

30th
Annual Report 2012-13

Kabra Extrusiontechnik Ltd.



KABRA
ExtrusionTechnik

Dedicated to Technology, Devoted to Service

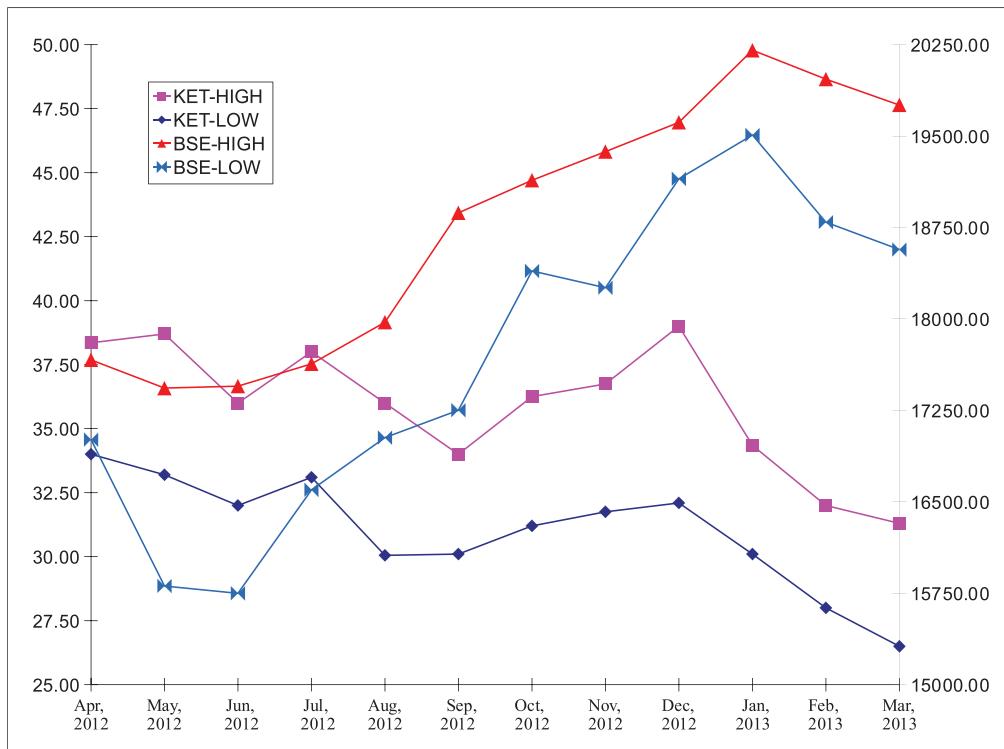
RESULTS AT A GLANCE

(₹ in Lacs)

OPERATING RESULTS	2012-13	2011-12	2010-11	2009-10	2008-09
Sales and Other Income	18499.31	19499.70	22610.20	19730.48	15763.61
Profit before Depreciation, Interest & Tax	2145.64	1824.72	3993.99	3493.15	2052.75
Less : Depreciation	583.94	465.31	388.23	338.95	365.80
Interest (Finance Cost)	277.81	100.49	88.12	71.41	79.35
Profit Before Tax (PBT)	1283.89	1258.92	3517.64	3082.79	1607.60
Profit After Tax (PAT)	1086.18	1000.71	2581.57	2146.37	1169.88
Retained earnings	712.94	629.94	1932.71	1493.20	610.02
Earning per share (EPS) (₹)	3.40	3.14	8.09	26.91	14.67
Number of Issued Shares (after sub-division & bonus shares in 2010-11)	31902320	31902320	31902320	7975580	7975580
Face Value per share (₹)	5.00	5.00	5.00	10.00	10.00
Dividend (%)	20	20	35	70	60
Share Capital	1595.12	1595.12	1595.12	797.56	797.56
Reserves	10425.36	9712.43	9082.48	7947.33	6454.12
Total Shareholders Funds	12020.48	11307.55	10677.60	8744.89	7251.68
Book Value Per Share (₹)	37.68	35.44	33.47	109.65	90.92

STOCK PERFORMANCE

(Share Price / BSE Sensex)



BOARD OF DIRECTORS

Shri Shreevallabh G. Kabra
(Chairman & Managing Director)

Shri Satyanarayan G. Kabra
(Vice-Chairman & Mg. Director)

Shri Anand S. Kabra
(Technical Director)

Shri Haridas S. Sanwal
(Independent Director)



Shri Mahaveer Prasad Taparia
(Independent Director)

Shri Nihalchand C. Chauhan
(Independent Director)

Shri Yagnesh B. Desai
(Independent Director)

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BANKERS

State Bank of India

AUDITORS

Kirtane & Pandit

Chartered Accountants

CHIEF FINANCE OFFICER

Jayant Sarpotdar

COMPANY SECRETARY

Y. D. Sanghavi

30th Annual General Meeting

Date : 27th August, 2013

Time : 2:00 p.m.

Venue : Hotel Karl Residency 36, Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai - 400 058

NOTICE

NOTICE is hereby given that the THIRTIETH ANNUAL GENERAL MEETING of the Members of KABRA EXTRUSIONTECHNIK LIMITED will be held on Tuesday, the 27th day of August, 2013 at 2:00 p.m. at Hotel Karl Residency 36, Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai - 400 058 to transact the following business :

ORDINARY BUSINESS :

1. To consider and adopt the audited Balance Sheet as at 31st March, 2013 and the Statement of Profit & Loss for the year ended on that date and the Reports of the Board of Directors and Auditors thereon;
2. To declare a dividend on Equity Shares for the financial year ended 31st March, 2013;
3. To appoint a Director in place of Shri Yagnesh B. Desai, a Director, who retires by rotation and being eligible, offers himself for re-appointment;
4. To appoint a Director in place of Shri Nihalchand C. Chauhan, a Director, who retires by rotation and being eligible, offers himself for re-appointment;
5. To appoint M/s. Kirtane & Pandit, Chartered Accountants, Pune, as Auditors of the Company to hold office from the conclusion of this meeting, until the conclusion of the next Annual General Meeting on such remuneration and reimbursement of out of pocket expenses, if any, as may be mutually agreed upon between the Board of Directors of the Company and the said Auditors.

SPECIAL BUSINESS :

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

“RESOLVED THAT pursuant to provisions of Sections 198, 269 and 309 and other applicable provisions, if any, of the Companies Act, 1956, read with Schedule XIII of the said Act or any re-enactment or modifications thereof and all other applicable statutory provisions, if any, and subject to such approvals as may be necessary, consent of the Company be and is hereby accorded to the re-appointment and payment of remuneration to Shri Satyanarayan G. Kabra as a Vice-Chairman & Managing Director of the Company, for a period of 5 (five) years w.e.f. 1st July, 2013 to 30th June, 2018 on the terms, conditions and stipulations including remuneration detailed in the Explanatory Statement annexed hereto (which shall form part hereof), with a liberty to the Board of Directors of the Company (hereinafter referred to as “the Board” which terms shall be deemed to include any Committee of the Board as and when constituted) to fix, increase, alter or vary from time to time, the terms and conditions of the said appointment and remuneration and/or monetary value of the perquisites as may be agreed upon by the Board of Directors and Shri Satyanarayan G. Kabra, subject to the same not exceeding at any point of time, the ceiling specified in Schedule XIII to the said Act, (including any Statutory Modifications or re-enactment thereof for the time being in force) or any amendment and/or modifications that may hereinafter from time to time be made thereto by the Central Government.

RESOLVED FURTHER THAT where in any financial year during the currency of the tenure of said appointee, the company has no profit or its profits are inadequate, the company shall pay salary & perquisites as provided under Schedule XIII as minimum remuneration.

RESOLVED FURTHER THAT the aforesaid consent of the Company is accorded without prejudice to his right of holding managerial position of whatsoever nature in any other company and draw remuneration therefrom, subject to the regulatory guidelines and ceiling stipulated in this regard.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company, be and is hereby authorized to do all such acts, deeds, matters or things as may be necessary, expedient or desirable in the best interest of the Company.”

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

“RESOLVED THAT pursuant to provisions of Sections 198, 269 and 309 and other applicable provisions, if any, of the Companies Act, 1956, read with Schedule XIII of the said Act or any re-enactment or modifications thereof and all other applicable statutory provisions, if any, and subject to such approvals as may be necessary, consent of the Company be and is hereby accorded to the re-appointment and payment of remuneration to Shri Anand S. Kabra as a Technical Director of the Company, for a period of 5 (five) years w.e.f. 1st August, 2013 to 31st July, 2018 on the terms, conditions and stipulations including remuneration detailed in the Explanatory Statement annexed hereto (which shall form part hereof), with a liberty to the Board of Directors of the Company (hereinafter referred to as “the Board” which terms shall be deemed to include any Committee of the Board as and when constituted) to fix, increase, alter or vary from time to time, the terms and conditions of the said appointment and remuneration and/or monetary value of the perquisites as may be agreed upon by the Board of Directors and Shri Anand S. Kabra, subject to the same not exceeding at any point of time, the ceiling specified in Schedule XIII to the said Act, (including any Statutory Modifications or re-enactment thereof for the time being in force) or any amendment and/or modifications that may hereinafter from time to time be made thereto by the Central Government.

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RESOLVED FURTHER THAT the aforesaid consent of the Company is accorded without prejudice to his right of holding managerial position of whatsoever nature in any other company and draw remuneration therefrom, subject to the regulatory guidelines and ceiling stipulated in this regard.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company, be and is hereby authorized to do all such acts, deeds, matters or things as may be necessary, expedient or desirable in the best interest of the Company.”

By order of the Board
For **Kabra Extrusiontechnik Ltd.**

Place: Mumbai
Date: 29th May, 2013

Y. D. Sanghavi
Company Secretary

NOTES :

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING MAY APPOINT PROXY TO ATTEND AND ON A POLL VOTE, INSTEAD OF HIMSELF / HERSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
- Corporate Members are requested to send to the Company, at its Registered Office a duly certified copy of the Board Resolution authorising their representative to attend and vote at the Annual General Meeting.
- Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday, the 20th August, 2013 to Tuesday, the 27th August, 2013 (both days inclusive).
- Dividend recommended by the Board, if approved by the Members at the Annual General Meeting will be paid to those persons whose names appear as Beneficial Owners as at the end of business hours on Monday, 19th August, 2013 as per the list to be furnished by the National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) in respect of shares held in demat form and to the Members holding shares in physical mode as per Register of Members of the Company as on Tuesday, the 27th August, 2013 after giving effect to all valid transfers in respect of which request were lodged with the R & T Agent of the Company on or before 19th August, 2013.
- (i) The unclaimed dividend upto financial year 1993-94 have been transferred to the General Revenue Account of the Central Government in terms of the provisions of Section 205A of the Companies Act, 1956. Those shareholders who have so far not claimed their dividend for the financial years upto 1993-94 may claim their dividend from the Registrar of Companies, Maharashtra, Mumbai by submitting an application in the prescribed form.

- (ii) Those members who have not encashed their dividend warrants for the financial year 2005-2006 to 2011-2012 are requested to return the time barred dividend warrants or forward their claims to the Company for issue of Bankers' Cheque / Demand Draft in lieu thereof.
- (iii) Pursuant to the provisions of Section 205A & 205C (2) (a) of the Companies Act, 1956, as amended, dividend for the financial year 2005-2006 and thereafter which shall remain unclaimed / unpaid for a period of 7 (Seven) years from the date of transfer to the unpaid dividend account is required to be transferred to the Investors Education & Protection Fund (IEPF). Accordingly, during September, 2013, the Company would be transferring such unclaimed or unpaid dividend for the financial year ended 31st March, 2006. Members are therefore requested to make claim thereof, before August, 2013 otherwise no claim shall lie in respect of such amount.
- (iv) Pursuant to the said provisions unclaimed / unpaid dividend for the financial year 1994-95 to 2004-05 have been transferred to the Investor Education and Protection Fund.

6. Brief profile of the Directors retiring by rotation and being eligible for re-appointment and the Director proposed to be reappointed at the ensuing Annual General Meeting has been furnished in this Annual Report separately

7. Dividend in respect of shares held in dematerialized form shall be credited to the beneficial owner's bank account directly through NECS / ECS wherever NECS/ ECS facility is available subject to availability of bank account details / core banking account number and 9 digits MICR code number. In case the said details have not been provided to the concerned Depository Participant or there is any change, the same may be intimated to the concerned Depository Participant immediately.

Shareholders holding shares in physical form and desirous of availing NECS / ECS facility, should provide the bank details / core banking account number and 9 digits MICR code number in NECS / ECS Mandate Proforma already sent by Post to those shareholders who have not yet provided their bank details. Shareholders who have already given their Bank details to avail NECS / ECS facility should furnish the same only if there is any change.

