

20th

ANNUAL REPORT
2012 - 2013



POLYLINK POLYMERS (INDIA) LIMITED

**COMPANY INFORMATION****BORD OF DIRECTORS**

Shri U.S.Bhartia	<i>Chairman</i>
Shri R.P. Goyal	<i>Executive Director</i>
Shri J.S. Baijal	<i>Independent Director</i>
Shri K.M. Lal	<i>Independent Director</i>
Shri Ajay Bhargava	<i>Independent Director</i>

BOARD COMMITTEES**Audit Committee**

Shri K.M. Lal
Shri U.S. Bhartia
Shri J.S. Baijal
Shri Ajay Bhargava

Remuneration Committee

Shri J.S. Baijal
Shri U.S. Bhartia
Shri Ajay Bhargava
Shri K.M. Lal

Shareholders'/Investor Grievance Committee

Shri U.S. Bhartia
Shri J.S. Baijal
Shri R.P. Goyal
Shri Ajay Bhargava

COMPANY SECRETARY

Shri Ankit Vageriya

AUDITORS

M/s K.N.Gutgutia & Co.
Chartered Accountant
New Delhi

BANKERS

Axis Bank Limited

REGISTERED OFFICE

229-230, Village: Valthera
Taluka: Dholka , Distt. Ahmedabad
Gujarat -387810

HEAD OFFICE

506, Saffron Building,
Near Center Point
Ambawadi, Ahmedabad
Gujarat-380006.

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IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless Compliance by the Companies and has issue a Circular stating that Service of Notice /Documents including Annual Report can be sent by e/mail to its members. To support this Green Initiative of the Government in full measure, Members who have not registered their email address, so far, are requested to register their email address in respect of electronic holdings, and change their in from time to time with the Depository through their Concern Depository Participants. Members who hold shares in Physical Form are also requested to register the same with the Company's Share Transfer Agent, MCS Limited, New Delhi.



NOTICE

NOTICE is hereby given that the Twentieth Annual General Meeting of the members of Polylink Polymers (India) Limited will be held on Saturday the 10th day of August, 2013 at 12.30 P.M. at the Registered Office of the Company at 229-230, Village- Valthera, Taluka – Dholka, District – Ahmadabad, Gujarat 387810 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and Statement of Profit and Loss for the year ended on that date, the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Shri J. S. Baijal, who retires by rotation and being eligible, offers him for reappointment.
3. To appoint a Director in place of Shri Ajay Bhargava, who retires by rotation and being eligible, offers him for reappointment.
4. To appoint Statutory Auditors to hold office up to the conclusion of the next Annual General Meeting and to fix their remuneration.

By the Order of the Board of Directors
For Polylink Polymers (India) Limited

Date: 14.05.2013

Place: Noida

U.S. Bhartia
Chairman

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of him/her. The proxy need not be a member of the Company. Proxies, in order to be effective, must be received by the Company not less than 48 hours before the meeting.
2. The Register of Members and Share Transfer books of the Company will remain closed from 1st August, 2013 to 10th August, 2013 (both days inclusive). The names of the shareholders, whose share transfer request received in order, either at the Head office/Registered office of the Company, before the book closure, shall be included in the members register as on the date of the Annual General Meeting.
3. **MEMBERS ARE REQUESTED TO:**
 - A** Immediately notify any change of address to their depository participants (DPs) in respect of their holding in Electronic Form and to the Company in respect of their holding in physical form.
 - B** Send their queries, if any, atleast 15 days in advance of the meeting at the Company's Office at 506, Saffron Building, Near Center Point, Ambawadi, Ahmedabad - 380006 so that the information can be made available at the meeting.
 - C** Fill the attendance slip for attending the meeting and those who hold the shares in dematerialized form are requested to bring their Client ID and DP ID numbers for easy identification of attendance at the meeting.
 - D** Send their shares for dematerialization to the Company's Registrars and Share Transfer Agents, if so far, are not held in dematerialized form, as the Company comes under compulsory Demat as per directive issued by the SEBI.
 - E.** The Ministry of Corporate Affairs ('Ministry') has taken a " Green Initiative in Corporate Governance " by allowing paperless compliances by companies through electronic mode. In accordance with the recent circulars bearing no. 17/2011 dated 21.04.2011 and 18/2011 dated 29.04.2011 This is also a golden opportunity for every shareholder of Polylink Polymers (India) Limited (the Company) to contribute to the Corporate Social Responsibility initiative of the Company. All you have to do is to register your e-mail id with your DP to receive future communication through electronic mode if you are holding shares with the depository. In case, you are holding shares in physical mode, kindly send the form to our registrar. We therefore invite you to contribute to the cause by registering your email ID with your Depository Participant(s) or by sending the enclosed format duly filled in and signed to the Company's Registrar & Share Transfer Agent M/s MCS LIMITED at F- 65, First Floor, Okhla Industrial Area, Phase-I, New Delhi- 110020 as per following format.



4. Shri J. S. Baijal and Shri Ajay Bhargava Directors are Liable to Retire due to Retire by Rotation and eligible for reappointment at this Annual General meeting. Brief Resume of said Directors is as under.

Name	Shri J.S. Baijal	Shri Ajay Bhargava
Date of Birth	06.06.1931	04.02.1973
Qualification	M.A.	LLB
Expertise in Specific functional Area	Retired IAS	Advocate
Date of appointment on the Board of the Company	29.04.1995	30.07.2005
Name(s) of the other companies in which Directorships held (as per Sections 275 and 278 of the of the Companies Act, 1956)	1. Dalmia Bharat Sugar & Industries Limited 2. Denso India Limited	NIL
Shareholdings with company	NIL	NIL
Relationship with other Directors	NIL	NIL

By the Order of the Board of Directors
For Polylink Polymers (India) Limited

Date: 14.05.2013

Place: Noida

U.S. Bhartia

Chairman

E-COMMUNICATION REGISTRATION FORM

TO
MCS Limited
Unit: Polylink Polymer (India) Limited

Dear Sir/Madam,

RE: Green Initiative in Corporate Governance

I agree to receive all communication from the Company in electronic mode. Please register my e-mail id in your records for sending communication through e-mail.

Folio No. / DP ID & Client ID

Name of 1st Registered Holder : _____

Name of Joint Holder(s) : _____

Registered Address : _____

E-mail ID : _____

Date : _____

Signature of the first holder : _____

Important Notes:

- 1) On registration, all the communication will be sent to the e-mail ID registered in the folio/DP ID & Client ID.
- 2) The form is also available on the website of the company www.polylinkpolymers.com
- 3) Shareholders are requested to keep company informed as and when there is any change in the e-mail address. Unless the email Id given hereunder is changed by you by sending another communication in writing, the company will continue to send the notices/documents to you on the above mentioned email ID.
- 4) If shares held in electronic mode, kindly register your e-mail id with your DP.

**DIRECTOR'S REPORT**

To,

The Members

Your Directors have pleasure in presenting the 20th Annual Report and Audited Financial Statement for the year ended on 31st March 2013.

FINANCIAL RESULTS**(Rs. In lacs)**

Particulars	Year Ended 31 st March, 2013	Year Ended 31 st March, 2012
Sales / Income from operations	3376.98	3129.50
Excise Duty	170.87	179.17
Net Sales	3206.11	2950.33
Misc Income on sale of Fixed Assets	65.54	100.14
Total Expenditure	2939.71	2766.74
Profit before Interest and Depreciation	331.94	283.73
Interest	139.68	167.26
Gross Profit / (Loss)	192.26	116.47
Depreciation	172.41	167.22
Profit Before Tax	19.85	(50.75)
Differed Tax Credit/ (Charge)	(40.37)	465.50
Exceptional Item	(118.15)	0
Profit / (Loss)	97.63	414.75

DIVIDEND

In view of the carried forward losses, no Dividend has been recommended by the Board.

OPERATIONS & REVIEW

During the year under review the company produced 7343 MT of various grades of compounds as against the production of 6274 MT for the year ended on 31st March 2012. Turnover for the year under review was Rs. 3271.65 lacs (net of excise duty) compared to Rs. 3050.47 lacs (net of excise duty) for year ended 31st March 2012 (net of excise duty). Profit / (loss) for the year ended on 31st March 2013 was Rs97.63 Lacs compared to Rs. 414.75 Lacs for the year ended 31st March 2012. the Company has created a Provision of 40.37 lacs as Deferred Tax Charge in the Year 2012-13.

The Performance remain flat compare with the previous year however company is under process to introduces new value added Product to improve the performance.

DIRECTORS

Shri J.S. Baijal Director and Shri Ajay Bhargava, Director of the company are liable to retire by rotation at the forthcoming Annual General Meeting and being eligible offer themselves for reappointment.

REVIVAL SCHEME UNDER SICA

As Inform Last Year, the Company was registered with BIFR under SICA. However the Company was having Positive net worth as per the Annual Accounts on year 2012-13. The Company approached hon'ble BIFR and got discharged from Purview of SICA on 19th March 2013. Other Remaining benefit of the Scheme will be continued as per order.

All Statutory Dues has been paid regularly and there is not any overdue for at the year end March 2013.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, with respect to directors' responsibility statement based up to the management certification, it is hereby confirmed:



- a. That in the preparation of the accounts for the financial period ended 31st March, 2013, the applicable accounting standards have been followed except to the extent mentioned in the notes to Accounts for which proper explanation has been given.
- b. That the directors have selected such accounting policies and applied them constantly and made judgments and estimates that were reasonable and prudent so as to give a True and Fair view of the state of affairs of the company at the end of the period and of the profit and loss of the company for the that period under review;
- c. That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities; and
- d. That the directors have prepared the accounts on a going concern basis.

