



NATIONAL PLASTIC INDUSTRIES LIMITED

26th
Annual Report
2012-2013



ISO 9001 : 2000



CORPORATE INFORMATION

Board of Directors

Vinod V. Parekh (Chairman)
Paresh V. Parekh (Managing Director)
Ketan V. Parekh (Jt. Managing Director)
Dhirajlal J. Shanghavi (Director)
Ashwin J. Goradia (Director)

VP – Finance

Umesh L. Shenoy

Company Secretary

Swati J. Zawar

Auditors

M/s. Sheth Doctor & Associates
Chartered Accountants

Bankers

Corporation Bank
Karur Vysya Bank

Investor Queries

investor@nationalplastic.com

Website

www.nationalplastic.com

Registered & Corporate office

A-59, MIDC, Road No. 1,
Marol, Andheri (East),
Mumbai – 400 093
Tel No.: 022 – 6766 9999 / 2831 1555
Fax: 022 – 2836 0422
Email Id: info@nationalplastic.com

Listing on Stock Exchange

Bombay Stock Exchange Limited

26th Annual General Meeting

Tuesday, 24th September, 2013 at 11.00 a.m.
at Hotel Suba Galaxy, N. S. Phadke Road,
Off Western Express Highway,
Andheri (East), Mumbai – 400069

**As a Measure of Economy,
copies of Annual Report will
not be distributed at the Annual
General Meeting. Shareholders are
requested to kindly bring copies of
their Annual Report to the Meeting.**

Registrar & Transfer Agent

Sharex Dynamic (India) Pvt. Ltd.,
Unit No. 1, Luthra Industrial Premises,
Safed Pool, Andheri Kurla Road,
Andheri (East), Mumbai – 400 072
Tel No.: 022 – 2851 5606/2851 5644
Fax: 022 – 2851 2855
Email Id: sharexindia@vsnl.com
Website: www.sharexindia.com

Plant Locations

Silvassa – Plot No. 263, Damani Road,
Village – Dadra, Silvassa – 396230
Union Territory of Dadra Nagarhaveli.

Patna – Plot No. B – 1 to B – 7 Industrial
Area, Fatuha, Bihar – 803201

Nellore Unit No. 1 – Plot no. 1 Industrial Park,
Survey No. 283, 297 & 298,
Naidupet (Menakur), Nellore,
Andhra Pradesh – 524421

Nellore Unit No. 2 – Plot no. 2 Industrial
Park, Survey No. 296, Naidupet (Menakur),
Nellore, Andhra Pradesh – 524421

Company Depots

Thalassery, Vapi, Orissa, Kerala, Ghaziabad.

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NOTICE

Notice is hereby given that the Twenty Sixth Annual General Meeting of the Members of National Plastic Industries Limited, will be held on Tuesday, 24th September, 2013 at 11.00 a.m. at Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai - 400 069 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2013 and the Profit & Loss Account of the Company for the year ended on that date together with the Directors' & Auditor's Report thereon.
2. To appoint a Director in place of Mr. Ashwin Goradia, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/s. Sheth Doctor & Associates, Chartered Accountants, the retiring Auditors of the Company, as Statutory Auditors, who shall hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting, on such remuneration as may be decided by the Board of Directors.

SPECIAL BUSINESS

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

"**RESOLVED** that pursuant to the provisions of Sections 198, 269 309, 310, 311 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII of the said Act including any statutory modification(s) or re-enactment thereof, or any other law and subject to such consent(s), approval(s) and permission(s) as may be necessary in this regard and subject to such conditions as may be imposed by any authority while granting such consent(s), permission(s) and approval(s) and as are agreed to by the Board of Directors at their meeting held on 14th February, 2013, consent of the members be and is hereby accorded to the re-appointment of Mr. Paresh Parekh as Managing Director of the Company for a further period of five years with effect from 1st February, 2013, on the remuneration as set out in the explanatory statement to Item No. 4."

"**RESOLVED FURTHER** that the Board of Directors be and is hereby authorized to vary, alter and modify the terms and conditions of re-appointment including relating to remuneration and perquisites, to the extent specified in Schedule XIII and other applicable provisions, if any, of the Act as amended from time to time."

"**RESOLVED FURTHER** that in case of absence or inadequacy of profits in any financial year, the aforesaid remuneration shall be paid to Mr. Paresh Parekh as minimum remuneration."

"**RESOLVED FURTHER** that the Board be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary to give effect to this resolution."