8. Members desirous of obtaining any information with regard to accounts are requested to write to the Company Secretary at the Registered Office of the Company, at least 10 days in advance, so as to compile the same.

ANNEXURE TO NOTICE

Explanatory Statement under Section 173(2) of the Companies Act, 1956 in respect of Item No. 6 & 7

Members of the Company at their Annual General Meeting held on 15th July, 2008, approved appointment of Shri Satyanarayan G. Kabra and Shri Anand S. Kabra as detailed hereunder :

- Shri Satyanarayan G. Kabra was appointed as Vice-Chairman & Managing Director w.e.f. 1st July, 2008 for a period of 5 years upon basic salary of ₹ 75,000/- per month plus 50% HRA of above salary, one month's salary towards Medical reimbursement plus other perks as per the rules of the Company such as Leave Travel Allowance, Provident Fund, Superannuation, Gratuity, Leave Encashment etc.
- Shri Anand S. Kabra was appointed as a Technical Director w.e.f. 1st August, 2008 for a period of 5 years upon the same basic salary and perks as referred above.

Their remuneration was subsequently revised to ₹ 2,00,000/- per month plus perks as above, at the AGM held on 30.08.2011 payable for the remaining tenure of their respective service.

Shri Satyanarayan G. Kabra is holding similar position in M/s. Plastiblends India Ltd., a company in the same group and Shri Anand S. Kabra is holding the position of Executive Director in M/s. Plastiblends India Ltd. and both are drawing remuneration therefrom as approved by the Members of that company.

At the meeting of the Board of Directors held on 29th May, 2013, Shri Satyanarayan G. Kabra aged about 70 years and Shri Anand S. Kabra aged about 39 years have been re-appointed subject to approval of the members for a further period of 5 (five) years on same terms and remuneration as detailed herein:

1. Period of Appointment :

Five (5) years with effect from

1st July, 2013 to 30th June, 2018 for Shri Satyanarayan G. Kabra and

1st August, 2013 to 31st July, 2018 for Shri Anand S. Kabra

2. Remuneration :

Salary : ₹ 2,00,000/- (Rupees Two Lacs Only) per month, with an annual increment to be decided by the Board at such percentage up to 10% of the salary, subject to the same not exceeding at any point of time, the ceiling laid down under the provisions of the Companies Act, 1956 and Schedule thereto.

In addition to the above, they shall be entitled to the following perquisites restricted to an amount equal to their annual salary.

- i. **Accommodation (Furnished or otherwise) or House Rent Allowance** in lieu thereof subject to a ceiling of 50 % of above Salary.
- ii. **Medical Reimbursement** : For self, spouse and family subject to a ceiling of one (1) month salary in a year or three (3) months salary in a block of three (3) years.
- iii. **Leave Travel Reimbursement** : For self, spouse and family once in a year incurred in accordance with the rules specified by the Company.
- iv. **Club Fees** : Subject to a maximum of two clubs. This will not include admission and life membership fees.
- v. **Personal Accident Insurance & Medi-Claim Policy** : For self, spouse and family as per the rules of the Company.
- Explanation:** 'Family' means spouse, dependent children and dependent parents of the said appointee.
- vi. **Provident and Superannuation Fund:** Company's contribution to Provident and Superannuation Fund as per the Schemes of the Company will not be included in the computation of the ceiling on perquisites to the extent these, either singly or put together are not taxable under the Income-Tax Act, 1961. Benefit of Superannuation will not be applicable in case of Shri Satyanarayan G. Kabra.
- vii. **Gratuity** : As per rules of the Company.
- viii. **Encashment of leave** : As per rules of the Company.

For the purpose of gratuity & encashment of leave, the period of service of said appointee shall be considered as service with the company without any break in service & on a continuous basis.

- ix. Provision of car and telephone at residence for use of Company's business will not be considered as perquisites. However, personal long distance telephone calls and use of car for private purpose shall be billed by the Company to them.

General:

- i. The office of said appointees may be terminated by the company or the concerned Director by giving the other three (3) months' prior notice in writing.
- ii. The terms & conditions set out for re-appointment as above & payment of remuneration herein may be altered & varied by the Board as it may, from time to time, deem fit.

The above appointees satisfy all the conditions set out in Part I of Schedule XIII to the Companies Act, 1956 for being eligible for re-appointment.

Total managerial remuneration payable to all the Executive Directors shall be within the overall ceiling prescribed under Section 198, 309 and Schedule XIII of the Companies Act.

This explanatory statement with the accompanying Notice is to be regarded as an abstract and memorandum of concern or interest, under Section 302 of the Companies Act, 1956 in respect of above appointees.

Shri Satyanarayan G. Kabra and Shri Anand S. Kabra are concerned or interested in the resolutions set out at item no. 6 & 7 of the notice since it relates to their re-appointment and remuneration.

Shri Shreevallabh G. Kabra is concerned or interested being relative of the said appointees.

Save and except the above, none of the other Directors of the Company are, in any way, concerned or interested in the aforesaid Resolutions.

The Board, therefore recommends above items of accompanying notice for approval of the members.

By order of the Board
For **Kabra Extrusiontechnik Ltd.**

Place: Mumbai
Date: 29th May, 2013

Y. D. Sanghavi
Company Secretary

DIRECTORS' REPORT

To,
 The Members of,
**Kabra Extrusiontechnik Limited,
 Mumbai.**

Your Directors are pleased to present the THIRTIETH ANNUAL REPORT and the AUDITED STATEMENT OF ACCOUNTS of the company for the year ended 31st March, 2013.

1. FINANCIAL RESULTS:

PARTICULARS	(₹ in Lacs)	
	2012-2013	2011-2012
Revenue from Operations and Other Income	18499.31	19499.70
Gross Profit before Interest & Depreciation	2145.64	1824.72
Less : Finance Costs	277.81	100.49
Depreciation	583.94	465.31
Profit Before Tax	1283.89	1258.92
Less : Provision for Taxation	(240.70)	(291.10)
Add : MAT Credit Entitlement	57.38	--
Less : Provision for Deferred Tax Liabilities	(14.38)	(43.58)
Add :Excess provision of earlier years	--	76.47
Net Profit After Tax & Deferred Tax	1086.18	1000.71
Balance b/f from previous year	4606.49	4076.65
Amount available for appropriation	5692.67	5077.36
APPROPRIATIONS:		
Transferred to General Reserves	109.00	100.10
Proposed Dividend	319.02	319.02
Tax on Proposed Dividend	54.22	51.75
Surplus balance carried to Balance Sheet	5210.43	4606.49
	5692.67	5077.36

2. DIVIDEND :

Your Directors are pleased to recommend a dividend of ₹ 1/- per share of ₹ 5/- each for the year ended 31st March, 2013 subject to the Members' approval [₹ 1/- per share of ₹ 5/- each for the previous year].

3. OPERATION AND OUTLOOK :

The Company has achieved Operational and Other Income for the year under review at ₹ 18,499.31 lacs as against the previous years' Operational and Other income of ₹ 19,499.70 lacs. The profit before tax amounts to ₹ 1,283.89 lacs against the previous years' profit of ₹ 1,258.92 lacs. Net Profit of the Company after tax, deferred tax and MAT Credit Entitlement amounts to ₹ 1,086.18 lacs as against ₹ 1,000.71 lacs of the previous year.

4. EXPORTS:

Exports during the year is ₹ 6,431.71 lacs as against previous years' export of ₹ 6,184.54 lacs and is about 35.74% of total sales turnover.

5. DIRECTORS:

In accordance with the Articles of Association of the Company and in view of provisions of Section 255 of the Companies Act, 1956, Shri Yagnesh B. Desai and Shri Nihalchand C. Chauhan, Directors of the Company are retiring by rotation at the ensuing Annual General Meeting and being eligible; offer themselves for re-appointment.

Shri Satyanarayan G. Kabra, Vice-Chairman & Managing Director and Shri Anand S. Kabra, Technical Director of the Company have been re-appointed by the Board of Directors subject to the approval of the members.

6. DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors hereby confirm that :

- i. in the preparation of annual accounts for the year ended 31st March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- ii. they have selected such appropriate accounting policies and applied them consistently, and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2013, and of the profits of the Company for the said financial year;
- iii. they 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; and
- iv. they have prepared the said accounts on a "going concern basis".

7. CONVERSION OF DEBT INVESTMENT IN PREFERRED SECURITIES OF GEC

During FY 2010-11, the Company acquired 15% equity stake in Gloucester Engineering Company Inc. USA (GEC); and thereafter in debts by advancing term loan and revolving limits.

The Board of Directors in its meeting held on 5th October, 2012 approved proposal for conversion of debt into preferred securities i.e. Compulsorily Convertible Preferred Securities (CCPS) offered by GEC.

The Company has received interest on outstanding working capital limit till 30th March, 2013 and interest on outstanding term loan accrued on it till aforesaid date;

GEC on 30th March, 2013 allotted CCPS at fair market value of USD 11.61 per security against the aggregate amount of working capital and term loan with accrued interest thereon outstanding as on above date.

Upon conversion of debt into CCPS, the Company became holder of 216644.53 number of CCPS at year end as long term investment in addition to 150000 number of its equity shares.

The said preferred stock will carry right to receive dividend @8% p.a. and at the end of 10 year from the date of allotment i.e. 30th March, 2013, it will be converted into 2 (two) equity (Common Stock) at offer price of USD 5.81 against 1 (one) CCPS held.

8. RECOGNITION OF IN-HOUSE R&D UNIT :

Your Company has been accorded recognition for its In-house R&D Unit at Plot No. 14 & 15, at Kachigam, Daman by Government of India, Ministry of Science and Technology, Department of Scientific and Industrial Research, New Delhi.

This will entitle the In-house R&D Unit of the Company to avail Customs & Excise exemption on purchase of equipments, instruments, spares thereof, consumables etc. used for Research & Development subject to applicable laws and Government Policies in this behalf.

9. STATUTORY AUDITORS :

Messers. Kirtane & Pandit, Chartered Accountants, Auditors of the Company will retire from the office of the Auditors at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. They have furnished a certificate of their eligibility for re-appointment u/s. 224 (1-B) of the Companies Act, 1956 and they are not disqualified under amended section 226(3)(e) of the said Act.

10. COST AUDITOR :

Shri Rahul Anant Chincholkar a qualified Cost Accountant holding valid certificate of practice has been appointed as a Cost Auditor of the Company pursuant to section 233(B)(1)&(2) of the Companies Act, 1956 subject to the approval of the Central Government.

His appointment is made to conduct audit of cost accounting records of financial year from 1st April, 2013 to 31st March, 2014 maintained by the Company.

He has furnished a certificate of eligibility for such appointment and is free from any disqualification and independent and is at arm's length relationship with the Company. The cost Audit Report for the financial year ended 31st March, 2013 will be filed with Ministry of Corporate Affairs as prescribed statutorily.

11. LISTING FEES :

The Company confirms that the Annual Listing Fees due to BSE Ltd., and National Stock Exchange of India Ltd., for the financial year 2013-14 have been paid.

12. CORPORATE GOVERNANCE :

A separate section on Corporate Governance is included in this Annual Report as required under Listing Agreement.

13. EMPLOYEES RELATIONS :

Employees relations continued to be cordial throughout the year. The Directors appreciate the efforts put in by the employees at all the levels. As required by the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended, none of the employee draws salary in excess of ₹ 5,00,000/- per month, hence no disclosure is required to be made.

14. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION :

A Statement giving details of conservation of energy, technology absorption and foreign exchange earnings and outgo in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 forms part of this report as **ANNEXURE A**.

ACKNOWLEDGEMENT :

Your Directors would like to express their appreciation for the support received from the Shareholders, Bankers, Government Authorities, Stock Exchanges, Customers, Suppliers and Business Associates at all levels during the year under review. Your Directors also wish to place on record their appreciation for the committed services of the executives, staff and workers of the Company.

For and on behalf of the Board

Place : Mumbai

S. V. Kabra

Date : 29th May, 2013

Chairman & Managing Director

ANNEXURES TO DIRECTORS' REPORT

ANNEXURE 'A'

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO AS REQUIRED UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956, READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

A. Conservation of Energy:

- (a) Energy Conservation Measures taken: Continuous efforts are being made by the production team for conservation of energy. Heating time for trials, testing etc. is strictly monitored and certain savings are generated, but total impact of this cannot be measured.
- (b) Additional Investments and proposals, if any, being implemented for reduction of consumption of energy: None.
- (c) Impact of measures at (a) & (b) above, for reduction of energy consumption and consequent impact on the cost of production of goods: With the implementation of measures indicated in (a) above, it is expected that there would be a corresponding favourable impact on the energy cost.