AUDITORS

The term of office of M/s K.N. Gutgutia & Co., Chartered Accountants, New Delhi as Auditors of the Company expires at the conclusion of the forthcoming Annual General Meeting and being eligible, offer them for re-appointment. They have certified that they are eligible for such re-appointment under section 224 (1B) of the Companies Act, 1956. Members are requested to consider their appointment to hold office from the conclusion of the ensuing Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

COST AUDITORS

As per the requirement of Central Government and Pursuant to Section 233B of the Companies act, 1956 the audit of the Cost accounts related to “polymers Product” are required to carried out every year from 2012-13. The Company has appointed Shri Ramawatar Sunar as Cost Auditor having Membership No.10567, New Delhi to conduct the audit of Cost accounts of the Company for the Year 2013-14.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING & OUT GO

The information required under section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 is given in Annexure – I and forms part of this Report.

LISTING OF SHARES

Shares of the Company are listed in the Bombay Stock Exchange and the Company has paid listing fee for the year 2013-14

PARTICULARS OF EMPLOYEES

The particulars of employees as required under section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended are not required to be given as none of the employees qualify for such disclosure.

MANAGEMENT DISCUSSION AND ANALYSIS

The information required in compliance of clause 49 of the listing agreement is give in Annexure – II and forms part of this Report.

CORPORATE GOVERNANCE REPORT

The company has implemented the procedures and adopted practice in conformity with the Code of Corporate Governance as enunciated in clause 49 of the Listing Agreement with Stock Exchanges. The Corporate Governance Report and the Certificate of CEO, CFO and the Auditor are giving in Annexure – III and forms part of this Report.

ACKNOWLEDGMENT

Your Directors place on record their deep appreciation for the support given by Employees, Shareholders, Financial Institutions, Stressed Assets Stabilization Fund and Bankers and look forward to their continued support.

For and on behalf of the Board of Directors

Date: 14th May 2013
Place:Noida

U. S. BHARTIA
CHAIRMAN



ANNEXURE – I TO THE DIRECTORS' REPORT

Information as per Section 217 (1) (e) read with Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988 and forming a part of the Directors' Report for the year ended on 31st March, 2013.

A. CONSERVATION OF ENERGY

Energy Conservation measures taken

The Company's engineers are continuously trying to find out ways and means to conserve energy by combination of operations, elimination of unnecessary processes and various wasteful practices.

Shutting down all electrical machineries and appliances when not in use to avoid unnecessary waste of energy.

Additional investments and proposals, if any, being implemented for reduction of consumption of energy.

Nil

Impact of (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.

Nil

Total energy consumption and energy consumption per unit of production as per Form A in respect of industries specified in the Schedule thereto.

Not Applicable

B TECHNOLOGY ABSORPTION

Efforts made in technology absorption as per Form B given below:

FORM – B

a. Research and Development (R & D)

Existing R&D maintained as per Existing Product

NIL

Benefits derived as a result of the above R & D

NIL

Future plan of action

Development of Polymeric Compound of Special applications.

b. Technology Absorption, Adaptation & Innovation

Efforts in brief made towards technology, absorption and innovation

Technicians are interacting with users to understand the exact property requirements and also interacting with laboratory for technology absorption. Similarly technicians from laboratory are interacting with shop floor people for absorption of technology and keeps in-house development. The interactions of technicians with market will help in making innovative changes in the products and its adoption in Indian conditions.

Benefits derived as a result of the above efforts e.g. product improvement, cost reduction, product development, import substitution etc.

Up gradation of products and satisfaction to customer.

More and more indigenization of products

Cost reduction in products

Process modification

Information about imported technology (Imported during the last 5 years reckoned from the beginning of the financial year):

- None –

C. FOREIGN EXCHANGE EARNING AND OUTGO

Activities relating to exports, initiatives taken to increase exports, development of new export market, the Export Sales are increase year to year for better profit. Foreign Exchange used and earned:

Foreign Exchange Used : Rs. 2.87 Lacs

Foreign Exchange Earned : Rs. 1606.07 Lacs (FOB Value of Export)

For and on behalf of the Board of Directors

Date: 14th May 2013

Place: Noida

U. S. BHARTIA

CHAIRMAN



**ANNEXURE – II TO THE DIRECTORS' REPORT
MANAGEMENT DISCUSSION AND ANALYSIS**

The information required in compliance of clause 49 of the Listing Agreement and forming a part of the Directors' Report for the year ended on 31st March, 2013 is given below:

INDUSTRY STRUCTURE AND DEVELOPMENT

The company is manufacturing various compounds for Power cable, Telephone cable and Engineering Plastics. The demand of PP compound is growing, therefore the Company trying to put Forces efforts in PP Compound Category.

OPERATION AND THREATS

The raw material price which mainly depends on Exchange Rate, petroleum prices, and frequent fluctuations affected the profitability. Company has Discontinued the Production of Compound of ST and LT Cables due to Cut off through Competition. The Company optimizes its full capacity into PP and other Compound.

INTERNAL CONTROL SYSTEM

The company has adequate internal control systems and procedure with regard to purchase, stores and raw materials including components, plant and machinery, other assets and for sale of goods.

The company has an adequate internal audit system commensurate with size and nature of its business. The company has engaged a firm of Chartered Accountants for its internal audit function. Reports of Internal Auditors are reviewed in the meetings of the Audit Committee of the Board.

INDUSTRIAL RELATIONS & HUMAN RESOURCE DEVELOPMENT

Industrial relations continued to be harmonious and cordial through out the year. The Company has always valued its human resources and believes in unlimited potential of the each employee. The company were average **37** numbers of employees as on 31.03.2013.

The company arrange for specific work training, safety/emergency handling training and "in job" training as per ISO 9001:2000 requirement.

CAUTIONARY STATEMENT

Statement in this report on Management's Discussion and Analysis describing the company's objectives, projections, estimates, exceptions or predictions may be forward looking statements and are based on certain assumptions and exception of future events. Actual result could however differ materially from those expressed or implied. Important factors that could make a difference to the company's operations including global and domestic demand-supply conditions, finished goods prices, raw material cost and availability, Changes in government regulations and tax structure, economic developments within India and the countries with which the company has business contracts and other factors such as litigation and industries relations.

The company assume no responsibility in respect of forward looking statements herein which may undergo changes in future on the basis of subsequent developments, information and events.

For and on behalf of the Board of Directors

Date: 14th May 2013
Place:Noida

U. S. BHARTIA
CHAIRMAN

**REPORT ON CORPORATE GOVERNANCE****A) COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

Good corporate practices ensure that a Company meets its obligations to optimize shareholders value. Corporate governance has assumed great significance in India in the recent past in the form of amendment in the Companies Act, 1956 and Listing Agreement with Stock Exchanges. Most of the provisions of the Corporate Governance code prescribed by the Companies Act and the Listing Agreement have been complied with and balance will be complied within the prescribed period.

B) BOARD OF DIRECTORS**(i) Composition of the Board**

As on 31st March, 2013 the Board of Directors comprised of Five Directors out of which four are Non-Executive Directors, one Executive Director. Out of the Five Directors Company has Three Independent Directors.

(ii) Number of Board Meetings

During the year ended 31st March, 2013, Four Board Meetings were held on 19th May 2012, 11th August 2012, 05th November, 2012 and 13th February, 2013.

Directors' attendance record and Directorship in other public Limited Companies:

Name of Directors	Status	Board Meeting Held during the year	Attended	AGM
Shri U.S. Bhartia	Chairman & Non-executive promoter group Director	4	4	Not Attended
Shri K. M.Lal	Independent & Non-executive director	4	2	Attended
Shri J. S Baijal	Independent & Non-executive director	4	4	Not Attended
Shri Ajay Bhargava	Independent & Non-executive director	4	1	Not Attended
Shri R.P Goyal	Executive Director	4	3	Attended

(iii) Other Directorship

Name of Directors	Category	No. of Directorship in other Public Companies	No. of Chairmanship/ Membership in Board Committees.
Shri U.S. Bhartia	Chairman & Non-executive Promoter Group Director	5	4
Shri R.P Goyal	Executive Director	0	0
Shri J. S Baijal	Independent & Non-executive director	2	3
Shri Ajay Bhargava	Independent & Non-executive director	0	0
Shri K. M.Lal	Independent & Non-executive director	5	3

(iv) Code of Conduct for Board of Directors and senior officials of the Company

The Code of Conduct duly approved by the Board has been posted on Company's web-site. All Board members and senior management personnel have affirmed compliance with the code for the year 2012-13 and declaration by E.D./CEO to this effect is enclosed with this report.

**C) COMMITTEES OF THE BOARD****AUDIT COMMITTEE****(i) Terms of Reference**

Apart from all the matters provided in Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956, the Audit Committee reviews report of the internal auditors, meets statutory auditors as and when required and discusses their findings, suggestions, internal control system, scope of audit, observations of auditors and other related matter. It also reviews major accounting policies followed by the Company.

(ii) Composition

As on 31st March, 2013, the Committee consists of three Independent Director and a Non-executive Director, namely, Shri K. M. Lal, Chairman, Shri J. S. Baijal, Shri Ajay Bhargava and Shri U. S. Bhartia respectively.

(iii) Attendance record of the Audit Committee

The Committee met four times during the year. The attendance record of the members at the meetings is as follows:

NAME OF THE MEMBER	STATUS	NO. OF MEETINGS ATTENDED
Shri K. M. Lal	Chairman	3
Shri U.S. Bhartia	Member	3
Shri Ajay Bhargava	Member	1
Shri J. S Baijal	Member	4

NOTE : None of the Directors is a member of more than 10 Board Level Committees, or a Chairman of more than five such committees as required under Clause 49 of the listing Agreement.

