export freight and insurance	384,897		544,826	
Other selling expenses	1,344,670	6,961,118	1,891,838	3,324,017
<u>Administrative and Other Expenses</u>				
Travelling expenses	604,871		863,402	
Rent	255,000		203,750	
Rates and taxes	40,348		8,515	
Insurance premiums	793,328		597,063	
Building and other repairs	705,758		516,008	
Legal and professional fees	878,113		1,133,151	
Postage and telephone expenses	117,698		188,224	
Printing and stationery expenses	102,754		111,025	
Payments to auditors	80,000		55,000	
Bank discount, commission and other charges	678,664		691,411	
Vehicle expenses	26,170		83,078	
General expenses	777,615	5,060,319	1,461,334	5,911,961
		27,217,490		24,147,463



22. Balances with Trade Receivables, Trade Payables and for Loans and Advances are subject to confirmations from the respective parties.
23. In the opinion of the directors, current assets, loans and advances are of the value stated in the balance sheet, if realized in the normal course of the business and also provisions for all known liabilities have been made.
24. Based on the confirmed orders on hand and the future projected profits of the company, balance in deferred tax assets of ₹ 12,388,000 is on account of carried forward business loss and unabsorbed depreciation under the Income Tax Act.
25. Depreciation for the year ended 31st March, 2015 has been aligned to comply with requirements of Part C of Schedule II to the Companies Act. 2013. Consequently, depreciation charge is higher by ₹ 183,935 for the year ended 31st March, 2015. Further, an amount of ₹ 39,983 (net of deferred tax ₹ 19,204) in respect of the fixed assets where the useful lives has already expired, has been adjusted to the opening balance of the general reserve.
26. **Contingent Liabilities: Nil**
27. **Auditors' Remuneration:**

	2014-2015	2013-2014
Audit Fees	50,000	40,000
Tax Audit Fees	15,000	15,000
Other Matters	15,000	--

28. **Related Party Disclosures:**

Key Managerial Personnel	Smt. Shetal C. Parekh
Holding Company	Acrysil Limited

Transactions with related parties:

Particulars	Key Managerial Personnel	Holding Company
(a) Remuneration	365,250 (900,000)	-- (--)
(b) Loan taken	- (--)	-- (23,190,000)
(c) Interest paid	-- (--)	3,750,000 (1,312,698)
(d) Sales	-- (--)	62,685,637 (75,414,726)
(e) Job Work Income	-- (--)	2,507,485 (3,333,075)



(f) Outstanding Balances		
Unsecured Loans	- (--)	30,000,000 (30,000,000)
Trade Receivable	-- (--)	4,246,554 (5,499,905)
Other Current Liabilities	-- (--)	436,776 (276,776)
Other Loans and Advances	-- (--)	50,000 (50,000)

29. Additional information (as certified by the management)

✦ Opening and Closing Stock of Finished and Traded Goods :

Class of Goods	Opening Stock	Closing Stock
Finished Goods :		
Kitchen Sinks	8,439,788	8,349,853
Total	8,439,788	8,349,853

✦ Sales :

Class of Goods	2014-15	2013-14
Manufactured Goods :		
Stainless Steel Kitchen Sinks	109,240,826	98,793,883
Accessories	4,032,880	2,691,762
Total	113,273,706	101,485,645

✦ Raw Material Consumed :

Raw Materials:	2014-2015	2013-2014
Stainless Steel	51,798,399	45,240,662
Total	51,798,399	45,240,662

✦ Consumption of Raw Materials, Components and Spare Parts :

	2014-2015	%	2013-2014	%
Raw Materials :				
Imported	-	-	4,544,193	10.04
Indigenous	51,798,399	100.00	40,696,469	89.96
	51,798,399	100.00	45,240,262	100.00
Components and Spares Parts				
Accessories Imported	3,044,683	100.00	696,388	100.00



↓ Value of Imports C.I.F. basis :

	2014-2015	2013-2014
Raw Material	--	7,733,903
Components and Spares Parts		
Store & Spares	671,629	--
Accessories	3,000,493	1,419,753

↓ Earnings in Foreign Exchange :

FOB value of Exports ₹ 21,696,478 (22,110,705)

30. Figures in the brackets are the figures for the previous year, unless otherwise stated.

31. All the amounts are stated in Indian Rupees, unless otherwise stated.

32. Previous year's figures are regrouped and rearranged, wherever necessary.

Signatures to Notes 1 to 32

For SANGHAVI & COMPANY
Chartered Accountants

MANOJ GANATRA
Partner

Mumbai
May 23, 2015

For and on behalf of the Board of Director

A. M. PAREKH
Director

C. A. PAREKH
Director

Mumbai
May 23, 2015