B. Technology Absorption:

1) Specific areas in which R & D is carried out by the company during F Y 2012-13:

Following Extrusion lines have been developed.

- (a) High speed Flat Drip tubing line 150 m/min for Micro drip irrigation application
- (b) solEx 60 HDPE pipe extrusion line with Twin downstream equipment for Sprinkler pipes application
- (c) solEX 45 HDPE Pipe extrusion line for high output Gas pipe application
- (d) 3-L PPr pipe plant 350 kg/hr for hot water plumbing pipe for Hotel industry
- (e) cPVC Pelletizing Line Model TS-92 – 350 Kg/Hr.
- (f) 3-layer film plant 600 kg/hr, 2200mm LFW for Flexible packaging of Snack foods, milk, water and Oil.
- (g) Co-ex ABA structure film plant 100 kg/hr for carry bag & table covering applications
- (h) High clarity HDPE film plant for Grocery bag application, 45 kg/hr, 11-13" layflat tubing
- (i) High Speed Mixer Cooler KMC 1000 / 2500R(2 ton/hr) & KMC 750/2000 R (1.5 Ton/hr) for RPVC Compounding
- (j) New range of high speed silent pipe cutters models- STU 125E , STU 250P, STU 500P & SPR 2-110P
- (k) Automatic coiler KAC-600 for micro irrigation tubing
- (l) Caterpillar capstan CC-32 for micro irrigation tubing and micro 4G teleduct.
- (m) RPVC Column Pipe Die Head Model CP-1 upto 2" Pipe, CP-3 upto 2" - 3" Column Pipe
- (n) High speed surface winder model SWIFT 2606 , 120 m/min for flexible packaging applications
- (o) High quality 3-layer Die head for blown films – Accuflow 500
- (p) Automation Panel NX-32 for single screw and twin screw pipe extrusion lines

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

Product range of the company has widened and the customers benefitted by unique advantages of highest output, unit power consumption, lowest investment with regards to output, space saving by compact design, control by automation / electronic device and ease of operation.

3) Future plan of action :

Your company is making continuous efforts to develop new range of extrusion lines and equipments and also value added-processes.

4. Expenditure on R & D : The Company has R&D Unit at Plot No. 14 & 15 at Kabra Industrial Estate, Kachigam, Daman. The said unit has been accorded with recognition by Government of India, Ministry of Science & Technology, Department of Scientific and Industrial Research, New Delhi.

The Company has set-up a state of art Research & Development Laboratory at said unit. The Company's in-house R&D has experienced trained technical team and advanced designing software which has enabled it to regularly introduce latest products. During the year, the Company incurred ₹ 3.88 Crores as revenue expenditure on Research & Development initiatives which is about 2.23% to sales revenue.

5. Technology imported during the last 5 years :

Technology Imported	Imported From	Year of Import	Status
Manufacture of Single Screw Extruders including PE Pipe, Film & Sheet, Planetary Roller, Twin Screw Extruders for PVC Pipes, Profile Pallet and Polymer	M/s. Battenfeld Cincinnati Austria GmbH **	November 2011	In force

C. Foreign Exchange Earnings and Outgo:

	2012-2013 (₹ in Lacs)	2011-2012 (₹ in Lacs)
Foreign Exchange Earned	6,406.38	6,087.85
Foreign Exchange Used	2,191.18	2,859.57

For and on behalf of the Board

Place : Mumbai
Date : 29th May, 2013

S. V. Kabra
Chairman & Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS

1. INDUSTRY STRUCTURE AND DEVELOPMENTS :

Kabra Extrusiontechnik (KET) is the flagship company of Kolsite group and one of the largest players in the plastic extrusion machinery known for its innovative offerings.

KET specializes in providing plastic extrusion machinery for manufacturing pipes and films. It has two manufacturing locations in Daman. The plastic extrusion machinery industry's prospects appear positive in the long term.

2. BUSINESS OVERVIEW AND OUTLOOK :

KET's stake in Equity and Compulsorily Convertible Preferred Security (CCPS) in Gloucester Engineering Company Inc. USA (GEC) help the Company to get access to its technology and expertise in the high-end Blown Film Plants which find application in packaging for lamination, shrink and stretch wraps.

The Company also offers cPVC pipe extrusion lines in single as well as dual strand with AMC technology. Having established a strong presence in the irrigation segment which continues to provide major opportunities for growth, the Company, along with the round drip has now entered the flat drip lines market.

The extrusion machines supplied by KET facilitate space savings, lower energy consumption and high quality output for its customers.

The Company continued its focus on marketing activities and strengthening its agent network by participating in various trade fairs and exhibitions. It has made significant inroads in many new markets.

During the financial year 2012-13, the Company participated in various exhibitions namely – Plast 2012-Italy, Agritech-Israel, Argenplas-Argentina, Sri Plast-Srilanka, Plastex-Egypt, Kenya Plast-Kenya, Plast Algeria, Plastics & Rubber-Indonesia, Plast Eurasia-Turkey to showcase its product portfolios to strengthen its geographical base as well as clientele.

3. KET's COMPETITIVE POSITIONING :

KET's competitive positioning lies in its understanding of the indigenous markets with strong client relationships coupled with continuous efforts at enhancing its technological expertise.

Being a market leader with close to five decades of promoter experience in the industry, it has a strong brand loyalty and customer base.

The Technological collaborations forged by Company over a period of time have helped it to capture the import market in India and expand its geographical base to more than 70 countries.

The company is present in extremely potent segment with huge demand potential from the plastic industry both in the pipe and films segment.

4. SEGMENT-WISE PERFORMANCE :

Your Company is operating only in one segment i.e. Plastic Extrusion Machinery and Allied Equipments.

5. RISKS AND CONCERNS :

Technology obsolescence, market conditions, growing competition including imports and unorganized sector are major risks perceived by the Company that may have adverse effect on Company's business and its margin in future.

To mitigate aforesaid risks, the Company has strengthened its association with Battenfeld Cincinnati group thus getting access to its latest technology and it strives consistently to deepen its product portfolio and offer a complete range of offerings to its existing clients. At the same time, the company is widening its product offerings to capture new industry applications which are in demand due to increasing awareness and in nascent industries.

The Commitment to technology and offering high quality machines is reflected in the Company's plants at Daman. Its state of the art painting facilities use technology developed for the exacting standards of the Engineering industry. This will provide the clients with assurance of adequate corrosion protection and very fine paint finish.

The Company continuously focuses on safety of environment and is increasing its awareness amongst the employees of the Company. Measures are being taken continuously to control cost on all fronts.

6. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY :

Management feels that the internal controls in place are sufficient considering the complexity, size and nature of operations of the Company. Internal Audit Team consists of well experienced members, who constantly review various aspects of control systems and conduct audit under well laid out audit programmes to ensure effectiveness of the controls.

7. FINANCIAL & OPERATIONAL PERFORMANCE :

Sr. No.	Particulars	2012-2013 (₹ in lacs)	2011-2012 (₹ in lacs)	% Changes
1.	Income from Operations (Net of Excise)	17,994.15	19,082.98	- 5.71
2.	Other Income	505.16	416.72	21.22
3.	Net Profit after Finance Cost, Depreciation, Tax and Deferred Tax	1,086.18	1,000.71	8.54

Your Company has a low debt equity ratio and is well placed to take care of its borrowings made by way of credit facilities.

The Company's credit terms and recovery mechanism are effective enough to check the financial defaults by any of the customers. No financial defaults of whatsoever nature were reported during the year under review.

9. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED :

Industrial relations during the year were cordial and peaceful without any disruption of manufacturing activities. Programmes and conferences aiming at leadership development and know-how upgradation with advancing technology on all fronts were conducted during the year.

Manpower as on 31st March, 2013 including Workers, Staff and Executives : 379

10. CAUTIONARY STATEMENT :

Actual performance may differ from projections made, as the Company's operations are subject to various economic conditions, government regulations and other incidental factors.

For and on behalf of the Board

Place : Mumbai

Date : 29th May, 2013

S. V. Kabra

Chairman & Managing Director

REPORT ON CORPORATE GOVERNANCE

A compliance report on Corporate Governance is included in this Annual Report as required by Clause – 49 of the Listing Agreement with the Stock Exchange.

1. Company's Philosophy on Code of Governance :

The basic philosophy of Corporate Governance of the Company is to achieve business excellence and dedicate itself to increasing long-term shareholders value, keeping in view the need and interest of all its stakeholders' viz. customers, shareholders, employees, regulatory bodies, vendors, bankers etc.

2. Board of Directors :

- **Composition and size of the Board :**

The present strength of the Board is Seven (7) Directors. The Board comprises of three (3) Executive and four (4) Non-Executive Directors representing the optimum combination of professionalism, knowledge and business experience. The members of the Board are acknowledged as leading industrialists and professionals in their respective fields. The Board is headed by Shri S.V. Kabra, Executive Chairman.

The Non-Executive Directors bring independent judgement in the Board's deliberations and decisions and constitute more than half of the total number of Directors.

- **Board Meeting and Attendance :**

Five (5) Board Meetings were held during the financial year 2012-13 on 29th May, 2012, 13th August, 2012, 5th October, 2012, 3rd November, 2012 and 13th February, 2013.

The information as required under Annexure I to Clause 49 of the Listing Agreement was made available to the Board.

Details of Composition, Status, Attendance at the Board Meetings and the Last Annual General Meeting, Number of other directorship and other committee position held :

Sr. No.	Name of the Director	Position / Status	Attendance at		As on 31 st March, 2013		
			Board Meeting	Last AGM held on 30/08/12	Number of External Directorship held #	Number of Membership / Chairmanship in Board Committee across all the Company	
			Member	Chairman		Member	Chairman
1.	Shri S. V. Kabra \$	Executive Not Independent	05	Yes	05	02	-
2.	Shri S. N. Kabra \$	Executive Not Independent	04	Yes	04	-	-
3.	Shri A.S. Kabra €	Executive Not Independent	04	Yes	05	-	-
4.	Shri H. S. Sanwal	Non-Executive Independent	05	No Δ	07	-	04 *
5.	Shri M. P. Taparia	Non-Executive Independent	04	No Δ	07	-	03
6.	Shri Y.B. Desai	Non-Executive Independent	05	Yes	02	01	01
7.	Shri N.C. Chauhan	Non-Executive Independent	04	No Δ	02	01	-

\$ Shri S. V. Kabra and Shri S. N. Kabra are Promoters and are relatives within the meaning of Section 6 of the Companies Act, 1956 and Schedule 1-A appended to the said Act.

€ Shri A.S. Kabra is a relative of Shri S.V. Kabra within the meaning of Section 6 of the Companies Act, 1956 and Schedule 1-A appended to the said Act.

Includes directorship held in Private Limited Companies, Foreign Company and Companies formed under Section 25 of the Companies Act, 1956.

* A Committee Member holding Chairmanship of the Audit & Shareholders' Grievance Committee

Δ Shri H S Sanwal could not attend AGM due to medical treatment he was undergoing and was advised complete rest; Shri M P Taparia was held up and could not reach & attend; Shri N C Chauhan also was held up in urgent hospitalization of his close relative.

None of the Director on the Board is a Member on more than ten (10) committees and a Chairman of more than five (5) committees across all the Companies in which they are Directors and the necessary disclosures in this regard have been made by them.

3. Audit Committee :

Terms of Reference:

- The terms of reference of this Committee are wide enough covering the matters specified for Audit Committee under Clause 49 of the Listing Agreement as amended:
- Overseeing of the Company's financial reporting process and disclosure of financial information and financial / risk management policies.
- Review of Quarterly and Annual Financial Statements ensuring compliance with regulatory guidelines before submission to the Board of Directors.
- Review of the adequacy of Internal Control Systems and discussion on significant Internal Audit findings including internal control and weakness, if any.
- Recommend appointment, removal of Statutory Auditors, Cost Auditor & payment of fees to them.
- Review Management Discussion & Analysis of financial condition and results of operation.
- Review areas of operation of internal audit team & their performance.
- Review the Statement of significant related party transaction.
- Review and approve appointment of CFO i.e. whole time finance director or any other person heading and discharge the finance function

Committee Composition :

The Committee comprise of three (3) Directors who are eminent professionals having expertise in the field of Finance, Accounts, Corporate Law and Business Management.