SHARE TRANSFER CUM INVESTORS' GRIEVANCE COMMITTEE**(i) Terms of Reference**

The Committee has been constituted to look into the redressed of shareholders and investor complaints, non-receipt of Balance Sheet and Non-receipt of declared dividends and any other matter relating to shareholders/investors grievances.

(ii) Composition

As on 31st March, 2013 the committee comprises of One Executive Director Shri R.P. Goyal and three non-executive Independent Directors, namely, Shri U.S. Bhartia, Shri J. S Baijal and Shri K.M.Lal.

(iii) Investors' complaints received and resolved during the year

During the year under review, Company had received complaints. All complains / queries received and replied to the satisfaction of shareholders during the year.

REMUNERATION COMMITTEE**(i) Terms of Reference**

The Committee has been constituted to consider and review Remuneration of whole Time Director and Executive Director.

(ii) Composition

As on 31st March, 2013, the Committee comprises Four Non-executive Directors namely, Shri J. S Baijal, Chairman, Shri U.S. Bhartia, Shri K. M. Lal and Shri Ajay Bhargava.

**(iii) Attendance record of the Remuneration Committee**

The Committee met one times during the year. The attendance record of the members at the meetings is as follows.

NAME OF THE MEMBER	STATUS	NO. OF MEETINGS ATTENDED
Shri K. M. Lal	Chairman	1
Shri U.S. Bhartia	Member	1
Shri Ajay Bhargava	Member	Nil
Shri J. S Baijal	Member	1

D) REMUNERATION OF DIRECTORS, SITTING FEES ETC. FOR THE YEAR 2012-13

Shri. R.P Goyal Executive Director was paid salary and perquisites of Rs. 2640000'. The Executive Director was entitled to Company's contribution to provident fund and gratuity fund.

Sitting fees paid to non-executive directors for the year ended 31st March, 2013

NAME OF THE MEMBER	Sitting Fee (₹)
Shri U.S. Bhartia	42000
Shri J. S Baijal	48000
Shri Ajay Bhargava	12000
Shri K. M. Lal	30000

E) General Body Meetings

Details of the last three Annual General meetings are as under:

Year	Location	Date	Time	Special Business	Resolution
2011-12	Block No: 229-230, Village: Valthera, Taluka: Dholka Dist: Ahmedabad 387 810	27.09.2012	12.30 p.m.	Reappointment of Shri R.P. Goyal for 3 years from 1 st February 2013	Special
2010-11	Block No: 229-230, Village: Valthera, Taluka: Dholka Dist: Ahmedabad 387 810	29.09.2011	12.30 p.m.	Reappointment of Shri R.P. Goyal for 3 years from 1 st February 2010	Special
2009-10	Block No: 229-230, Village: Valthera, Taluka: Dholka Dist: Ahmedabad 387 810	30.09.2010	11.00 a.m.	Nil	N.A

F) Disclosure

The details of related party transaction with the Company as required by Accounting Standard (AS-18) on Related Party Transactions have been given in note 2.40 of the Notes to Accounts. Besides this, Company has no materially significant transaction with the related parties viz. Promoters, Directors or the management or relatives and their subsidiaries, etc. that may have a potential conflict with the interest of the Company at large.

No penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any Statutory Authorities on any matter related to Capital Markets for non-compliance by the Company during last three years.



Following Non-executive directors are holding equity shares of the company as per following details.

Name of Director	No of Shares
Shri U. S. Bhartia	1137100
Shri Ajay Bhargava	Nil
Shri J.S.Baijal	Nil
Shri K.M.Lal	Nil

MANAGEMENT

Management discussion and analysis

Management discussion and analysis report forms part of this Annual Report.

Disclosure on Risk Management

The Company has further strengthened the Risk Management System in the Company by taking appropriate steps. The Board of Directors periodically reviews the Risk Assessment and minimizing procedure thereof.

SHAREHOLDERS

a) Means of Communication

The quarterly, half-yearly and annual Audited Financial Results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board. The results are published in accordance with the guidelines of Stock Exchanges and are posted on the Web-site of the Company.

b) Investor Grievances

As mentioned earlier, the Company has constituted a Investors Grievance Committee for redressing shareholders and investors' complaints. Shri Ankit Vageriya Company Secretary is Compliance Officer.

c) Share Transfers

All share transfers are handled by Company's Registrar and Share Transfer Agent M/s. MCS Limited, F-65, Okhla Industrial Area Phase-I New Delhi 110 020 a Category – I Registrar registered with SEBI.

Additional shareholders information

a) Annual General Meeting

Date : **10th August, 2013**
Venue : Block No: 229-230, Village: Valthera, Taluka: Dholka, Dist: Ahmedabad 387 810
Time : 12.30 P.M.

b) Financial Calendar

Financial year: 1st April to 31st March

c) Book Closure

The Register of Members and Share Transfer Books of the Company shall remain closed from 1st August, 2013 to 10th August, 2013 (Both days inclusive)

**d) Listing at stock exchanges and stock codes**

The name of the Stock Exchanges at which the equity shares are listed and the stock code is as under:

Name of the Stock Exchange	Stock Code No.
Bombay Stock Exchange Ltd.	531454

Listing fee to the Bombay Stock Exchange Limited for the financial year ended 31.03.2013 has been paid.

The ISIN numbers allotted to the Company for Demat of Shares are as under:

NSDL - INE 323D01020

CDSL - INE 323D01020

e) Postal Ballot

During the year ended 31st March, 2013, there has been no ordinary or special resolution passed by the Company's Shareholders through postal ballot.

f) Stock Data

High/Low of market price of the Company's equity shares traded on the Bombay Exchange Mumbai Ltd. during the financial year ended 31st March, 2013 was as follows:

Month	High	Low	Sensex
April, 2012	5.51	5.00	17318.81
May, 2012	6.09	5.33	16218.53
June, 2012	5.28	5.28	17429.98
July, 2012	5.02	4.30	17236.18
August, 2012	4.95	4.28	17429.56
September, 2012	4.72	4.15	18762.74
October, 2012	5.17	4.92	18505.38
November, 2012	5.41	4.22	19339.90
December, 2012	4.43	2.57	19426.71
January, 2013	3.65	2.96	19894.98
February, 2013	3.97	2.58	18861.54
March, 2013	3.60	2.67	18835.77

g) Distribution of shareholding as on 31st March, 2013

Shareholding Pattern

Shareholders	%
Promoter and Associates	74.99
Fis/ Banks	2.26
NRI/ OCB	0.20
Public	22.55
Total	100.00

**Shares held in electronic form**

Shareholders holding shares in electronic form may give instruction regarding bank details which they wish to incorporate on their dividend warrant to their depository participants. As per the regulations of NSDL and CDSL the Company is obliged to print the bank details on the dividend warrants, as furnished by these depositories to the Company.

As on 31st March, 2013, 54.75% of shares were held in dematerialized form and 45.25% in physical form.

Outstanding GDR's/ADR's/Warrants/convertible instruments and their impact on equity

Nil

Plant Locations

Block No: 229-230, Village: Valthera, Taluka: Dholka, Dist: Ahmedabad 387 810

Address for correspondence

Polylink Polymers India Limited, 506, Saffron Building, Near Center Point, Ambawadi, Ahmedabad

Telephone : 079-26427800

Fax : 079-26421864

Website : www.polylinkpolymers.com

E-Mail : investor@polylinkpolymers.com

DECLARATION

To the Members of Polylink Polymers (India) Limited

I, R.P. Goyal, Executive Director of the Company do hereby declare that the Company had received affirmation from all the members of the Board and Senior Management personnel stating compliance of the Code of Conduct for the year 2012-13 pursuant to the requirement of Clause 49 of the Listing agreement as amended.

for Polylink Polymers (India) Limited

Date: 14th May 2013

Place: Noida

R.P. Goyal

Director

AUDITORS CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE AS STIPULATED IN CLAUSE 49 OF THE LISTING AGREEMENT WITH STOCK EXCHANGE.

To the Members of

Polylink Polymers India Limited.

We have examined the compliance of conditions of corporate governance by **Polylink Polymers India Limited** ("the Company") for the year ended 31st March 2013, as stipulated in clause 49 of the Listing Agreement of the said Company with stock exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to procedure and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. 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 sought and replies given to us by the Company, its Directors and Officers. We certify that the Company has complied with, in all materials respect, the mandatory conditions of Corporate Governance as stipulated in clause 49 of 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.

K.N. Gutgutia & Company
Chartered Accountants
ICAI's FRN 304153E

Dated: 14th May 2013

Place : New Delhi

(B.R.Goyal)

For Partner

M.No. 12172



**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF POLYLINK POLYMERS (INDIA) LIMITED**

Report on the Financial Statements

1. We have audited the accompanying financial statements of **POLYLINK POLYMERS (INDIA) LIMITED ("the Company")**, which comprise the Balance Sheet as at 31st March, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the Financial Statements

2. 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 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

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design the audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. 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:
 - (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
 - (ii) In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
 - (iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditors' Report) Order, 2003, ("the Order") issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order, to the extent applicable to the Company.
8. 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 accounts as required by the law have been kept by the Company, so far as appears from our examination of those books;
 - c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;



- c. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- d. On the basis of written representations received from the Directors as on 31st March, 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

K.N. Gutgutia & Company
Chartered Accountants
ICAI's FRN 304153E

Dated: 14th May 2013
Place : New Delhi

(B.R.Goyal)
For Partner
M.No. 12172

ANNEXURE TO THE AUDITORS' REPORT

This is the Annexure referred to in paragraph 7 of our report of even date to the members of Polylink Polymers (India) Limited (the Company) for the year ended March 31, 2013.