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

"**RESOLVED** that pursuant to the provisions of Sections 198, 269 309, 310, 311 and other applicable provisions, if any, of the Companies Act, 1956 read with Schedule XIII of the said Act including any statutory modification(s) or re-enactment thereof, or any other law and subject to such consent(s), approval(s) and permission(s) as may be necessary in this regard and subject to such conditions as may be imposed by any authority while granting such consent(s), permission(s) and approval(s) and as are agreed to by the Board of Directors at their meeting held on 14th February, 2013, consent of the members be and is hereby accorded to the re-appointment of Mr. Ketan Parekh as Joint Managing Director of the Company for a further period of five years with effect from 1st February, 2013, on the remuneration as set out in the explanatory statement to Item No. 5."

"**RESOLVED FURTHER** that the Board of Directors be and is hereby authorized to vary, alter and modify the terms and conditions of re-appointment including relating to remuneration and perquisites, to the extent specified in Schedule XIII and other applicable provisions, if any, of the Act as amended from time to time."

"**RESOLVED FURTHER** that in case of absence or inadequacy of profits in any financial year, the aforesaid remuneration shall be paid to Mr. Ketan Parekh as minimum remuneration."

"**RESOLVED FURTHER** that the Board be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary to give effect to this resolution."

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

Place: Mumbai
Date: 14th August, 2013

**PARESH V. PAREKH
MANAGING DIRECTOR**

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING A PROXY, TO BE EFFECTIVE, MUST BE DULY FILLED, STAMPED AND SIGNED AND MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. An Explanatory Statement pursuant to Section 173 (2) of the Companies Act, 1956 in respect of the special business to be transacted at Item Nos. 4 & 5 of the notice of the meeting is annexed hereto.
3. The Annual Report will also be available on the website of the Company at www.nationalplastic.com in the Investors section.
4. The Register of Members and the Share Transfer Books shall remain closed from **Saturday, 14th September, 2013 to Tuesday, 24th September, 2013** (both days inclusive), for the purpose of Annual General Meeting.
5. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
6. All the Members are requested to:
 - i. bring their copies of the Annual Report and the duly filled in Attendance Slip for attending the Annual General Meeting.
 - ii. send their queries with respect to the accounts and operations of the Company at least 10 days in advance so that the required information can be made available at the meeting.
 - iii. direct all the correspondence relating to transfer and transmission of shares, change in their registered address to the Company's Registrar and Transfer Agents, **Sharex Dynamic (India) Pvt. Ltd.**, Unit 1, Luthra Industrial Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai – 400072 and not to the Company.
Members holding shares in the electronic form are advised to inform change in address directly to their respective depository participants.
 - iv. quote their Folio No. / DP ID and Client ID No. in all their correspondence with the Registrar and Share Transfer Agents.
 - v. intimate Registrar and Share Transfer Agents M/s. Sharex Dynamic (India) Pvt. Ltd. for consolidation of their folios, in case they are having more than one folio.
 - vi. note that no gifts/coupons shall be distributed at the Annual General Meeting.
7. In case of Joint holders attending the meeting, only such joint holder whose name is higher in the order of names will be entitled to vote.
8. For transfer of shares held in Physical mode the transferee should submit along with the transfer documents copy of PAN Card for registration of transfer request.
9. The Securities and Exchange Board of India (SEBI) and Reserve Bank of India (RBI) have advised all listed companies to mandatorily use the Electronic Clearing Services (ECS) mandate facility wherever possible for payment of dividend to the Members. In view of this stipulation, the Company has implemented the ECS facility. Members holding shares in physical form are requested to provide the Company with ECS details for crediting the future dividend payment directly to their respective bank accounts. The Company shall be able to co-ordinate with the bankers only on receipt of necessary information. The Members holding shares in electronic form may instruct their DP's accordingly.
10. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their registered email id, bank details, NECS, Mandates, Nominations, power of attorney etc to their Depository Participants. Changes intimated to the Depository Participants will then be automatically reflected in the Company's records which will help the Company and its Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited, to provide efficient and better service to the Members. Members holding shares in physical form are requested to advise such changes to the Company's Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited.
11. Members holding shares in physical form are requested to consider converting their holding to dematerialized form to eliminate all risks associated with physical shares. Members can contact the Company's Registrar and Transfer Agents, M/s. Sharex Dynamic (India) Private Limited for assistance in this regard.