Name of Members	Status	Qualification	Position in Committee	Meetings Attended
Shri H. S .Sanwal	Non-Executive Independent	M.Com, L.L.M.,F.C.S.,F.C.I.S. (London), F.C.C.S. (London)	Chairman	04
Shri Y. B. Desai	Non-Executive Independent	B.A.(Hons), CAIIB	Member	04
Shri N. C. Chauhan	Non-Executive Independent	B.Com (Hons),, L.L.B., CAIIB.	Member	03

Meeting and Attendance:

- The Audit Committee meetings were held four (4) times during the financial year 2012-13 on 29th May, 2012, 13th August, 2012, 3rd November, 2012 and 13th February, 2013.
- The Chairman of the Audit Committee Shri H. S. Sanwal could not remain present at Annual General Meeting held on 30.08.2012 due to hospitalization and follow-up treatment and was advised complete rest.
- Quorum of the Committee is two (2) Independent Directors as Members.
- Chief Finance Officer and Statutory Auditors are permanent invitees at the meeting. The Company Secretary acts as a Secretary to the Committee.
- Minutes of each Audit Committee Meeting are placed before the Board Meeting.

4. Remuneration Committee, Policy and Details of remuneration to all the Directors :

Non-Executive Directors were paid sitting fees of ₹ 20,000/- for each meeting of the Board and Audit Committee and ₹ 10,000/- for each meeting of Shareholders' / Investors' Grievances Committee thereof attended by them. Total Sitting Fees paid to Non-Executive Directors during the financial year 2012-13 is ₹ 6,20,000/-

Non-Executive Directors were not paid any remuneration except sitting fees. The Company has no Stock Option Scheme for any of its Directors. In view of above, the Board has not felt the need for a separate Remuneration Committee.

Remuneration paid to Shri S. V. Kabra – Chairman & Managing Director, Shri S. N. Kabra – Vice-Chairman & Managing Directors and Shri A. S. Kabra - Technical Director is as under:

(Amount in ₹)

Name of the Director	Basic Salary & HRA	Contribution to P.F. & Other Funds	Other Perquisites	Total
Shri S. V. Kabra	36,00,000	2,88,000	31,249	39,19,249
Shri S. N. Kabra	36,00,000	2,88,000	2,29,131	41,17,131
Shri A. S. Kabra	36,00,000	2,94,492	3,60,000	42,54,492
Total	1,08,00,000	8,70,492	6,20,380	1,22,90,872

5. Shareholders'/Investors' Grievance Committee :

Shareholders'/ Investors' Grievance Committee, specifically looks into redressal of Shareholders' and Investors' Complaints regarding transfer of shares, non-receipt of Dividend warrants and Annual Reports.

Name of the Non-Executive Director heading the Committee : Shri Haridas S. Sanwal

Name and Designation of the Compliance Officer : Shri Y. D. Sanghavi

Nature & Status of Shareholders Correspondence:

The Company has received 63 letters during the period from 1st April, 2012 to 31st March, 2013 as described herein below:

Sr. No.	Nature of Correspondence	Received	Disposed
1.	Non-receipt of dividend warrants already posted / Revalidation of Dividend Warrants	46	46
2.	SEBI & Stock Exchange Letters	--	--
3.	Change of Address	07	07
4.	Change / Noting / Cancellation of Bank Mandate	03	03
5.	Transmission / Name Deletion	06	06
6.	Non-receipt of Transferred Shares & Others	01	01
Total		63	63

Your Company is making all attempts to redress grievances to the full satisfaction of the Shareholders. Except for pending disputed case, all valid transfers have been processed and no complaints pending in that behalf.

6. General Body Meetings :

Particulars of the venue and time where last three (3) Annual General Meeting (AGM) were held:

Financial Year Ended	AGM Date	Venue	Time
31-03-2010	06-08-2010	Hotel Karl Residency, 36, Lallubhai Park Road, Andheri (West), Mumbai – 400 058	2:00 P. M.
31-03-2011	30-08-2011	- do -	2:00 P. M.
31-03-2012	30-08-2012	- do -	2:00 P. M.

Postal Ballot:

No resolution was passed through postal ballot under the provision of Section 192A of the Companies Act, 1956, and the Companies (Passing of Resolutions by Postal Ballot) Rules, 2001.

At the ensuing Annual General Meeting also, no resolution is proposed to be passed through postal ballot.

The postal ballot exercise shall be conducted from time to time in terms of the provisions referred above in respect of matters where applicable.

7. Disclosures :

- The Company do enter into transactions with concerns in which some of the Directors of the Company are deemed to be concerned / interested. However, these transactions are in the ordinary course of the Company's business. Directors have regularly made full disclosures to the Board of Directors regarding

the nature of their interest in such concerns. Full particulars of the contract entered with such concerns in which Directors are directly or indirectly concerned or interested are recorded in the Register of Contracts maintained under Section 301 of the Companies Act, 1956 and the same is placed in every Meeting of Directors, for the noting and approval by the Board.

Particulars of the Related Party Transactions have been disclosed in Note No. 28 of the accounts.

ii. Details of non-compliance by the Company, Penalties/Strictures imposed on the Company by Stock Exchange(s) or Securities Exchange Board of India (SEBI) or any other statutory authority or any matters related to Capital Markets.

There are no penalties or strictures imposed on the company by the Stock Exchanges or SEBI or any statutory authorities relating to the above.

There were no instances of non-compliance of any matter related to the capital market during the last three (3) years.

8. Means of Communication :

Quarterly/Half yearly results are not sent to each shareholder as the same are published in leading English & Marathi newspapers.

Quarterly, Half Yearly and Annual Financial Results of the Company are sent to the Stock Exchange immediately after they have been approved by the Board. These Results are published in the prominent newspapers viz. The Economic Times (English) & Maharashtra Times (Marathi) respectively.

As per the requirement of Clause 54 of the Listing Agreement, all the data related to Quarterly, Annual Financial Results, Shareholding Pattern etc. are uploaded and also updated on company's website.

Management Discussion and Analysis Report forms part of the Annual Report.

9. General Shareholders Information:

Annual General Meeting –

Day, Date & Time

: Tuesday, 27th August, 2013 at 2:00 p.m.

Venue

: Hotel Karl Residency, 36, Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai - 400 058

Date of Book Closure

: Tuesday, 20th August, 2013 to Tuesday, 27th August, 2013 (both days inclusive)

Dividend Payment Date

: On or after 2nd September, 2013

Reporting of Unaudited / Audited Financial Results : In respect of Financial Year 2013-2014 from 1st April, 2013 to 31st March, 2014

(a) First Quarter Results : Before 14th August, 2013

(b) Second Quarter Results with half Yearly results : Before 14th November, 2013

(c) Third Quarter Results : Before 14th February, 2014

(d) Audited Results for the year ended 31st March, 2014 : Audited Results within 60 days from year end on or before 30th May, 2014

(e) Annual General Meeting (For the year 2013-2014) : Tentatively by August, 2014

LISTING ON STOCK EXCHANGE

Name	Address	Stock Code
BSE Ltd. (BSE)	Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai – 400 001	524109
National Stock Exchange of India Ltd. (NSE)	Exchange Plaza, Plot no. C/1, G-Block, Bandra-Kurla Complex, Bandra (E) Mumbai - 400 051	KABRAEXTRU

Annual Listing Fees for the Financial Year 2013-2014 have been paid to the above Stock Exchanges.

The Company has made payment of Custodian Charges for the financial year 2013-2014 to National Securities Depository Ltd., and Central Depository Services (India) Ltd.

Stock Market Data: Monthly High/Low price of the Equity Shares of the Company during the financial year 2012-2013 with the volume traded.

Month	BSE Ltd			National Stock Exchange of India Ltd		
	High (₹)	Low (₹)	Volume	High (₹)	Low (₹)	Volume
April, 2012	38.35	34.00	50368	38.50	33.50	49484
May, 2012	38.70	33.20	32196	39.85	32.30	40949
June, 2012	36.00	32.00	44495	36.80	31.40	49743
July, 2012	38.00	33.10	77568	37.80	33.00	166709
August, 2012	36.00	30.05	29981	36.70	29.80	73432
September, 2012	34.00	30.10	39801	34.00	30.00	60697
October, 2012	36.25	31.20	144289	36.45	31.55	175211
November, 2012	36.75	31.75	94826	36.35	31.40	145535
December, 2012	39.00	32.10	94293	39.50	32.10	129127
January, 2013	34.35	30.10	81201	33.95	30.45	67147
February, 2013	32.00	28.00	52413	32.25	26.50	46374
March, 2013	31.30	26.50	63541	31.05	26.30	70602

Performance of share price of your Company in comparison to BSE Sensex for the Financial Year is presented in GRAPH on inside front cover page.

Dematerialisation of Shares & Liquidity	82.70% of the equity shares have been dematerialized till 31 st March, 2013 out of 31902320 Equity Shares.
Registrar & Transfer Agent	M/s. Sharepro Services (India) Pvt. Ltd., a SEBI Registered Transfer Agent are attending to all the work related to Share Registry in terms of both Physical and Electronic Mode.
Address of the Transfer Agent	Plot No. 13AB, Samhita Warehousing Complex, Sakinaka Telephone Exchange Lane, Sakinaka, Andheri (East), Mumbai – 400072
Contact Details	Tel.: 022-67720300 / 400 Fax.: 022-28591568 / 28508927 Email: sharepro@shareproservices.com
Share Transfer System	Trading in Company's Shares on the Stock Exchange takes place in electronic form. Physical shares lodged for transfer and other related requests are processed by the said Transfer Agent and the same are approved by the Company.

Distribution of Shareholding as on 31st March, 2013:

No. of Equity Shares	Number of Shareholders	% of Shareholders	Number of Shares	% of Shares
Upto – 1000	6242	83.64	2157617	6.76
1001-2000	618	8.28	948104	2.97
2001-4000	318	4.26	974001	3.05
4001-6000	96	1.29	479742	1.51
6001-8000	54	0.72	392538	1.23
8001-10000	29	0.39	265978	0.83
10001-20000	53	0.71	799435	2.51
Above 20001	53	0.71	25884905	81.14
TOTAL	7463	100.00	31902320	100.00

Reconciliation of Share Capital Audit Report:

Reconciliation was carried out every quarter and the report thereon were placed before the Board of Directors and submitted to the Stock Exchanges. The audit interalia confirms that the total listed and paid-up share capital of the Company is in agreement with the aggregate of the total number of shares in dematerialized form and total number of shares in physical form.

Shareholding in Physical and Electronic mode as on 31st March, 2013

Mode of Holding	Number of Shareholders	% of Shareholders	Number of Shares	% of Shares
Physical	829	11.11	5519632	17.30
Electronic	6634	88.89	26382688	82.70
TOTAL	7463	100.00	31902320	100.00

Category of Shareholders as on 31st March, 2013

Sr. No.	Category	Number of Shares	% of Shareholding	Number of Shareholders	% of Shareholders
1.	Promoters	17728865	55.57	11	0.15
2.	Public Financial Institutions, Banks & Insurance Companies	6800	0.02	04	0.05
3.	Private Corporate Bodies	860765	2.70	240	3.22
4.	NRIs / OCBs	5045854	15.82	94	1.26
5.	Indian Public & Others	8260036	25.89	7114	95.32
	TOTAL	31902320	100.00	7463	100.00

None of the Non-Executive Directors are holding any equity shares of the Company as on 31st March, 2013:

- Details of use of Public Funds obtained in last three years** : No funds have been raised from public in last three years
- Outstanding GDRs / ADRs / Warrants or any Convertible Instruments, its date of conversion and likely impact on Equity** : There are no outstanding instruments and hence there will be no dilution of the equity
- Plant Location** : (i) Kabra Industrial Estate, Kachigam, Daman – 396210
(ii) 259/260/265 (III), Coastal Highway, Dunetha – 396210
- Registered Office** : Kolsite House, Off. Veera Desai Road, Andheri (West), Mumbai–400053 Tel.:022-26734822-24 Fax:022-26735041

Details of Dividends paid & their respective due dates for transfer of unclaimed dividend to Investors Education & Protection Fund are as under:

Date of Declaration of Dividend at AGM	Dividend for the Financial Year	Rate of Dividend	Month & Year of transfer to the Fund
11 th August, 2006	2005-2006	40%	September, 2013
17 th August, 2007	2006-2007	45%	September, 2014
15 th July, 2008	2007-2008	60%	August, 2015
06 th August, 2009	2008-2009	60%	September, 2016
06 th August, 2010	2009-2010	70%	September, 2017
30 th August, 2011	2010-2011	35% **	October, 2018
30 th August, 2012	2011-2012	20% **	October, 2019

** on Equity Shares with face value of ₹ 5/- each & on post bonus capital

Unclaimed Suspense Account

In compliance with SEBI directives, the Company had already sent three reminders to all the shareholders who have not claimed their Shares Certificates issued upon sub-division and bonus during Financial Year 2010-11. The Company has re-delivered share certificates to all those claimants who have responded to the request made. Members are requested to note that in terms of Clause 5A of the Listing Agreement with the Stock Exchanges, the Company has to transfer all such undelivered/unclaimed shares into one folio in the name of "Unclaimed Suspense Account" and has to dematerialize such shares. All corporate benefits in terms of securities accruing on such shares shall be credited to such suspense account and voting rights on such shares shall remain frozen till the rightful owner claims such shares.