- (i) **In respect of Fixed Assets :**
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - b) The Fixed Assets were physically verified by the management during the period and discrepancies noticed on such verification have been properly dealt with in the accounts.
 - c) No substantial / major fixed assets have been disposed off during the year.
- (ii) **In respect of Inventory:**
 - a) The inventory has been physically verified during the year by the management at reasonable intervals.
 - b) In our opinion, the procedures of physical verification of inventory 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 and the discrepancies noticed on physical verification of inventory as compared to the book records were not material and have been properly dealt with in the books of account.
- (iii) **In respect of Loans:**
 - a) The Company has not taken any loan from any Company listed in the register maintained under Section 301 of the Companies Act, 1956 and hence clause (iii) (e) to (iii) (g) of Para 4 of the said order is not applicable for it.
 - b) The Company has not granted unsecured Loans to the Companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956 and hence clause (iii)(a) to (iii)(d) of para 4 of the said Order is not applicable to it.
- (iv) In our opinion, and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchases of inventory, fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weaknesses in internal control system of the Company.
- (v)
 - a) According to the information and explanations given to us, we are of the opinion that the particulars of all contacts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion and according to the information and explanations given to us the transaction 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 rupees five lakhs in respect of any party during the year have been made at prices/ rates which are reasonable having regard to prevailing market prices at the relevant time.



- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the Public.
- (vii) In our opinion, the Company has an Internal Audit System commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government of India, the maintained of cost records has been prescribed under clause (d) of sub section (1) of Section 209 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the record with a view to determine whether they are accurate or complete.
- (ix) (a) According to the records of the Company, it is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Investor Education and Protection Fund, Sales tax, Income Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and Other Statutory dues applicable to it and there were no arrears of such dues at 31st March, 2013 which have remained outstanding for a period of more than six months from the date they become payable.
(b) According to the information and explanation given to us, there are no dues of Sale Tax, Income Tax, Customs Duty, Wealth Tax, Service Tax, Excise Duty and Cess which have not been deposited on account of any dispute.
- (x) The Company has been registered for a period of more than five years and its accumulated losses at the end of the financial year are not more than 50% of its net worth and it has not incurred cash losses during the year covered by our audit and also in the immediately preceding financial year.
- (xi) Based upon our audit procedures and according to the information and explanation given to us by the management, we are of the opinion that the company has not defaulted in repayment of dues to the Bank / Institution or in payment of interest to the Bank. No interest was payable during the year to Stressed Assets Stabilisation Fund.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to chit fund/ nidhi / mutual benefit fund / societies are not applicable to the Company.
- (xiv) In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- (xv) The Company has not given, during the year, any guarantee for loans taken by others from bank or Financial Institutions.
- (xvi) During the year, the Company has not raised any fresh Term loan from Bank / Financial Institution.
- (xvii) According to the information and explanations given to us and on the basis of an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis has been used for long term investments.
- (xviii) Accordingly to the information and explanations given to us, during the year 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, 1951.
- (xix) The Company has not issued debentures during the year.
- (xx) The Company has not raised any money by public issues during the year.
- (xxi) Based upon our audit procedure performed and according to the information and explanation given to us and to the best of our knowledge and belief no fraud on or by the Company has been noticed or reported during the year.

K.N. Gutgutia & Company
Chartered Accountants
ICAI's FRN 304153E

(B.R.Goyal)
For Partner
M.No. 12172

Dated: 14th May 2013
Place : New Delhi

**Polylink Polymers (India) Limited****BALANCE SHEET AS AT 31ST MARCH, 2013**

Particulars	Note No	AS AT 31ST MARCH, 2013 (Rs. In Lacs)	AS AT 31ST MARCH, 2012 (Rs. In Lacs)
EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2.1	1,105.58	1,105.58
(b) Reserves and Surplus	2.2	(372.52)	(470.15)
(2) Non-Current Liabilities			
(a) Long-term borrowings	2.3	334.64	302.09
(b) Other Long term liabilities	2.4	4.35	4.35
(c) Long term provisions	2.5	12.10	13.10
(3) Current Liabilities			
(a) Short-term borrowings	2.6	503.3	649.89
(b) Trade payables	2.7	192.73	175.84
(c) Other current liabilities	2.8	180.49	317.09
(d) Short-term provisions	2.9	5.69	4.12
Total		<u>1,966.39</u>	<u>2,101.91</u>
Assets			
(1) Non-current assets			
(a) Fixed assets			
Tangible assets	2.10	739.25	921.05
(b) Deferred tax assets (net)	2.11	425.13	465.50
(c) Long term loans and advances	2.12	26.78	27.07
(2) Current assets			
(a) Inventories	2.13	177.84	261.71
(b) Trade receivables	2.14	370.54	325.85
(c) Cash and cash equivalents	2.15	74.90	32.22
(d) Short-term loans and advances	2.16	67.93	25.03
(e) Other current assets	2.17	84.02	43.48
Total		<u>1,966.39</u>	<u>2,101.91</u>
Summary of significant accounting policies	1		
The accompanying notes (1 to 2.42) are integral part of the financial statements			

In terms of our report of even date.
For **K N Gutgutia & Co.**
Chartered Accountants
Firm Registration Number: 304153E

for and on behalf of the Board

B R Goyal
Partner
M. No.12172

U.S.Bhartia
Chairman

R.P.Goyal
Director (F & C)

Date :14th May 2013
New Delhi

Ankit Vageriya
Company Secretary

**Polylink Polymers (India) Limited****STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST,MARCH, 2013**

Particulars	Note No	AS AT 31ST MARCH,2013 (Rs. In Lacs)	AS AT 31ST MARCH,2012 (Rs. In Lacs)
REVENUE			
Revenue from operations (gross)	2.18	3,376.98	3,129.50
Less:excise duty		<u>170.87</u>	<u>179.17</u>
Revenue from operations(net)	2.19	3,206.11	2,950.33
Other Income		65.54	100.14
Total Revenue		<u><u>3,271.65</u></u>	<u><u>3,050.47</u></u>
EXPENSES			
Cost of materials consumed	2.21	2,216.12	2,133.16
Changes in inventories of finished goods and work-in-progress	2.20	24.81	27.27
Employee benefits expense	2.22	148.83	140.94
Financial costs	2.24	139.68	167.26
Depreciation and amortization expense	2.10	172.41	167.22
Other expenses	2.23	549.95	465.37
Total Expenses		<u><u>3,251.80</u></u>	<u><u>3,101.22</u></u>
Profit/(loss) before exceptional item & tax		19.85	(50.75)
Exceptinal Item	2.25	<u>(118.15)</u>	<u>-</u>
Profit/(loss) before tax		138.00	(50.75)
Tax expense:			
- Current tax		-	-
- Deferred tax credit/(charge) (Refer Note - 2.36)		(40.37)	465.50
Profit/(Loss) for the Year		<u><u>97.63</u></u>	<u><u>414.75</u></u>
Earning per equity share:			
- Basic	2.38	0.44	2.66
- Diluted	2.38	0.44	2.66
Summary of significant accounting policies	1		
The accompanying notes (1 to 2.42) are integral part of the financial statements			

In terms of our report of even date.
For K N Gutgutia & Co.
Chartered Accountants
Firm Registration Number: 304153E

for and on behalf of the Board

B R Goyal
Partner
M. No.12172

U.S.Bhartia
Chairman

R.P.Goyal
Director (F & C)

Date :14th May 2013
New Delhi

Ankit Vageriya
Company Secretary



	AS AT 31ST MARCH,2013 (Rs. In Lacs)	AS AT 31ST MARCH,2012 (Rs. In Lacs)
2.1 SHARE CAPITAL		
Authorized		
50000000 Equity Shares of Rs.5/- each (P/y 50000000 Equity Shares of Rs.5/- each)	2,500.00	2,500.00
Issued & Subscribed		
22111500 Equity Shares of Rs 5/- each fully paid up (P/y 22111500 Equity Shares of Rs 5/- each fully paid up)	1,105.58	1,105.58
Paid up		
22111500 Equity Shares of Rs 5/- each fully paid up (P/y 22111500 Equity Shares of Rs 5/- each fully paid up)	1,105.58	1,105.58
	<u>1,105.58</u>	<u>1,105.58</u>

Note:-

- 2.1.1** a) During the F/y 2011-12, 6601000 Equity shares of Rs 5/-allotted and issued pursuant to conversion of loan into equity to promoters group.
b) During the F/y 2011-12, in terms of BIFR order, the company has reduced paid up value of each equity shares from Rs 10/- to Rs 5/- and the resultant amount has been credited to "Surplus/(Deficit)" vide Note No 2.2.
- 2.1.2** The Company has only one class of shares referred to as equity shares having par value of Rs 5/- Each holder of equity shares is entitled to one vote per share.
- 2.1.3** Shares in respect of each class in the company held by its holding company rights ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate : NIL
- 2.1.4** Shares reserved for issue under options and contracts/commitments for the sale of shares/disinvestment, including the terms and amounts : NIL
- 2.1.5** In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.
- 2.1.6** The details of shareholders holding more than 5% shares as at 31st March,2013 and 31st March,2012 is set out below:

Name of the shareholder	As At 31st March, 2013		As At 31st March, 2012	
	No of shares	% held	No of shares	% held
Kashipur Holdings Limited	10,015,000	45.29%	10,015,000	45.29%
Ajay Commercial Co (P) Limited	1,817,697	8.22%	1,952,697	8.83%
Laurel Finance Limited	1,047,500	4.74%	1,272,500	5.75%
Sajani Devi Bhartia	1,158,500	5.24%	1,158,500	5.24%
Shri U. S. Bhartia	1,137,100	5.14%	1,117,200	5.05%