Address for Correspondence: Members holding shares in physical form are requested to lodge their application for share transfer, transmission and request for changes, if any, in their addresses, bank account and mandate etc. to M/s. Sharepro Services (India) Pvt. Ltd., Plot No. 13AB, Samhita Warehousing Complex, 2nd Floor, Sakinaka Telephone Exchange Lane, Sakinaka, Andheri (East), Mumbai – 400 072, and for their query on Annual Report and Dividend members are requested to write to the Company at Kolsite House, Off. Veera Desai Road, Andheri (West), Mumbai – 400 053.

Designated email id for investors : ket_sd@kolsitegroup.com

Company identification number : L28900MH1982PLC028535

ISIN : INE900B01029

Declaration on Compliance of the Company's Code of Conduct :

The Company has framed a Code of Conduct for the Members of the Board of Directors and the Senior Management personnel of the Company pursuant to Clause 49 of the Listing Agreement with Stock Exchanges to further strengthen corporate governance practice in the Company. They have affirmed compliance with the said code.

For and on behalf of the Board

Place : Mumbai

Date : 29th May, 2013

S. V. Kabra

Chairman & Managing Director

Compliance of Conditions of Corporate Governance

This section of the report together with the information given under Management Discussion and Analysis and brief resume of Directors proposed to be re-appointed constitute a detailed Compliance Report on Corporate Governance.

The Company has complied with mandatory requirements of Corporate Governance. The Board would review implementation of Non-Mandatory requirements.

Auditors' Certificate regarding compliance of conditions of Corporate Governance is annexed to this report.

For and on behalf of the Board

Place : Mumbai

Date : 29th May, 2013

S. V. Kabra

Chairman & Managing Director

Auditors' Certificate

To,
The Members of Kabra Extrusiontechnik Limited
We have examined the compliance of conditions of Corporate Governance by Kabra Extrusiontechnik Limited, for the year ended on 31st March, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

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

For Kirtane & Pandit
Chartered Accountants
(Firm Registration Number: 105215W)

Kishor B Phadke
Partner
Membership No: 42296

Brief Resume of Directors proposed to be re-appointed:

Name	Shri Yagnesh B. Desai	Shri Nihalchand C. Chauhan	Shri Satyanarayan G. Kabra	Shri Anand S. Kabra
Age	72 Years	77 Years	70 Years	39 Years
Qualification	B. A. (Hons), CAIIB	B. Com (Hons), LL.B., CAIIB	B.E. (Mechanical)	B.E. (Mechanical) MBA – FMB
Experience	<ul style="list-style-type: none"> Over 37 years in Banking Sector Served with SBI & Exim Bank in various capacities including as Managing Director of Export Import Bank of India 	<ul style="list-style-type: none"> Over 47 years of Professional banking and 7 years as Consultant; 19 years with State Bank of India – Commercial & International Banking; 21 years with Arab Monetary Fund – Abu Dhabi 	<ul style="list-style-type: none"> Over 47 years in business and industry Promoters of Kolsite Group of Companies 	Over 13 years in business and industry
Nature of Expertise	<ul style="list-style-type: none"> General Banking International Banking and Trade Finance 	<ul style="list-style-type: none"> Banking and Finance; Investment Policy and Portfolio Management 	<ul style="list-style-type: none"> Management and Control of Business and Industrial Houses 	<ul style="list-style-type: none"> Management of Business Affairs & Project Execution Expertise in Strategy, Growth, Procurement & Information Technology
Names of Other Companies in which holds Directorship	<ul style="list-style-type: none"> Dishman Pharmaceuticals & Chemicals Ltd. Deutsche Trustee Services (India) Pvt. Ltd. 	<ul style="list-style-type: none"> IBS Forex Ltd. Supreme Petrochem Ltd. 	<ul style="list-style-type: none"> Plastiblends India Ltd. Smartech Global Solutions Ltd. Kabra Gloucester Engineering Ltd. Kolsite Packaging Systems Pvt. Ltd. 	<ul style="list-style-type: none"> Plastiblends India Ltd. Smartech Global Solutions Ltd. Kabra Gloucester Engineering Ltd. Kolsite Packaging Systems Pvt. Ltd. Gloucester Engineering Co. USA
Name of the other Companies in which holds committee position	<ul style="list-style-type: none"> Dishman Pharmaceuticals & Chemicals Ltd. Deutsche Trustee Services (India) Pvt. Ltd. 	<ul style="list-style-type: none"> Supreme Petrochem Ltd. 	<ul style="list-style-type: none"> None 	<ul style="list-style-type: none"> None

AUDITORS' REPORT TO THE MEMBER'S OF KABRA EXTRUSIONTECHNIK LIMITED

Report on the Financial Statements

We have audited the accompanying Balance Sheet of KABRA EXTRUSIONTECHNIK LIMITED ("the Company") as at March 31, 2013, the Statement of Profit and Loss for the year ended annexed thereto and the Cash Flow Statement for the year ended on that date and 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 flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("the Act"). 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 Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatement.

An audit involves performing procedures to obtain evidence supporting the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company, preparation and presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at 31 March, 2013;
- b. in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. Further to our comments in the Annexure referred to in paragraph (1) above, 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 appears from our examination of such 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) so far as appears from our scrutiny of books of account and other records, we are of the opinion that the Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this report 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 the 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 Kirtane & Pandit
 Chartered Accountants
 (Firm Registration Number: 105215W)

Kishor B Phadke
 Partner
 Membership No: 42296

Mumbai, May 29, 2013

Annexure to the Auditors' Report

Annexure referred to in our report to the Members of Kabra Extrusiontechnik Ltd ('the Company'), for the year ended March 31, 2013. We report that,

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- (b) As explained to us, fixed assets are physically verified by the management at reasonable intervals, in a phased verification programme, which, in our opinion, is reasonable, looking to the size of the company and nature of its business.
- (c) During the year, the Company has disposed some of its fixed assets. In our opinion and according to the information and explanations given to us, fixed assets disposed off were not substantial and therefore has not affected the going concern assumption.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and adequate, considering the size of the company and the nature of its business.
- (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 is maintaining proper records of Inventory. The discrepancies noticed on physical verification of inventory as compared to the book records have been properly dealt with in the books of accounts.
- (iii) (a) The Company has, during the year, granted Inter Corporate Deposit to one Company, covered in the register maintained under Section 301 of the Companies Act, 1956. The Maximum amount involved is ₹ 3,00,00,000/- and the year end balance is ₹ 3,00,18,082/- (including interest)
- (b) In our opinion and according to information and explanations given to us, the rate of interest and other terms and conditions of loan given by the Company are not *prima facie* prejudicial to the interest of the company.
- (c) The above referred Inter Corporate Deposit and interest thereon has not fallen due as on March 31, 2013.
- (d) There is no repayment schedule specified and there is no overdue amount in excess of ₹ One Lac.

- (e) The Company has accepted unsecured loan, from 2 parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount outstanding at any time during the year was ₹ 2,23,50,000/- & year-end balance is ₹ 23,50,000/-
- (f) In our opinion and according to information and explanations given to us, the rate of interest and other terms and conditions of loan accepted by the company, are not *prima facie* prejudicial to the interest of the company.
- (g) The principal & interest is repayable as per agreed terms and there are no overdue amounts in respect of said loans and interest there on.
- (iv) 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 inventory and fixed assets and for the sale of goods and service. We have neither come across nor have been informed of any major weaknesses in the internal control system in the aforesaid areas.
- (v)
 - (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements that are required to be entered in the register in pursuance of Section 301 of the Companies Act, 1956 have been so entered.
 - (b) In our opinion and according to information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of ₹ Five Lacs with any parties during the year have been made at prices, which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) The Company has not accepted any deposits from the public. Accordingly, paragraph 4(vi) of the Order (as amended) is not applicable.
- (vii) On the basis of internal audit reports broadly reviewed by us, we are of the opinion that, the company has an adequate internal audit system commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956 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.
- (ix)
 - (a) According to records of the company, undisputed statutory dues including provident fund, Investors Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales tax, Wealth tax, Service tax, Customs Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanation given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as at March 31, 2013 for the period of more than six months from the date of becoming payable.
 - (b) The disputed statutory dues aggregating ₹ 124.47 lacs that have not been deposited on account of disputed matters pending before appropriate authorities are as under:

Sr. No.	Name of the statute	Nature of the dues	Amount (₹ in Lacs)	Period for which the amount relates	Forum where the dispute is pending
1.	Finance Act 1994	Service Tax	124.47	Various years from 2006-07 to 2010-11	Commissioner of central excise (Appeals)

- (x) The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the provision of clause 4(xii) of the Order (as amended) is not applicable.

- (xiii) In our opinion and according to the information and explanations given to us, the Company is not a chit fund or a nidhi mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Order (as amended) are not applicable.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Order (as amended) is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion, the term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, the Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, paragraph 4(xviii) of the Order (as amended) is not applicable.
- (xix) According to the information and explanations given to us, during the year, the company has not issued debentures. Accordingly, paragraph 4(xix) of the Order (as amended) is not applicable.
- (xx) As the Company has not raised any money by way of public issue, disclosure requirement of the end use of money raised by public issue does not apply to the Company.
- (xxi) During the course of our examination of the books and records of the Company and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the course of our audit, nor we have been informed of such case by the Management

For Kirtane & Pandit
 Chartered Accountants
 (Firm Registration Number: 105215W)

Kishor B Phadke
 Partner
 Membership No: 42296

Mumbai, May 29, 2013

BALANCE SHEET AS AT MARCH 31, 2013

(₹ In Lacs)

Particulars	Note No.	As at 31 March 2013	As at 31 March 2012
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share capital	2	1,595.12	1,595.12
(b) Reserves and Surplus	3	10,425.36	9,712.42
(2) Non-Current Liabilities			
(a) Deferred Tax Liabilities (Net)	30	564.44	550.06
(3) Current Liabilities			
(a) Short-Term Borrowings	4	1,554.64	1,087.44
(b) Trade Payables		2,286.13	1,749.22
(c) Other Current Liabilities	5	2,240.97	2,268.87
(d) Short-Term provisions	6	1,295.15	1,346.18
		19,961.81	18,309.31
II ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	7	4,189.22	4,252.07
(ii) Intangible Assets	7	781.22	997.65
(b) Non-current investments	8	2,741.70	1,400.27
(c) Long-term loans and advances	9	1,342.08	2,226.34
(2) Current Assets			
(a) Current Investments	10	2,500.00	1,093.17
(b) Inventories	11	5,440.75	5,409.08
(c) Trade Receivables	12	1,556.54	1,965.38
(d) Cash and cash equivalents	13	127.52	161.52
(e) Short-Term loans and advances	14	1,282.78	803.83
		19,961.81	18,309.31

Notes to Accounts and Significant Accounting Policies form an integral part of these Financial Statements

As per our report of even date

for Kirtane & Pandit

Chartered Accountants

Firm Registration No. : 105215W

For and on behalf of the Board

S. V. KABRA

(Chairman & Mg. Director)

S. N. KABRA

(Vice Chairman & Mg. Director)

A. S. KABRA

(Technical Director)

H. S. SANWAL

(Director)

Kishor B. Phadke

(Partner)

Membership No. : 42296

J. SARPOTDAR

(Chief Finance Officer)

(Director)

M. P. TAPARIA

(Director)

Y. B. DESAI

(Director)

Y. D. SANGHAVI

(Company Secretary)

N. C. CHAUHAN

(Director)

Mumbai, 29th May, 2013Mumbai, 29th May, 2013

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2013

(₹ in Lacs)

Sr. No.	Particulars	Note No.	For the year ended 31 March 2013	For the year ended 31 March 2012
I.	Revenue from operations	15	17,994.15	19,082.98
II.	Other income	16	505.16	416.72
III.	Total Revenue (I + II)		18,499.31	19,499.70
IV.	Expenses:			
	Cost of materials consumed	17	11,846.80	12,171.90
	(Increase)/decrease in inventories of finished goods, work in progress	18	(68.50)	550.50
	Employee benefits expense	19	1,767.36	2,019.91
	Finance costs	20	277.81	100.49
	Depreciation and amortization expense	7	583.94	465.31
	Other expenses	21	2,808.01	2,932.67
V.	Total Expenses		17,215.42	18,240.78
VI.	Profit before Tax (III-V)		1,283.89	1,258.92
VII.	Tax expense:			
	(1) Current tax (including wealth tax)		(240.70)	(291.10)
	Less : MAT Credit		57.38	-
	(2) Deferred tax		(14.38)	(43.58)
	(3) Excess provision of earlier years		-	76.47
VIII.	Profit / (Loss) for the period from continuing operations (VI-VII)		1,086.18	1,000.71
IX.	Profit / (Loss) for the period		1,086.18	1,000.71
	Number of Equity shares		31902320	31902320
X.	Earnings per equity share: Basic & Diluted (in ₹)		3.40	3.14

Notes to Accounts and Significant Accounting Policies form an integral part of these Financial Statements

As per our report of even date
for Kirtane & Pandit
Chartered Accountants
Firm Registration No. : 105215W

For and on behalf of the Board
S. V. KABRA **S. N. KABRA**
(Chairman & Mg. Director) (Vice Chairman & Mg. Director)

Kishor B. Phadke
(Partner)
Membership No. : 42296

J. SARPDOTDAR **M. P. TAPARIA**
(Chief Finance Officer) (Director)

Y. D. SANGHAVI **N. C. CHAUHAN**
(Company Secretary) (Director)

Y. B. DESAI
(Director)

Mumbai, 29th May, 2013

Mumbai, 29th May, 2013

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2013

PARTICULARS	(₹ in Lacs)	
	2012- 2013	2011-2012
(A) Cash Flow from Operating Activities		
Net Profit Before Tax & Extra-ordinary Items	1,283.89	1,258.93
Add : Adjusted for		
Depreciation	583.94	465.31
Loss on Sale of Fixed Assets	7.83	15.16
Interest Paid	277.81	100.54
	2,153.47	1,839.94
Less : Interest Income	106.22	116.16
Surplus on Sale of Assets	0.13	0.08
Surplus on Sale of Investment	300.42	216.99
Dividend Received	83.85	83.06
Operating Profit Before Working Capital changes	1,662.85	1,423.65
Add/(Less) : Increase/(Decrease) in Current Liabilities	508.93	(1,220.21)
Increase/(Decrease) in Provision	29.98	65.56
	2,201.76	269.00
Add/(Less) : Increase/Decrease in Inventories	(31.67)	373.01
Increase/Decrease in Receivables	408.84	47.80
Increase/Decrease in Current Assets	(207.09)	(976.31)
	2,371.84	(286.50)
Less : Income Tax Paid	324.18	239.13
	2,047.66	(525.63)
(B) Cash Flow from Investing Activities		
Purchase of Fixed Assets	(316.81)	(1,243.99)
Sales of Assets	4.46	13.24
Investment Made	(3,668.05)	(2,822.91)
Movement from Loans & Advances	969.77	-
Sale of Investments	1,220.21	4,705.15
Interest Received	106.22	116.16
Dividend Received	83.85	83.06
Net Cash generated/used in investing activities	(1,600.35)	850.71
(C) Cash Flow from Financing activities		
Increase/(Decrease) in Secured/Unsecured loans (Working capital)	467.20	485.12
Inter Corporate Deposit made/Refund	(300.00)	-
Interest paid	(277.81)	(100.54)
Dividends Paid	(370.70)	(645.21)
Net Cash from financing activities	(481.31)	(260.63)
Net Increase in cash & Cash Equivalents A+B+C	(34.00)	64.45
Add : Cash & Cash equivalents at the beginning of the year	161.52	97.08
Cash & Cash equivalents at the close of the year	127.52	161.53

As per our report of even date

for Kirtane & Pandit

Chartered Accountants

Firm Registration No. : 105215W

Kishor B. Phadke

(Partner)

Membership No. : 42296

Mumbai, 29th May, 2013

For and on behalf of the Board

S. V. KABRA

(Chairman & Mg. Director) (Technical Director)

A. S. KABRA

(Company Secretary)

J. SARPOTDAR

(Chief Finance Officer)

Y. D. SANGHAVI

(Company Secretary)

Mumbai, 29th May, 2013

NOTES TO ACCOUNTS

NOTES TO ACCOUNTS FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2013 AND STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2013

1. Significant Accounting Policies

A. Basis of Accounting

The financial statements are prepared on an accrual basis in accordance with generally accepted accounting principles under the historical cost convention.

B. Fixed Assets, Depreciation

Tangible Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost includes all expenditure necessary to bring the asset to its working condition for its intended use. Borrowing cost attributable to acquisition and installation of fixed assets are capitalised and included in cost of fixed assets.

Intangible Fixed Assets and amortization

Intangible assets have finite useful lives and are amortized over their expected useful economic lives.

Depreciation and amortisation on fixed assets is computed on the straight-line method at rates prescribed under Schedule XIV of the Companies Act, 1956. Technical know-how is amortised over useful life of the underlying assets.

C. Investments

Long term investments are carried at cost less any permanent diminution in value (if any), determined separately for each individual investment.

Current investments are carried at lower of cost or quoted/fair value determined separately for each individual investment.

D. Current Assets:

a. Inventories

Raw Material, Components and Work in progress are valued on FIFO basis, at cost or market value whichever is less, and is net of CENVAT & VAT (Finished goods are valued at cost or market value, whichever is less & is inclusive of Central excise duty there on.) Cost includes cost of conversion and other costs incurred in bringing the inventories at their present location and condition. Cost of conversion for the purpose of valuation of WIP and finished goods includes fixed and variable production overheads incurred in converting the material into their present condition and location.

b. Sundry Debtors, Loans & Advances are stated after making adequate provisions for doubtful debts, if any.

E. Revenue Recognition

Revenue comprises sale of Plastic Processing Machines & Spare parts, DEPB, SHIS License, Services, Labour Charges, Traded items, interest and dividend. Revenue in respect of sale of goods is recognised at the time of despatch of goods from factory. Revenue is disclosed exclusive of sales tax, service tax, VAT or other taxes, as applicable.

Income from Investment

- i) Dividend income is recognized when the Company's right to receive dividend is established.
- ii) Interest is accrued over the period of investment.

F. Foreign Currency Transactions

Transactions in foreign currencies are normally recorded at the exchange rate prevailing on the date on which transaction occurred. Outstanding balances of foreign currency monetary items are reported using the period end rates. Exchange differences arising as a result of the above are recognised as income or expense in the profit and loss account except the following.

In pursuance to notification no G.S.R 225 (E) 31.03.2009 issued by the Ministry of Corporate Affairs for amending Accounting Standard 11 "The Effects of Changes in Foreign Exchange Rates", the Company has opted the option of capitalising Foreign Exchange gain/loss on long term foreign currency monetary assets.

G. Payments & Benefits to Employees

- (a) Short term employee benefits are recognized as an expense in the Profit and Loss account of the year in which the employee has rendered services.
- (b) Post employment and other long term benefits are recognized as an expense in the Profit and Loss account of the year in which the employee has rendered services. The expense is recognized at the present value of the amounts payable determined using actuarial valuation. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Profit and Loss account.

H. Operating Lease

Assets acquired on lease where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating lease. Lease rentals are charged off to the profit and loss account as incurred.

I. Tax Expense

Current tax is measured after taking into consideration, the deductions and exemptions admissible under the provisions of the Income Tax Act, 1961.

Deferred tax is accounted for by computing the tax effect of timing differences which arise between book profits and tax profits and is accounted for at current rates of tax. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

J. Provisions and Contingent Liabilities

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

2. SHARE CAPITAL

(A) Authorised, Issued, Subscribed and Paid-up Share Capital and Par Value Per Share (₹ in Lacs)

Particulars	As at 31 March 2013	As at 31 March 2012
Authorised Share Capital		
40000000 equity shares of ₹ 5/- each	2,000.00	2,000.00
(Previous year 40000000 equity shares of ₹ 5/- each)		
Issued, Subscribed & Fully Paid up Share Capital		
31902320 equity shares of ₹ 5/- each	1,595.12	1,595.12
(Previous year 31902320 equity shares of ₹ 5/- each)		
	1,595.12	1,595.12

Of the above shares 23180160 share of ₹ 5/- each were allotted as fully paid up bonus shares without payment being received in cash.

(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

Particulars	As at 31 March 2013	As at 31 March 2012
No of shares outstanding as at the beginning of the year	31902320	31902320
No of shares outstanding as at the end of the year	31902320	31902320

The company has only one class of share having par value of ₹ 5/-
Each holder of equity share is entitled to one vote per share.

(C) Shares in the company held by each shareholder holding more than 5% shares

Name of the share holder	2012-13		2011-12	
	Number of shares held in the company	% of shares held	Number of shares held in the company	% of shares held
Anand Kabra	2557018	8.02	2557018	8.02
Satyanarayan G Kabra	2073528	6.50	2073528	6.50
Saritadevi S Kabra	1670988	5.24	1670988	5.24
Varun S Kabra	1670884	5.24	1670884	5.24
Battenfeld Extrusionstechnik GmbH	3600000	11.28	3600000	11.28
Kolsite Corporation LLP	6055459	18.89	-	-
Mahashree Plastic Industries Pvt Ltd	-	-	4939750	15.49

(₹ in Lacs)

Particulars	As at 31 March 2013	As at 31 March 2012
3. RESERVES AND SURPLUS		
Capital Reserves	12.69	12.69
Securities Premium Reserve	594.14	594.14
General Reserve		
Opening balance	4,499.10	4,399.00
Add - Transferred from Statement of Profit & Loss	109.00	100.10
Closing Balance	4,608.10	4,499.10
Profit & Loss Account		
Opening balance	4,606.49	4,076.65
Add - Profit for the year	1,086.18	1,000.71
Less - Transferred to General Reserve	109.00	100.10
Proposed Dividend	319.02	319.02
Tax on proposed Dividend	54.22	51.75
Balance carried forward	5,210.43	4,606.49
	10,425.36	9,712.42

4. SHORT TERM BORROWING

Loans repayable on demand (Secured)

Cash Credit From Banks

It is secured by first pari - passu charge on entire current assets and further secured by first pari passu charge on entire Fixed assets of the company both present & future)

Bills Discounted

(Above Credit facilities from the said is secured by first pari-passu charge created in its favour on entire Current and Fixed Assets of the company (both Present and Future) and further secured by Equitable Mortgage on first pari passu basis, by deposit of title deeds of Plot of Land situted at Village Kachigam, Daman, belonging to the company)

Loans & advances from related parties

Inter Corporate Deposits (Unsecured)

942.75	785.56
588.39	278.38
23.50	23.50
1,554.64	1,087.44

Note : There is no default, continuing or otherwise, as at the balance sheet date in repayment of any of the above loans.

(₹ in Lacs)

Particulars	As at 31 March 2013	As at 31 March 2012								
5. OTHER CURRENT LIABILITIES										
Current maturities of long term debt										
Foreign Currency Term loan from SBI (Secured)	-	157.50								
(Term loan from State Bank of India was repayable at LIBOR+ 5.25% interest and is secured by hypothecation of machineries installed at Daman plant. The loan was repayable in 60 installments starting from February 2008 and the last installment was paid in January 2013)										
Interest accrued and due on borrowings	-	0.16								
Unpaid/ Unclaimed dividends	28.40	28.32								
Advance from Customers	2,158.56	1,799.23								
Technical Knowhow Fees Payable	-	203.48								
Other payables	54.01	80.18								
	2,240.97	2,268.87								
6. SHORT-TERM PROVISIONS										
Provision for employee benefits (leave encashment)	150.47	143.25								
Proposed Dividend (including dividend distribution tax)	373.24	370.77								
Provision for income-tax (Net)	59.49	142.57								
Provision for wealth-tax	0.70	1.10								
Other provisions	711.25	688.49								
	1,295.15	1,346.18								
7. FIXED ASSETS										
Fixed Assets	GROSS BLOCK				ACCUMULATED DEPRECIATION/AMORTIZATION				NET BLOCK	
	BALANCE AS AT	ADDITIONS DURING THE YEAR	DEDUCTIONS DURING THE YEAR	BALANCE AS AT	DEPRECIATION UPTO	DEPRECIATION FOR THE YEAR	DEPRECIATION ON DEDUCTIONS	BALANCE AS AT	BALANCE AS AT	BALANCE AS AT
	01.04.2012		31.03.2013	31.03.2012				31.03.2013	31.03.2013	31.03.2012
a Tangible Assets										
Land	108.57	-	-	108.57	-	-	-	-	108.57	108.57
Buildings	1,112.99	-	-	1,112.99	353.69	34.50	-	388.19	724.80	759.30
Plant and Equipment	3,876.10	255.36	0.48	4,130.99	1,337.25	181.01	0.12	1,518.15	2,612.84	2,538.85
Furniture and Fixtures	638.09	3.00	-	641.09	181.30	37.10	-	218.40	422.69	456.79
Vehicles	178.10	9.20	38.47	148.83	62.43	16.38	29.45	49.36	99.47	115.67
Office equipment	138.55	1.88	4.70	135.73	39.67	6.54	1.92	44.28	91.44	98.88
Computer	547.61	3.03	-	550.65	373.60	47.66	-	421.26	129.39	174.01
	6,600.01	272.48	43.65	6,828.84	2,347.94	323.19	31.49	2,639.64	4,189.22	4,252.07
b Intangible Assets										
Technical Know - How	1,743.16	44.34	-	1,787.50	745.51	260.75	-	1,006.26	781.22	997.65
	1,743.16	44.34		1,787.50	745.51	260.75	-	1,006.26	781.22	997.65
a+b	8,343.17	316.81	43.65	8,616.34	3,093.45	583.94	31.49	3,645.90	4,970.44	5,249.72