- 2.1.7** The reconciliation of the number of shares outstanding as at 31st March,2013 and 31st March,2012 is set out below:

Particular	As At 31st March, 2013		As At 31st March, 2012	
	No of shares	Rs in Lacs	No of shares	Rs in Lacs
Numbers of shares at the beginning	22,111,500	1,105.58	15,510,500	1,551.05
Add: Shares issued on conversion of loan into equity (Refer Note 2.1.1.a)	-	-	6,601,000	330.05
Less: Reduction of paid up value (Refer Note 2.1.1.b)	-	-		(775.52)
Numbers of shares at the end	22,111,500	1,105.58	22,111,500	1,105.58



	AS AT 31ST MARCH,2013 (Rs. In Lacs)	AS AT 31ST MARCH,2012 (Rs. In Lacs)
2.2 RESERVE AND SURPLUS		
Capital Reserve		
Opening balance (Capital Subsidy of the Government of Gujarat)	25.00	25.00
Add: Additions during the year	0.00	0.00
	<u>25.00</u>	<u>25.00</u>
Surplus / (Deficit)		
Opening balance	(495.15)	(1,685.42)
Add: Net Profit/(loss) after tax transferred from Statement of Profit and Loss	97.63	414.75
Less :Adjustment pursuant to reduction of Capital (Refer Note 2.1.1.b)	-	775.52
	<u>(397.52)</u>	<u>(495.15)</u>
	<u>(372.52)</u>	<u>(470.15)</u>
NON-CURRENT LIABILITIES		
2.3 Long-term borrowings		
Deferred payment liabilities		
Electricity Duty Deferment (Unsecured)	-	19.13
Deferment of Interest (Unsecured)	-	79.96
	<u>-</u>	<u>99.09</u>
Long-term maturities of finance lease obligations		
-Finance lease obligations(secured)	3.14	7.87
	<u>3.14</u>	<u>7.87</u>
Loans and advances from related parties (unsecured) (Refer No 2.40)	63.87	69.60
Loans and advances from Others (unsecured)	267.63	125.53
	<u>334.64</u>	<u>302.09</u>
The above amount includes		
Secured borrowings	3.14	7.87
Unsecured borrowings	331.49	294.21
	<u>334.64</u>	<u>302.08</u>

Note:-

- 2.3.1** Finance Lease obligations are secured by hypothecation of specific assets taken on such lease. The same are repayable as per the terms of agreement.
- 2.3.2** The deferment of electricity duty from Government is repayable in 60 equal monthly instalments commencing from 1st April 2009 to 31st March 2014 (Refer Note 2.8).
- 2.3.3** Interest on Term loan amounting to Rs 90.36 lacs from IDBI/SASF is repayable in 6 equal installments commencing from 15th April 2013 (Refer Note 2.8).
- 2.3.4** Loan from related parties is repayable as per agreement (i.e. more than 12 months from the date of financial)
- 2.3.5** Loans from other parties is repayable as per agreement (i.e. more than 12 months from the date of financial)

**Polylink Polymers (India) Limited**

	AS AT 31ST MARCH,2013 (Rs. In Lacs)	AS AT 31ST MARCH,2012 (Rs. In Lacs)
2.4 Other Long-term liabilities		
Security Deposits (Refer Note No 2.40)	4.35	4.35
	<u>4.35</u>	<u>4.35</u>
2.5 Long-term Provision		
Employee Benefits	12.10	13.10
	<u>12.10</u>	<u>13.10</u>
CURRENT LIABILITIES		
2.6 Short-term borrowings		
Loan repayable on demand		
-From Banks		
-Cash credit/working capital demand loans(secured)	356.49	461.94
Loan repayable		
-From Banks		
-Outstanding under Letter of Credit (Secured)	146.84	187.95
	<u>503.33</u>	<u>649.89</u>
Note:-		
2.6.1 Loan from Axis Bank Ltd is secured by hypothecation of current assets(by way of first charge) including company's stock (present & future) of Raw materials,Semi finished and finished goods,Consumable stores and Book Debts and also by way of second charge over all immovable properties of the company and personally guaranteed by one Director ,and also by way of corporate guarantee of an associate company,Namely Facit Commosales Private Ltd.and further pledge of their or its share holdings in certain company.		
2.6.2 Cash credit/working capital loan from bank is payable on demand.		
2.6.3 Letter of credit loan from bank is repayable as per the terms of agreement (within 12 months from the date from financial).		
2.7 Trade payables		
Trade payables-due to micro,small and medium enterprises under MSMED Act,2006 (Refer Note No 2.27)	-	-
Trade payables -Others	192.73	175.84
	<u>192.73</u>	<u>175.84</u>
2.8 Other current liabilities		
Current maturities of long term debt (Secured)- Refer Note -2.3	-	192.00
Current maturities of long term debt (Unsecured)- Refer Note -2.3	110.06	19.13
Current maturities of finance lease obligations - Refer Note -2.3	4.73	4.25
Trade deposits & advances	0.90	17.49
Accrued Salaries & Benefits	6.42	7.11
Statutory dues	27.07	39.60
Other payables	31.32	37.51
	<u>180.49</u>	<u>317.09</u>
2.9 Short-term provisions		
Employee benefits	0.86	1.48
Provision for excise duty	4.83	2.64
	<u>5.69</u>	<u>4.12</u>



Polylink Polymers (India) Limited

2.10 FIXED ASSETS AS AT 31st MARCH, 2013

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At 01.04.2012	Addition During The Year	Deduction During The Year	Total Upto 31.03.2013	As At 01.04.2012	Provision During The Year	Deduction During The Year	TOTAL UPTO 31.03.2013	As At 31.03.2013	As At 31.03.2012
Land	20.23	0.00		20.23	0.00	0.00	0.00	0.00	20.23	20.23
Buildings										
- Factory	645.33	0.00		645.33	317.18	21.55	0.00	338.73	306.60	328.15
- Others	39.24	0.00	30.82	8.42	10.91	0.64	9.03	2.52	5.90	28.33
Plant & Machinery	2394.63	14.65		2409.28	1905.47	137.35	0.00	2042.82	366.46	489.16
Electrical Installations- And Fittings	170.98	0.00		170.98	129.90	8.12	0.00	138.03	32.95	41.07
Office Equipments	11.58	0.55		12.13	6.81	0.56	0.00	7.37	4.76	4.77
Computers	30.54	0.48		31.02	27.77	0.98	0.00	28.75	2.27	2.77
Furniture & Fixtures	30.61	0.00		30.61	27.08	1.18	0.00	28.26	2.35	3.53
Vehicles	21.61	0.00		21.61	2.57	2.03	0.00	4.60	17.01	19.04
Total	3364.75	15.68	30.82	3349.61	2427.69	172.41	9.03	2591.08	758.53	937.05
Previous Year	3354.30	18.33	7.89	3364.74	2265.09	167.22	4.62	2427.69		
Less: Provision For Impairment Of Fixed Assets									19.28	16.00
									739.25	921.05

AS AT
31ST MARCH, 2013
(Rs. In Lacs)

AS AT
31ST MARCH, 2012
(Rs. In Lacs)

NON-CURRENT ASSETS

2.11 DEFERRED TAX ASSETS (NET)

Deferred tax assets	585.46	631.29
Deferred tax Liabilities	160.33	165.79
Deferred tax assets (Net) (Refer Note No 2.36)	<u>425.13</u>	<u>465.50</u>

2.12 Long term loans and advances

Security deposits(unsecured, considered good)	26.78	27.07
	<u>26.78</u>	<u>27.07</u>



	AS AT 31ST MARCH,2013 (Rs. In Lacs)	AS AT 31ST MARCH,2012 (Rs. In Lacs)
CURRENT ASSETS		
2.13 Inventories (For the purpose of valuation -Refer Note 1.3)		
- Raw Materials* (Including in Transit Rs.47,925/-,P/y Rs.26,79,872/-)	81.40	138.18
- Work-in-Progress**	4.43	3.72
- Finished Goods*** (Including waste Rs.1,10,266/- P/y Rs.1,39,421/-) (Including in Transit Rs.15,82,250/-,P/y Rs.61,32,960/-)	59.78	85.29
- Stores/Spares (Including in Transit Rs.1,83,715/-,P/y Rs.Nil)	25.04	30.03
- Packing Materials	7.19	4.49
*(Refer Note No 2.41.3)	177.84	261.71
** (Refer Note No 2.41.2)		
*** (Refer Note No 2.41.1)		
2.14 Trade receivables		
Outstanding for period exceeding six months from the date they are due for payment		
Unsecured, considered good	4.22	7.58
Doubtful	3.82	3.82
	8.04	11.40
Less: Provision for doubtful receivables	3.82	3.82
	4.22	7.58
Other receivables		
Unsecured, considered good	366.31	318.27
Doubtful	-	-
	366.31	318.27
Less: Provision for doubtful receivables	-	-
	366.31	318.27
TOTAL	370.54	325.85
2.15 Cash and Bank Balances		
Cash and cash equivalents		
Cash on hand	0.84	1.28
Balances with bank:		
- In Current Accounts	3.39	3.68
Cheque in hand	40.00	
Other bank balances:		
- Deposits as margin money *	30.67	27.26
*Given to Bank for the purpose of opening of letters of credit	74.90	32.22