Note : Borrowing Cost Capitalized during the year ended March 31, 2013 is ₹ 9.16 Lacs (Previous year gain of ₹ 29.88 Lacs) in Plant & Machinery

(₹ in Lacs)

Particulars	As at 31 March 2013	As at 31 March 2012
8. NON-CURRENT INVESTMENTS (Valued At cost)		
(A) TRADE INVESTMENTS		
Unquoted Equity and Preference Shares		
Investment in Associates		
(i) 1.5 Lacs Equity shares (of Gloucester Engineering Co. Inc. USA)	926.74	926.74
(ii) 2.17 lacs 8% Compulsorily Convertible Preference Securities in Gloucester Engineering Co. Inc. USA	1,368.05	-
(B) NON TRADE INVESTMENTS		
Investment in Equity Instrument		
Investment in Company (Quoted)		
(i) 15.92 Lacs (31 st March 2012: 19.92 Lacs) Equity shares of ₹ 5/- each in Plastiblends India Ltd.	120.81	140.81
Investment in Co-operative Societies (Unquoted)		
(i) 5 Shares of Royal Twin Co-op Hsg. Soc.Ltd of ₹ 50/- each	0.00	0.00
(ii) 5 Shares of Mohid Park Co-op Hsg. Soc.Ltd of ₹ 50/- each	0.00	0.00
Investment in Mutual Fund (Unquoted)		
(i) 10 Lac Units @ ₹ 10/- each in HDFC FMP 391 days March 2012 (1) Growth	100.00	100.00
(ii) DSP Black Rock Fmp-12M-Series 89	200.00	-
Investment in Debentures and Bonds (Unquoted)		
(i) 2610 tax free bonds in Indian Railway Finance Corp. of ₹ 1000/- each	26.10	26.10
(ii) 200 units in Debentures of Deutsche Investment (India) Pvt Ltd. of ₹ 1,00,000/- each	-	206.62
	2,741.70	1,400.27
Aggregate Investment (Quoted)	120.81	140.82
Aggregate Market value (Quoted)	1,097.02	1,456.30
Aggregate Investment (Unquoted)	2,620.89	1,259.46
9. LONG TERM LOANS AND ADVANCES		
a. Capital Advances		
Unsecured, considered good	1,034.41	1,034.54
b. Security Deposits		
Unsecured, considered good	252.67	167.03
c. Loans and advances		
Secured, considered good		
(i) Term Loan to Gloucester Engineering Co. Inc. USA	-	653.71
(ii) Working Capital Loan to Gloucester Engineering Co. Inc. USA	-	316.06
d. Other loans and advances		
Unsecured, considered good	55.00	55.00
	1,342.08	2,226.34

(₹ in Lacs)

Particulars	As at 31 March 2013	As at 31 March 2012
10. CURRENT INVESTMENTS		
(Valued at lower of Cost and Fair Value, Unless stated otherwise)		
Unquoted		
Investments in Mutual Funds		
(i) 0.69 lac units in SBI SHF-Ultra Short Term Fund - Dividend	-	693.17
(ii) DWS Gilt Fund - Regular Plan - Growth	400.00	-
(iii) ICICI Prudential Income Opportunities Fund	200.00	-
(iv) IDFC Dynamic Bond Fund - Plan B - Growth	400.00	-
(v) Kotak Mahindra Mutual Fund-Kotak Bond Scheme-A	200.00	-
(vi) SBI Dynamic Bond Fund	400.00	-
(vii) Templeton India Short Term Income Plan - Retail - Growth	300.00	-
(viii) 20 Lac Units of ₹ 10/- in ICICI Prudential FMP Series 63 - 1 year plan	200.00	200.00
(ix) Birla Sun Life Dynamic Bond - Retail - Growth - Regular Plan	200.00	-
(x) 19.85 Lac Units of ₹ 10.07 in DWS Premier Bond fund - Premium + Growth	200.00	200.00
	2,500.00	1,093.17
11. INVENTORIES		
a. Raw Materials and Components	3,431.32	3,468.14
b. Work-in-progress	2,009.43	1,874.76
c. Finished Goods	-	66.18
	5,440.75	5,409.08
12. TRADE RECEIVABLES		
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	1,269.99	1,688.78
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	286.55	276.60
	1,556.54	1,965.38
Trade Receivable stated above include debts due by:		
Directors *	-	-
Officers & employees	-	-
Firm in which director is a partner *	5.25	4.32
Private Company in which director is a member	-	-
	5.25	4.32
13. CASH AND CASH EQUIVALENT		
a. Balances with banks		
Earmarked Balances (Unpaid Dividend Accounts)	28.40	28.32
Margin money	46.53	46.52
b. Cash on hand	1.62	0.58
c. Others - Balance in Current Account	32.48	79.42
d. Balance in Cash Credit Account	18.49	6.68
	127.52	161.52

(₹ in Lacs)

Particulars	As at 31 March 2013	As at 31 March 2012
14. SHORT TERM LOANS AND ADVANCES		
Unsecured, considered good		
Advance recoverable in cash or kind	105.89	129.05
Excise duty / Cenvat	160.63	208.06
Advance to suppliers	337.50	365.72
DEPB licence in hand	-	50.14
Loan to vendors	30.62	23.90
Export Incentive receivable	90.76	26.96
L & T Finance Holdings Ltd. - Pref. Issue B Series (Application Money)	200.00	-
MAT Credit Entitlement	57.38	-
Inter Corporate Deposit	300.00	-
	1,282.78	803.83
Particulars	For the Year ended 31 March 2013	For the Year ended 31 March 2012
15. REVENUE FROM OPERATIONS:		
Sale of products	18,639.13	19,795.34
Less: Excise Duty	1,260.37	1,715.48
	17,378.76	18,079.86
Sale of services	261.33	167.17
Other operating revenues	326.51	795.15
Scrap Sale	31.22	45.03
Less: Excise duty	(3.67)	(4.23)
	354.06	835.95
	17,994.15	19,082.98
16. OTHER INCOME		
Interest Income	106.22	116.16
Dividend Income	83.85	83.06
Net gain/loss on sale of investments	300.42	216.99
Other non-operating income (net of expenses directly attributable to such income)	14.67	0.51
	505.16	416.72
17. COST OF RAW MATERIALS AND COMPONENTS CONSUMED		
Inventory at the beginning of the year	3,468.14	3,290.66
Add: Purchases	11,809.98	12,349.39
	15,278.12	15,640.05
Less: Inventory at the end of the year	3,400.33	3,419.54
Stock in Transit	30.99	48.61
	11,846.80	12,171.90
DETAILS OF RAW MATERIALS AND COMPONENTS CONSUMED		
Steel for Barrels	219.90	255.23
Thrust Box (Geared Assembly)	720.99	494.56
Others	10,905.91	11,422.11
	11,846.80	12,171.90

Particulars	(₹ in Lacs)	
	For the Year ended 31 March 2013	For the Year ended 31 March 2012
18. (INCREASE)/DECREASE IN INVENTORIES		
Inventories at the beginning of the year		
Work-in-Progress	1,874.76	2,491.44
Finished Goods	66.17	-
	1,940.93	2,491.44
Inventories at the end of the year		
Work-in-Progress	2,009.43	1,874.76
Finished Goods	-	66.18
	2,009.43	1,940.94
	(68.50)	550.50
19. EMPLOYEE BENEFITS EXPENSES		
Salaries and Wages, bonus and allowances	1,505.54	1,707.64
Contribution to PF, ESIC and Superannuation Fund	135.76	167.28
Gratuity	19.54	70.00
Staff Welfare Expenses	106.52	74.99
	1,767.36	2,019.91
20. FINANCE COST		
Interest Expense	23.78	33.78
Other Borrowing costs	254.03	66.71
	277.81	100.49
21. OTHER EXPENSES		
Rent	242.53	181.89
Insurance	22.90	21.35
Rates and Taxes other than taxes on income	5.35	4.43
Commission on sales	447.58	495.27
Power & Fuel	123.67	114.10
Director's Remuneration & Sitting Fees	129.11	111.73
Net (Gain) / loss on foreign currency transactions/ translation (other than adjusted as finance cost)	-	14.99
Repairs to Building	20.83	194.22
Repairs to Plant & Machinery	81.98	42.57
Travelling (Staff, Directors & Others)	236.14	337.38
Packing charges	278.52	265.37
R & D Expenses	387.87	
Other Expenses	831.53	1,149.37
	2,808.01	2,932.67
22. Capital Commitments –		
Estimated Amount of contracts remaining to be executed on capital account & not provided for is ₹ 1059.78 lacs (Previous year ₹ 31 lacs)		
Other Commitments		
Liability on account of forward contracts entered during the year and are outstanding on March 31, 2013 against forecasted transactions amounting to ₹ NIL (Previous Year ₹ 614.58 lacs)		

23. Contingent Liabilities not provided for:

(₹ in Lacs)

Particulars	31 March 2013	31 March 2012
Bank Guarantee and Counter guarantees / Letter of Credit given by the Company for the guarantees issued by Company's bankers	640.53	354.47
Fixed deposits shown under the head cash and bank balances include deposits pledged with the banks as margins to secure letters of credit and guarantees issued by banks	46.53	46.53
Net amount	594.00	307.94
Disputed income tax demand	Nil	Nil
Excise Matter under dispute appeal by Department	Nil	Nil
Service Tax matter under dispute	124.47	142.37

24. Amount Due to Small, Medium and Micro enterprises:

Company is in process of inviting information from its vendors for their status under "The Small, Medium and Micro Enterprises Development Act 2006", however in absence of any information, no disclosures have been made in this regards.

25. (A) Value of Imported & Indigenous raw materials consumed (including components): (₹ in Lacs)

Particulars	Current Year		Previous Year	
	Value	%	Value	%
Imported(Including custom duty)	1,831.53	15.46	2,483.10	20.40
Indigenous	10,015.27	84.54	9,688.80	79.60
	11,846.80	100.00	12,171.90	100.00

Particulars	Year Ended March 31 (₹ In lacs)	
	2013	2012
(B) CIF Value of Imports:		
Purchase of stores, spares & raw materials	1,615.67	2,162.09
	1,615.67	2,162.09
(C) Earnings in Foreign Currency:		
FOB Value of Exports	6,318.12	6,019.01
Interest	88.26	68.85
(D) Expenditure in Foreign Currency:		
Directors travelling expenses	3.69	7.53
Other travelling expenses	47.15	57.33
Commission	247.13	195.53
Interest on term loan	1.10	11.60
Sales Promotion	11.88	9.27
Technical Knowhow	219.10	370.76
	530.05	652.02

(E) Remittance in foreign currency on account of dividend to non-resident shareholders

No. of Shareholders	4	4
No. of shares on which dividend is paid	45.46	45.46
Year to which dividend relates	31.03.2012	31.03.2011
Amount of Dividend	45.46	79.56

(F) Auditor's Remuneration: (Net of Service Tax):

Audit Fees	1.80	0.90
Tax Audit Fees	0.60	0.30
Other Services	0.60	1.30
Reimbursement of out of pocket expenses	-	0.24
	3.00	2.74

26 Disclosure in pursuance of Accounting Standard – 15 (Revised 2005) on “Employee Benefits”

1. Defined Contribution Plans

The Company has recognized following amounts in the Statement of Profit & Loss for the year:

Particulars	Year Ended March 31 (₹ In lacs)	
	2013	2012
Contribution to employees provident fund	128.35	127.39
Contribution to superannuation fund	31.42	34.70
	159.77	162.09

2. Defined Benefit Plans / compensated absences – as per Actuarial Valuation on March 31, 2013

Sr. No.	Particulars of Gratuity	Year Ended March 31 (₹ In lacs)	
		2013	2012
a) Reconciliation of opening and closing balances of the present value of the Defined Benefit Obligation (DBO):			
1 Obligations at beginning of year	352.89	305.58	
2 Current service cost	36.38	34.33	
3 Interest cost	28.23	24.45	
4 Actuarial (gain) / losses	21.79	0.45	
5 Benefits paid	28.87	11.92	
6 Present value of Obligations at end of year	410.42	352.89	
b) A reconciliation of the opening and closing balances of the fair value of plan assets:			
1 Opening fair value of plan asset at period beginning	409.49	123.59	
2 Expected returns on plan assets	37.53	30.45	
3 Actuarial gain / (losses)	---	---	
4 Contribution by the employer	17.28	67.37	
5 Benefits paid	28.87	11.92	
6 Fair value of plan assets at period closing	435.43	409.49	
c) Net assets / (liabilities) recognized in the balance sheet as on March 31, 2013:			
1 Present value of funded obligations	410.42	352.89	
2 Fair value of plan assets	435.43	409.49	
3 Present value of unfunded obligations	---	---	
4 Net assets / (liabilities) recognized in the balance sheet	25.00	56.60	
d) Total expenses recognized in the Statement of Profit and Loss:			
1 Current service cost	36.38	34.33	
2 Interest on defined benefit obligation	28.23	24.45	
3 Expected returns on plan assets	(37.53)	(30.45)	
4 Actuarial (gains) / losses	21.79	0.45	
	48.87	28.79	
e) Compensated Leave:			
Privilege leave entitlements are recognised as liability in the calendar year of rendering of service as per rules of the Company. As accumulated leave can be availed and / or encashed at any time during the tenure of employment, the liability is recognised at the higher of the actual accumulated obligation or actuarially determined value.			
f) Actuarial Assumptions:			

Sr. No.	Particulars	Year Ended March 31	
		2013	2012
1 Discount rate	8 %	8 %	
2 Expected return on plan asset	9 %	9 %	
3 Retirement age	58	58	
4 Salary escalation rate	7 %	7 %	

g) Gratuity is administered through group gratuity scheme with Life Insurance Corporation of India.

27. Information about Business Segments

The company is operating in one segment only i.e. Plastic Extrusion Machinery & Allied Equipments.

28. Related Party Disclosures

a) List of related parties and relationships:

	Relation	Parties
A.	Associate Companies or Promoter Companies	Plastiblends India Ltd.
B.	Enterprise over which key management personnel exercise significant influence.	Kolsite Industries, Maharashtra Plastics & Industries, Maharashtra Plastic Industries, Kolsite Corporation LLP, Smartech Global Solutions Ltd, Rambalab Ramnaran, Kabra Gloucester Engineering Ltd, Kolsite Packaging Systems Pvt. Ltd,
C.	Key Management Personnel and Relatives Chairman & Managing Director, Director Related to Directors	S V Kabra, S N Kabra, Anand Kabra, Varun Kabra, Veenadevi Kabra, Saritadevi Kabra, Ekta Kabra, Jyoti Kabra

b) Related party transactions:

Aggregate of Transactions	Associate Companies & Promoter Companies	Enterprises over which KMP exercise significant influence	Key Management Personnel & Relatives of KMP	Total (₹ In Lacs)
Sales & Other Income	556.24 (441.17)	12.41 (31.51)	- (-)	568.65 (472.68)
Purchase & Other services	21.68 (11.42)	295.54 (232.33)	- (-)	317.22 (243.75)
Director's salary, Remuneration & sitting fees	- (-)	- (-)	122.91 (105.93)	122.91 (105.93)
Interest paid during the year	- (-)	3.40 (11.36)	- (-)	3.40 (11.36)
Deposit received	- (-)	200.00 (572.50)	- (-)	200.00 (572.50)
Deposit given	- (-)	300.00 (-)	- (-)	300.00 (-)
Deposit Refund	- (-)	200.00 (549.00)	- (-)	200.00 (549.00)
Outstanding receivable - Net	126.24 (9.52)	- (-)	- (-)	126.24 (9.52)
Outstanding Payable	- (-)	23.26 (19.38)	- (-)	23.26 (19.38)

Notes: Previous year figures have been shown in brackets.

c) Balance outstanding at end of financial year:

Aggregate of Transactions	Associate Companies & Promoter Companies	Enterprises over which KMP exercise significant influence	Key Management Personnel & Relatives of KMP	Total (₹ In Lacs)
Debit Balances outstanding				
Debtors	30.32 (14.80)	5.25 (4.32)	- (-)	35.57 (19.12)
Investments	120.81 (140.81)	- (-)	- (-)	120.81 (140.81)
Credit Balances outstanding				
Loans and advances	- (-)	23.50 (23.66)	- (-)	23.50 (23.66)
Creditors	0.29 (6.62)	- (-)	- (-)	0.29 (6.62)

Note: Previous year figures have been shown in brackets.

29. Disclosure for Operating Leases:

The Company has taken on lease Factory at Dunetha & residential flats for employees under operating leases. The lease payments to be made in respect of non cancellable lease in future are as follows:

Particulars	Year Ended March 31 (₹ In Lacs)	
	2013	2012
Lease payment debited to Statement of Profit & Loss (Net of Service Tax)	246.34	158.61
Lease obligation	Year Ended March 31 (₹ In Lacs)	
	2013	2012
Up to 1 year	247.78	166.54
Greater than 1 year but less than 5 years	540.38	452.53
Greater than 5 years	Nil	Nil

30. Statement of Computation of Deferred Tax Liabilities / Assets (Net)

Particulars	Year Ended March 31 (₹ In Lacs)	
	2013	2012
(A) Deferred Tax Assets		
a) Provision for leave encashment	51.01	46.49
b) Disallowance u/s 43B, Sec- 40(a)(i), Sec 40a(7)	9.41	9.24
	60.42	55.73
(B) Deferred Tax Liability		
Depreciation	624.86	605.78
	624.86	605.78
Net Deferred tax assets / (liability) (A-B) as on end of reporting period	(564.44)	(550.06)
Net Deferred tax assets / (liability) as on the beginning of reporting period	(550.06)	(506.48)
Deferred Tax expense / (benefit) recognised in Statement of Profit and Loss	14.38	43.58

31. Earnings per Share

The earnings per share have been computed in accordance with the "AS 20".

Particulars	Year Ended March 31 (₹ In Lacs)	
	2013	2012
Profit / (Loss) after tax	1,086.18	1,000.71
Profit / (Loss) attributable to equity shareholders	1,086.18	1,000.71
Adjusted number of ordinary shares (face value ₹ 5/-)	31902320	31902320
Basic & Diluted earning per share (in ₹)	3.40	3.14

32. According to Accounting Standard AS – 29 "Provisions, Contingent Liabilities & Contingent Assets", an incremental provision of ₹ NIL (Previous year ₹ NIL) towards warranty claims has been made as estimated by management (Warranty provision as on 31.03.2013 ₹ 174 Lacs, after reversing ₹ 9 lacs provision from the previous year balance of ₹ 183 Lacs).

33. Income tax provision has been made taking into account the weighted deduction in respect of revenue & capital expenditure incurred for In-house R & D division to which the company is entitled under Section 35 (2AB) of the Income Tax Act, 1961, though formal approval in Form 3CM is pending (In-house R & D facility has been approved by Department of Scientific and Industrial Research, New Delhi).

34. Previous year's figures have been regrouped/recast wherever necessary.

As per our report of even date	For and on behalf of the Board		
for Kirtane & Pandit	S. V. KABRA	S. N. KABRA	
Chartered Accountants	(Chairman & Mg. Director)	(Vice Chairman & Mg. Director)	
Firm Registration No. : 105215W	A. S. KABRA	H. S. SANWAL	
	(Technical Director)	(Director)	
Kishor B. Phadke	J. SARPOTDAR	M. P. TAPARIA	Y. B. DESAI
(Partner)	(Chief Finance Officer)	(Director)	(Director)
Membership No. : 42296	Y. D. SANGHAVI	N. C. CHAUHAN	
	(Company Secretary)	(Director)	
Mumbai, 29 th May, 2013	Mumbai, 29 th May, 2013		

KABRA EXTRUSIONTECHNIK LIMITED

Regd. Office: Kolsite House, Off Veera Desai Road, Andheri (W), Mumbai - 400 053

PROXY FORM

Folio No.: DP ID No. : Client A/c No:.....

I/We of

being a member/(s) of KABRA EXTRUSIONTECHNIK LIMITED, hereby appoint.....

of or failing him/her

..... of as my/our proxy to attend and vote for me/us
on my/our behalf at the Thirtieth Annual General Meeting of the Company to be held at Hotel Karl Residency 36,
Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai - 400 058 on Tuesday, the 27th day of August,
2013 at 2:00 p.m. and/or at any adjournment thereof.

Signed this day of 2013

Revenue
Stamp
₹ 1
(Signature)

Notes :

1. The form should be signed across the stamp as per specimen signature recorded with the Company.
2. The Proxy form duly completed must reach the Registered Office of the Company not less than forty-eight hours before the aforesaid Meeting.
3. A Proxy need not be a Member of the Company.



KABRA EXTRUSIONTECHNIK LIMITED

Regd. Office: Kolsite House, Off Veera Desai Road, Andheri (W), Mumbai - 400 053

ATTENDANCE SLIP

Folio No.: DP ID No. : Client A/c No:.....

I hereby record my presence at the Thirtieth Annual General Meeting of the Company to be held at Hotel Karl Residency 36, Lallubhai Park Road, Next to Lallubhai Park, Andheri (West), Mumbai - 400 058 on Tuesday, the 27th day of August, 2013 at 2:00 p.m. and/or at any adjournment thereof.

Name of the Shareholder/Proxy.....

Signature of the Shareholder/Proxy attending the Meeting

Note : Shareholder/Proxy attending the Meeting must fill-in this Attendance Slip and hand it over at the entrance of the venue of the Meeting.



Shri S. V. Kabra, CMD was conferred upon with "Outstanding Achievement Award" for being a Pioneer of Indian Plastic Industry at Vinyl India, 2013 held on 11th & 12th April, 2013 in Mumbai.



The Company has gained foothold in over 70 countries and exploring new destinations. Engineering Export Promotion Council, India awarded Star Performer to the Company for its Export Excellence.

Participation in Global Exhibitions

The Company has always been a part of the exhibitions and conferences to explore new markets, interact with its existing customers, connect with prospective customers, showcase its technology, promote modern agricultural techniques and to meet industry professionals and visitors.

IPVC Conference-India



Argenplas, Argentina



Plast 2012, Italy



Kenya Plast, Kenya



Plast Alger, Algeria



Plastics and Rubber Indonesia, Indonesia



Sri Plast, Srilanka



Plastex, Egypt



Agritech Israel, Israel



Plast Eurasia, Turkey



REGIONAL OFFICES

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Fax : +91-79-2642 7281
Email : ahmedabad@kolsitegroup.com

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Email : delhi@kolsitegroup.com

KOLKATA

Tel.: +91-33-2290 5963/2287 6308
Fax : +91-33-2290 4221
Email : kolkata@kolsitegroup.com

25 JUL 2013

**Department of Corporate Services
BSE Limited**
Floor 25, Pheroze Jeejeebhoy Tower,
Dalal Street,
Mumbai - 400 001
Scrip Code : ~~524107~~

**Corporate Relation Department
National Stock Exchange of India Limited**
Exchange Plaza, 5th Floor,
Plot No. C/1, G- Block,
Bandra Kurla Complex,
Bandra (East), Mumbai- 400 051
Scrip Symbol : ~~KABRA EXTRU~~

Dear Sirs,

Sub. : Submission of Annual Audit Report for the year 2012-2013 pursuant to amended
Clause 31 of the Listing Agreement.

FORM A

1.	Name of the Company	KABRA EXTRUSIONTECHNIK LTD.
2.	Annual financial statements for the year ended	31 st March, 2013
3.	Type of Audit observation	Unqualified
4.	Frequency of observation	Not applicable

Yours truly,
For Kabra Extrusiontechnik Ltd.

W. A. Kirtane
Managing Director

S. Pandit
Chief Finance Officer

H. H. Patel
Audit Committee Chairman

For Kirtane & Pandit
Statutory Auditors

F. Patel
Partner

www.kolsite.com



Kabra Extrusiontechnik Ltd.

Kolsite House, Veera Desai Road, Andheri (West), Mumbai - 400 053, India
Phone: +91-22 2673 4822/23/24/25 • Fax: +91-22 2673 5041 • Email: sales@kolsitegroup.com

Works

Kabra Industrial Estate, Kachigam, Daman - 396 210, India
Tel: +91-260-2241 401 3/ 2242 616 • Fax: +91-260-2241 965 • Email: ket@kolsitegroup.com

A KOLSITE Group Company

A joint venture with

 battenfeld-cincinnati