	AS AT 31ST MARCH,2013 (Rs. In Lacs)	AS AT 31ST MARCH,2012 (Rs. In Lacs)
2.16 Short-term loans and advances		
Deposits/Balances with excise / sales tax authorities	50.16	10.56
Advance payment of income tax/wealth tax (including TDS)	3.76	3.37
Advance recoverable in cash & kind (unsecured, considered good)	12.98	10.04
Other short term loans and advances (unsecured, considered good)	1.03	1.06
	<u>67.93</u>	<u>25.03</u>
2.17 Other current assets		
Export Incentives Receivable	76.39	38.65
Interest accrued on deposits	0.80	0.95
Other current assets (unsecured, considered good) (Including Related party- Refer Note No 2.40)	6.83	3.88
TOTAL	<u>84.02</u>	<u>43.48</u>

**Polylink Polymers (India) Limited****CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

	FOR THE YEAR ENDED 31 ST MARCH, 2013 (Rs. In Lacs)	FOR THE YEAR ENDED 31 ST MARCH, 2012 (Rs. In Lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) Before Tax	138.00	(50.75)
Adjustment for :		
Depreciation and amortization	172.41	167.22
Finance costs	139.68	167.26
Interest income	(4.42)	(5.96)
Liabilities / provisions no longer required written back	-	(11.82)
Allowances for Bad Debts	-	3.82
Loss/(Profit) on Sale/Write off of Fixed Assets	(121.44)	0.46
Sundry Balances W/off	2.18	-
Impairment of Fixed Assets	3.29	-
Provision for employee benefits	2.57	5.25
Unrealised Foreign Exchange (Gain) / Loss	(0.14)	(2.26)
Operating profit before working capital changes	332.13	273.23
Adjustment for :		
(Increase)/Decrease in trade and other receivables	(127.70)	91.05
(Increase)/Decrease in inventories	83.87	83.75
Increase/(Decrease) in trade and other payables	(34.26)	(78.09)
Interest paid	(128.71)	(92.97)
Net Cash Inflow/(outflow) from Operating Activities (A)	125.33	214.83
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets & Capital Advances	(15.68)	(18.33)
Proceeds from sale of Fixed Assets	143.23	2.80
Movement in other bank balances	(3.41)	(3.64)
Interest Received on FDR	4.42	5.96
Net Cash Inflow/(outflow) from Investing Activities (B)	128.55	(13.21)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from / (payment of) Long term Borrowings	32.54	(178.41)
Proceeds from / (payment of) short term Borrowings	(247.15)	(19.95)
Net cash Inflow/(outflow) from financing activities (C)	(214.61)	(198.36)
Net increase/ (Decrease) in cash and cash equivalents (A+B+C)	39.27	3.25
Cash and cash equivalents at the beginning of the year (Opening Balance)	4.95	1.70
Cash and cash equivalents at the closing of the year (Closing Balance)	44.22	4.95

Note:-

1. Previous period's figures have been regrouped / rearranged wherever considered necessary to confirm to make them comparable.
2. The company has allotted equity shares amounting to Rs 330.05 lacs out of Loans & Advance in the earlier years hence, not reflected in the Cash Flow Statement (Refer Note No 2.1 to the Accounts).

In terms of our report of even date.
For K N Gutgutia & Co.
Chartered Accountants
Firm Registration Number: 304153E

for and on behalf of the Board

B R Goyal
Partner
M. No.12172

U.S.Bhartia
Chairman

R.P.Goyal
Director (F & C)

Date :14th May 2013
New Delhi

Ankit Vageriya
Company Secretary



	FOR THE YEAR ENDED 31 ST MARCH, 2013 (Rs. In Lacs)	FOR THE YEAR ENDED 31 ST MARCH, 2012 (Rs. In Lacs)
2.18 Revenue from operations		
(a)sale of Products**	3,305.09	3,042.25
(b)sale of Services	0.56	21.48
(c)Other operating revenues*	71.33	65.77
	<u>3,376.98</u>	<u>3,129.50</u>
Less		
©Excise Duty	<u>170.87</u>	<u>179.17</u>
	<u>3,206.11</u>	<u>2,950.33</u>
*Other operating Income is from the Scrap Sales and as Export Incentives on export during the year. (**Refer Note No 2.41.1)		
2.19 Other Income		
Rent	17.40	11.80
Development & Service Charges	32.18	70.33
Interest Income on Fixed Deposit	4.42	5.96
Liabilities / provisions no longer required written back	-	11.82
Insurance claim received	0.44	-
Foreign exchange fluctuation gain	10.44	-
Others	0.66	0.23
	<u>65.54</u>	<u>100.14</u>
2.20 Increase/(Decrease) in Stock		
Closing Stocks		
-Process*	4.44	3.72
-Finished goods**	58.67	83.89
-waste	<u>1.10</u>	<u>1.40</u>
	<u>64.21</u>	<u>89.01</u>
Opening Stocks		
-Process*	3.72	3.49
-Finished goods**	83.89	111.48
-waste	<u>1.40</u>	<u>1.31</u>
	<u>89.01</u>	<u>116.28</u>
Net Increase /(Decrease) in Stock	<u>(24.81)</u>	<u>(27.27)</u>
(*Refer Note No 2.41.2)		
(**Refer Note No 2.41.1)		
2.21 Cost of materials consumed	(Rs.)	(Rs.)
Raw Materials consumed*	<u>2,216.12</u>	<u>2,133.16</u>
	<u>2,216.12</u>	<u>2,133.16</u>
(*Refer Note No 2.41.4)		
2.22 Employee benefit expense		
Salaries, Wages, Allowances, Gratuity, etc.	136.39	129.08
Contribution to Provident & Other Funds	8.23	7.96
Staff Welfare Expenses	<u>4.21</u>	<u>3.90</u>
	<u>148.83</u>	<u>140.94</u>



	FOR THE YEAR ENDED 31 ST MARCH, 2013 (Rs. In Lacs)	FOR THE YEAR ENDED 31 ST MARCH, 2012 (Rs. In Lacs)
2.23 Other expenses		
2.23.1 Manufacturing expenses		
Power & Fuel	122.29	103.33
Processing charges	1.40	4.25
Stores & spares consumed	15.55	13.06
Packing Material consumed	34.27	35.89
Increase / (decrease) of excise duty on inventory	2.20	2.64
Repairs Maintenance		
- Plant & Machinery	4.87	5.12
- Buildings	1.07	1.01
	<u>181.65</u>	<u>165.30</u>
2.23.2 Administrative expenses		
Repairs Maintenance - Others	2.60	2.36
Insurance	7.39	8.69
Rent, Rates & Taxes	3.11	2.68
Communication	3.86	3.95
Travelling and conveyance	9.56	6.75
Vehicle Running & Hire Charges	13.62	12.90
Printing and Stationery	1.06	1.01
Office Maintenance	8.89	8.04
Auditors Remuneration - As Audit Fees	1.35	1.00
-For other services	0.45	0.40
Legal, professional & consultancy charges	16.95	14.05
Directors' Sitting Fees	1.32	1.08
Bank Charges	5.64	4.54
Provision for Bad Debts	-	3.82
Sundry Balances W/off	2.18	-
Loss on sale of Fixed Assets	-	0.46
Prior Period Expenses	0.21	17.49
Miscellaneous Expenses	<u>6.21</u>	<u>5.23</u>
	<u>84.39</u>	<u>94.44</u>
2.23.3 Selling & Distribution expenses		
Selling and Distribution Expenses(Refer Note No 2.28)	13.34	13.28
Freight & forwarding (Including ocean freight)	270.57	190.62
Foreign exchange fluctuation loss	-	<u>1.73</u>
	<u>283.91</u>	<u>205.63</u>
Total (2.23.1 to 2.23.3)	<u>549.95</u>	<u>465.37</u>
2.24 Finance costs		
Interest expense (Including LC & bills discounting charges)	133.88	163.36
Other borrowings cost	5.80	3.90
	<u>139.68</u>	<u>167.26</u>
2.25 Exceptional item		
Gain on sale of fixed assets (Office premises)*	(121.44)	
Provision towards impairment of fixed assets	3.29	
	<u>(118.15)</u>	<u>-</u>

* The company has entered into agreement to sell and the possession has been given of two Offices. Documentations for registration are pending.

**SIGNIFICANT ACCOUNTING POLICIES****1 Corporate Information**

Polylink Polymers (India) Limited (the Company) is a public company domiciled in India and incorporated under the provisions of Companies Act 1956. It's shares are listed on Bombay Stock Exchange Limited. The Company is leading manufacturer of various compounds for Power cable, Telephone cable and Engineering Plastics.

1.1 BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

These accounts are prepared on the historical cost basis and on the Accounting principles of goin concern, Accounting policies not specifically referred to are in accordance with the Accounting standards issued by the Institute of Chartered Accountants of India. The Company has adopted the Mercantile system of accounting. If not stated otherwise, claims are accounted for as receivable if the management is of the opinion that the chance of recovery is higher than not.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule VI to the Companies Act, 1956. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current -noncurrent classification of assets and liabilities.

1.2 FIXED ASSETS : DEPRECIATION

- (i) Fixed assets are recorded on historical cost inclusive of capitalised portion of Pre-operative Expenses and net of recoverable taxes.
- (ii) Depreciation is provided on Straight Line Method in the manner and at the rates mentioned in Schedule XIV to the Companies Act, 1956 (as amended) on the cost of assets as referred to above.

1.3 INVENTORIES

- (i) Finished Products : at lower of cost or net realisable value
 - (ii) Stock in process : at cost arrived by estimating percentage of completion.
 - (iii) Raw Materials : at lower of cost or estimated net realisable value (FIFO Basis)
 - (iv) waste and scrap : at net realisable value
 - (v) Stores,Packing Materials & Spares at cost or below cost (FIFO Basis)
 - and Chemicals :
- Costs have been calculated with reference to Conversion cost and the expenses incurred to bring the inventory to its present condition and location.

1.4 FOREIGN CURRENCY TRANSACTIONS

- (i) All transactions in foreign currency, are recorded at the rate of exchange prevailing on the dates when the relevant transactions take place.
- (ii) Balance in form of Current Assets and Current Liabilities in foreign currency outstanding at the close of the year, are converted in Indian currency at the appropriate rates of exchange prevailing on the date of the Balance sheet, and Resultant gain or loss is accounted for in the statement Profit and loss.

1.5 RESEARCH & DEVELOPMENT (R & D)

Revenue expenses on Research and Development are charged to Profit and Loss Account and capital expenditure on R & D is added to Fixed Assets.

1.6 CONTINGENT LIABILITIES

Contingent liabilities are generally not provided for in the accounts and are shown separately in notes to the Accounts.

1.7 REVENUE RECOGNITION

Domestic Sales are accounted for at the time of despatch. Export sales are accounted with reference to the date of bill of lading. Sales figures are after deduction of usual Trade / Quantity Discounts, Returns, Exciseduty and taxes.

1.8 EXPORT BENEFITS

Export benefits are accounted for on accrual basis based upon estimated benefits which accrue to the company as per DGFT scheme.

**SIGNIFICANT ACCOUNTING POLICIES****1.9 GOVERNMENT GRANTS**

Government grants/subsidy in relation to the project and not related to any fixed assets are credited to Capital Reserve.

1.10 EMPLOYEE BENEFIT

- (i) Gratuity liability as per Gratuity Act. has been provided for all the eligible employees on the basis of actuarial valuation are funded with LIC under Group Gratuity Scheme. Leave encashment benefit is accounted for on basis of estimated liability at the year end and not on the actuarial valuation basis in view of the fact that it will not materially affect in terms of total amount.
- (ii) Employer's contribution to Employee's provident fund is accounted for on accrual basis and charged to the Profit and Loss Account.

1.11 EXCISE DUTY

Excise Duty payable on the closing stock, awaiting removal, has been accounted for and added to the value of closing stock.

1.12 TAXATION**DEFERRED TAX:**

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the current year and reversal of timing differences for earlier years. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax

1.13 IMPAIRMENT OF ASSETS

The Company, in accordance with the Accounting Standard 28 (AS-28) in respect of impairment of Assets, issued by the Institute of Chartered Accountants of India, has adopted the practice of assessing at each Balance Sheet date whether there is any indication that an asset may be impaired and if any such exists, then the company provides for the loss for impairment of Assets after estimating the recoverable amount of the assets.

1.14 PROVISIONS AND CONTINGENT LIABILITY

The Company recognizes a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligations. A disclosure of the contingent liability, if determinable, is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. But where there is a possible obligation but the likelihood of outflow of resources is remote, no provision / disclosure is made.

1.15 (i) FINANCE LEASES

In respect of assets acquired on or after 1st April, 2001, under finance lease the same are capitalised at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term. Lease payments are apportioned between the interest charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Interest component is charged to the Profit and Loss Account.

(ii) OPERATING LEASE

The revenue for operating lease is recognised in terms of the agreement.



Notes on Accounts

- 2.26. 1 Contingent liabilities, not provided for in respect of the following:

	AS AT YEAR ENDED 31ST MARCH,2013 (Rs. In lacs)	AS AT YEAR ENDED 31ST MARCH,2012 (Rs. In lacs)
Claims against the company not acknowledged as debt	6.39	10.81

- 2.26. 2 Commitments As At 31st March 2013 ----- NIL (P/y - NIL)

- 2.27 Under the Micro, Small and medium Enterprise Development Act,2006 Which came into force on October 2,2006 certain disclosure are required to be made relating to Micro, Small and Medium Enterprise. Based on the information available with the company, there are no amounts payable to micro and small enterprises within the meaning of the Micro, Small and medium Enterprise Development Act,2006.

- 2.28. 1 Foreign exchange variation (Net) dealt with in the profit and loss account Rs. 10.44 lacs (Credit) (previous year Rs.1.73 lacs (Debit)),details of the same are as under :

	FOR THE YEAR ENDED 31ST MARCH,2013 (Rs. In lacs)	FOR THE YEAR ENDED 31ST MARCH,2012 (Rs. In lacs)
(Loss)/ Gain on Creditors/Import	0.00	(3.90)
(Loss)/ Gain on Debtors/Export	10.44	2.17
	10.44	(1.73)

- 2.28. 2 Unhedged Foreign Exchange Exposure : Debtors Rs.205.01 lacs.

- 2.29 Selling and Distribution expenses include Rs.13.20 Lacs as Commission/Discount. (Previous year Rs.13.05 Lacs)

- 2.30 The company identified during 2008 - 09 and also during the current financial year 2012 - 13 certain fixed assets, which were not under use or were unusable / surplus, the realisable value (estimated by management)was lower by Rs.19.28 lacs (Rs.16.00 lacs during 2008-09) wich was provided .

- 2.31 Write downs and Write offs :During the year the Company reviewed the recoverability of claims and upon such review following amounts were written off / written back :

	FOR THE YEAR ENDED 31ST MARCH,2013 (Rs. In lacs)	FOR THE YEAR ENDED 31ST MARCH,2012 (Rs. In lacs)
Non utilization of advance license (written off)	2.91	-
Sundry balances (written off)	2.18	-
TOTAL Rs.	5.09	-

- 2.32 Excise duty Expenses represents provision on Closing Stocks for domestic sales.

- 2.33. 1 Interest is payable commencing from 1.1.2010 as past interest has been deferred by the said SASF. Interest has been provided from 01.01.2011 to 31.03.2013 at the agreed rate in these Accounts and the same is payable in six equal installments commencing from 15th, April 2013.



2.33. 2 As the net worth of the company fully eroded as per the Audited Balance sheet of the company as at 31.03.2009, the company has been referred to BIFR under the SICA provisions. The Rehabilitation Scheme as prepared by IDBI, as the operating Agency, has been approved by BIFR on 12th May 2011. However the company has been discharged from the purview of SICA/BIFR as per order dated 19th March, 2013.

2.34 Trade payables, Trade receivable and Advances are subject to confirmations.

2.35. 1 There are certain leasing arrangement for Office premises / House accommodation. Monthly charges in this respect are charged to P & L Account.

2.35. 2 The company has given Office premises & Godown on lease to one of the associates company. The rental income of Rs. 17.40 lacs (P/y - Rs 11.80 lacs) has been recognized in the accounts for the year.

2.36 DEFERRED TAX:

The institute of Chartered Accountants of India, has made mandatory, w.e.f.1.4.2001, the Accounting standard-22(AS-22) in respect of 'Accounting for Taxation of Income'. On the basis of virtual certainty of availability of sufficient future taxable income and also based upon the data available, the company has computed differed tax liability and assets as at 31.03.2013 as under and recognized the Deferred Tax Asset in respect of Past Losses and for other items:

Particular	FOR THE YEAR ENDED 31ST MARCH, 2013 (Rs. In lacs)	FOR THE YEAR ENDED 31ST MARCH, 2012 (Rs. In lacs)
Deferred Tax Assets		
Provision for Leave encashment	4.20	4.73
Provision for bad & doubtful debts	1.24	-
Amounts disallowed u/s 43 B & allowable on Payment	30.13	26.68
Accumulated Losses as per Tax Laws	549.88	599.88
	585.45	631.29
Deferred Tax Liabilities		
Accelerated Depreciation /Amortization	160.32	165.79
	160.32	165.79
Deferred Tax Assets (Net)	425.13	465.50

2.37 There is no separate reportable segment as the company is predominantly engaged in only one segment, i.e. 'Polymers Compounding' therefore, Accounting standard-17 to Segment Reporting, issued by the Institute of Chartered Accountants of India, is not applicable to it.

2.38 EARNING PER SHARE::

	FOR THE YEAR ENDED 31ST MARCH, 2013 (Rs. In lacs)	FOR THE YEAR ENDED 31ST MARCH, 2012 (Rs. In lacs)
i) Profit (Loss) as per Profit & Loss Account (Rs.)	97.63	414.75
ii) Weighted average number of equity shares (in Numbers)	221.22	156.01
iii) Basic Earning per share (Rs.)	0.44	2.66
Weighted average number of equity shares for Earnings Per Share computation		
Numbers of shares at the beginning (In Lacs)	221.12	155.11
Add: Shares issued on conversion of loan into equity on 27.03.2012 (6601000*5/365)	-	0.90
Weighted average number of equity shares (In Lacs)	221.12	156.01



2.39	Disclosure pursuant to AS-15 (Revised) (a) For Gratuity (Defined Benefit) (Funded with L.I.C as group gratuity policy)	(Rs. In lacs)	(Rs. In lacs)
1	Assumptions	As on 31/03/2013	As on 31/03/2012
	Discount Rate	8.00%	8.00%
	Salary Escalation	7.00%	7.00%
2	Changes in present value of obligations	As on 31/03/2013	As on 31/03/2012
	Present value of obligations as at beginning of year	19.73	18.77
	Interest cost	1.58	1.50
	Current Service Cost	2.04	2.15
	Benefits Paid	4.63	(0.26)
	Actuarial (gain)/Loss on obligations	9.97	(2.42)
	Present value of obligations as at end of year	28.69	19.73
3	Changes in the fair value of plan assets	As on 31/03/2013	As on 31/03/2012
	Fair value of plan assets at beginning of year	8.54	6.11
	Expected return on plan assets	0.84	0.65
	Contributions	2.59	2.04
	Benefits paid	(4.63)	(0.26)
	Actuarial Gain / (Loss) on Plan assets	NIL	NIL
	Fair value of plan assets at the end of year	7.33	8.54
4	Fair value of plan assets		
	Fair value of plan assets at beginning of year	8.54	6.11
	Actual return on plan assets	0.84	0.65
	Contributions	2.59	2.04
	Benefits Paid	(4.64)	(0.26)
	Fair value of plan assets at the end of year	7.34	8.54
	Funding status	(21.35)	(11.19)
	Excess of Actual over estimated return on plan assets	NIL	NIL
	(Actual rate of return = Estimated rate of return as ARD falls on 31st March)		
5	The amounts to be in the balance sheet and statements of profit and loss		
	Present value of obligations as at the end of year	28.69	19.73
	Fair value of plan assets as at the end of the year	7.34	8.54
	Funded status	(21.35)	(11.19)
	Net Asset/(liability) recognized in balance sheet	(21.35)	11.90
6	Expenses Recognised in statement of Profit & loss		
	Current Service cost	2.04	2.15
	Interest Cost	1.58	1.50
	Expected return on plan assets	(0.84)	(0.65)
	Net Actuarial (gain)/Loss recognised in the year	9.97	(2.42)
	Expenses recognised in statement of Profit & loss	12.75	0.58
	(b) For Provident fund Defined Contribution Plans		
	Total amount of Provident fund Expenses recognised in the Profit & Loss Account is Rs.8.23 lacs,(Previous year Rs.7.96 lacs)		



2.40 Related party disclosure as require by Accounting Standard-18 (AS-18) "Related Parties Disclosure" issued by the Institute of Chartered Accountants Of India are given below :

Description of Relationship		Name of the related Parties			
Associates		Kashipur Holdings Ltd			
Key Management Personnel		India Glycols Ltd			
Enterprise over which KMP or their relatives have control		Mr.R.P.Goyal			
		N2N Impex Pvt. Ltd.			
Particular	Associates		Enterprise over which KMP or their relatives have control	Key managerial Person	Total
Name of the related Parties	Kashipur Holdings Ltd	India Glycols Ltd	N2N Impex Pvt. Ltd.	Mr.R.P.Goyal	
Development & Service Charges		32.18 (70.33)			32.18 (70.33)
Rent Received		17.40 (11.80)			17.40 (11.80)
Bills Discounted (Including charges)	361.83 (160.75)				361.83 (160.75)
Conversion of loan into Equity	0.00 (330.05)				0.00 (0)
Security Received		0.00 (4.35)		0.00	0.00 (0)
Loan Received	100.00 (0.00)		80.00 (83.25)	(8.50) 2.53	180.00 (91.75)
Loan Repayment (Excluding conversion into equity)			96.00 (67.25)	(0.00)	98.53 (67.25)
Interest on Loan		0.00 (1.46)	3.00 (2.03)	26.40 (26.40)	3.00 (0)
Remuneration as Director					26.40 (26.40)
Sale of Fixed Assets	143.23 (0.00)				143.23 0.00
Outstanding at the end of the year				5.97 (8.50)	
Outstanding Payable	63.87 (53.60)	4.35 (16.72)	0.00 (16.00)		74.19 (94.82)
Outstanding Receivable	3.23 (0.00)	7.44 (0.00)			10.67 0.00

* Figures in brackets represent previous year.

2.40 Additional Information pursuant to Note 5 of Part II of the Revised Schedule VI of the Companies Act 1956 :



2.41. 1 Details of Turnover & Finish Goods (Stock) (Rs. In lacs)

Sr.No.	Clas of Goods	Opening Stock As at 01.04.2012	Closing Stock As at 31.03.2013	Turnover As at 31.03.2013
A	XLPE Compound	17.30	3.13	271.22
B	PP Compound	64.38	53.70	3010.83
C	Others	3.61	2.95	23.05
	Total	85.29	59.78	3305.10

2.41. 2 Details of Work in Progress (Stock) (Rs. In lacs)

Sr.No.	Clas of Goods	Opening Stock As at 01.04.2012	Closing Stock As at 31.03.2013
A	Polypropelene	3.35	4.13
B	Fillers	0.32	0.22
C	Others	0.05	0.08
	Total	3.72	4.43

2.41. 3 Details of Raw Materials (Stock) (Rs. In lacs)

Sr.No.	Clas of Goods	Opening Stock As at 01.04.2012	Closing Stock As at 31.03.2013
A	LDPE/LLDPE	26.95	22.55
B	PP	59.73	38.92
C	FILLERS	5.13	4.34
D	CHEMICALS	26.44	5.91
E	OTHERS	19.93	9.67
	Total	138.18	81.39

2.41. 4 Details of Raw Materials Consumed

Particulars	FOR THE YEAR ENDED 31ST MARCH,2013 (Rs. In lacs)	FOR THE YEAR ENDED 31ST MARCH,2012 (Rs. In lacs)
LLDPE/LDPE	372.63	814.42
PP	1593.06	1063.55
FILLERS	130.93	90.27
CHEMICALS & PROCESSING ADDITIVES	51.79	63.87
OTHERS	67.70	101.05
	2216.11	2133.16

2.41. 5 Value of imported and indigenous raw material, stores and spare parts consumed and percentage thereof : Consumption of raw materials :

	FOR THE YEAR ENDED 31ST MARCH,2013 (Rs. In lacs)	%	FOR THE YEAR ENDED 31ST MARCH,2012 (Rs. In lacs)	%
- Imported	16.81	0.76%	54.49	2.55%
- Indigenous	2,199.31	99.24%	2,078.67	97.45%
TOTAL	2,216.12	100.00%	2,133.16	100.00%

Consumption of Packing , stores & spare parts:

- Imported	0.00	0.00%	0.00	0.00%
- Indigenous	49.82	100.00%	48.95	100.00%
TOTAL	49.82	100.00%	48.95	100%

**2.41. 6 Expenditure in foreign currency**

Particulars	FOR THE YEAR ENDED 31ST MARCH,2013 (Rs. In lacs)	FOR THE YEAR ENDED 31ST MARCH,2012 (Rs. In lacs)
1 Foreign Travel	1.48	-
2 Commission on Export Sale	1.39	2.20
3 Value of imports on CIF basis		
- Raw material & chemicals	-	51.82

2.41. 7 Earning in foreign exchange

- FOB value of Export	1,606.07	974.18
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2.42 Previous period's figures have been regrouped / rearranged wherever considered necessary to confirm to this year' classification in view of the Schedule VI.

In terms of our report of even date.
For **K N Gutgutia & Co.**
Chartered Accountants
Firm Registration Number: 304153E

B R Goyal
Partner
M. No.12172

Date :14th May 2013
New Delhi

for and on behalf of the Board

U.S.Bhartia
Chairman

R.P.Goyal
Director (F & C)

Ankit Vageriya
Company Secretary

POLYLINK POLYMERS (INDIA) LIMITED

Registered Office : 229-230, Village - Valthera, Taluka - Dholka, Dist. : Ahmedabad - 387 810

PROXY FORM

DP ID * _____ Regd. Folio No . _____

Client Id * _____

I/We _____

of _____ in the district of

_____ being a member / members of the above named Company, hereby appoint

Mr./Mrs. _____ of _____ in the

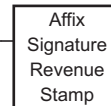
district of _____ or failing him/her Mr./Mrs. _____ of

_____ in the district of _____

as my/our Proxy to vote for me/our behalf at the Annual General Meeting of the Company to be held on Saturday, 10th August, 2013.

Signed the _____ day of _____ 2013

Signature _____



*Applicable for members holding shares in dematerialised form.

1. The Proxy Form signed across revenue stamp should reach the Company's Registered Office at least 48 hours before the scheduled time of meeting.

POLYLINK POLYMERS (INDIA) LIMITED

Registered Office : 229-230, Village - Valthera, Taluka - Dholka, Dist. : Ahmedabad - 387 810

ATTENDANCE SLIP

Full name of the Member attending : _____

Name of Proxy : _____

I Hereby record my presence at the Annual General Meeting being held at the Registered Office of the Company on Saturday, 10th August, 2013.

Regd. Folio No. _____

DP Id* _____

Client Id* _____

No. of Share held _____

Member's/Proxy's Signature
(To be signed at the time of handing over the slip)

*Applicable for members holding shares in dematerialised form.

Note : Persons attending the Annual General Meeting are requested to bring their copies of Annual Report.

BOOK - POST

If undelivered, please return to
POLYLINK POLYMERS (INDIA) LIMITED
229-230, Village - Valthera, Taluka - Dholka,
Dist.: Ahmedabad - 387810.



**POLYLINK POLYMERS
(INDIA) LIMITED**

AN ISO 9001 : 2008 COMPANY

Head Office :

506, Saffron Building, Near Center Point,
Ambawadi, Ahmedabad - 380 006.

Phone : 26427800, 26565200, 32918115
079-30000676, 30000602

Tele Fax : 91-79-26421864

E-mail : polylink@polylinkpolymers.com

Works :

229-230, Vill - Valthera, Ta. Dholka.

Phone : (02714) 247456

Telefax : (91-2714) 247454

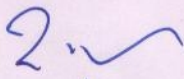
Pursuant to clause 31A of listing agreement.

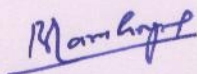
FORM -A

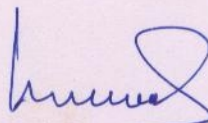
Covering letter of the audit report

1	Name of the Company	POLYLINK POLYMERS (INDIA) LIMITED
2	Annual Financial Statement for the year ended :	01 st April 2012 to 31 st March 2013
3	Type of Audit Observation	The Audit Report has no qualification.
4	Frequency of observation	Not applicable

Signature:


Chairman/CEO/CFO


Auditor


Chairman (Audit Committee)