12. Pursuant to Section 205A of the Companies Act, 1956, dividend which remain unpaid or unclaimed for a period of 7 years, will be transferred to Investor Education and Protection Fund (IEPF) of the Central Government. Shareholders, who have not encashed the dividend warrant(s) so far for the Financial Years 2009-2010 onwards, are requested to make their claims to the Company's Registrar and Transfer Agents. It may be noted that once the unclaimed dividend is transferred, on the expiry of seven years from the date of declaration, to the IEPF, as stated herein, no claim shall lie in respect thereof.

13. Reappointment of Director

At the ensuing Annual General Meeting, Mr. Ashwin Goradia, Director retires by rotation and being eligible offers himself for re-appointment.

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

Place: Mumbai

Date: 14th August, 2013

**PARESH V. PAREKH
MANAGING DIRECTOR**

**DETAILS OF DIRECTOR SEEKING RE-APPOINTMENT AT THE ENSUING
ANNUAL GENERAL MEETING**

(Pursuant to Clause 49 of the Listing Agreement)

Name of the Director	Mr. Ashwin Goradia
Date of Birth	26.08.1948
Date of Appointment	28.12.2005
Qualification	Graduate
Expertise in specific area	Plastic Raw Materials & Chemical
Directorships in other Public Limited Companies	NIL
Membership of Committees in other Public Limited Companies	NIL
Number of Shares held	300

ANNEXURE TO THE NOTICE OF THE 26TH ANNUAL GENERAL MEETING

Explanatory Statement pursuant to Section 173 (2) of the Companies Act, 1956

Item No. 4

The tenure of Mr. Paresh Parekh as Managing Director was up to 31st January, 2013. Mr. Paresh Parekh, aged 48 years, is a Business Management Graduate from U.S.A, having multifunctional experience and is managing the day-to-day operations of the Company. In view of the vast experience and valuable contributions of Mr. Paresh Parekh towards the growth of the Company, the Board of Directors, subject to the approval of shareholders in the General Meeting, re-appointed Mr. Paresh Parekh as Managing Director of the Company, for a further term of five years with effect from 1st February, 2013 on the following terms and conditions:

1. PERIOD OF APPOINTMENT: 5 Years from 01.02.2013 to 31.01.2018
2. SALARY: ₹ 50,000/ – per month.
3. PERQUISITES:
 - a) House Rent Allowances ₹ 8,000/ – per month.
 - b) The expenditure incurred on Gas, Electricity, Water and furnishing may be paid by the Company, which shall not exceed 10% of the Salary.
 - c) The reimbursement of the medical expenses of self and his family subject to ceiling of one month salary in a year or three months salary over a period of three years.
 - d) Leave Travel Concession for self and family, once in a year as per the rules specified by the Company.
 - e) Fees of club other than admission and life membership fees of maximum two clubs.
 - f) Personal accident Insurance Premium not to exceed ₹ 2,000/ – per annum.
4. BENEFITS:
 - a) Contributions to the Provident Fund, Superannuation Fund as per the rules of the Company.
 - b) Gratuity not exceeding half a month salary for each completed year of service.
 - c) A car with chauffeur shall be provided for the Company's business activities.
 - d) Telephone facility shall be provided at the residence. Costs incurred for personal long distance telephone calls and use of car for private purpose shall be borne by him.

The Managing Director so long as he functions as such, will not be entitled to any sitting fees for attending meetings of the Board of Directors or Committee's thereof. Salary and perquisites mentioned herein above shall be revised from time to time in accordance with the provisions of the Schedule XIII of the Companies Act, 1956 for the time being in force.

He will not be liable to retire by rotation during his term of office as the Managing Director of the Company.

The terms as set out in the resolution and explanatory statement may be treated as an abstract of the terms of appointment pursuant to Section 302 of the Companies Act, 1956.

None of the Directors of the Company except Mr. Paresh Parekh, Mr. Ketan Parekh and Mr. Vinod Parekh are concerned or interested in the proposed resolution.

The Board recommends the resolution for approval of the members as an Ordinary Resolution.

Item No. 5

The tenure of Mr. Ketan Parekh as Joint Managing Director was up to 31st January, 2013. Mr. Ketan Parekh, aged 46 years, is a Business Administration Graduate from U.S.A, having rich experience in the field of production and is managing the production aspects and the channel partners of the Company. In view of the professional expertise, rich experience and valuable contributions of Mr. Ketan Parekh towards the growth of the Company, the Board of Directors, subject to the approval of shareholders in the General Meeting, re-appointed Mr. Ketan Parekh as Joint Managing Director of the Company, for a further term of five years with effect from 1st February, 2013 on the following terms and conditions:

1. PERIOD OF APPOINTMENT : 5 Years from 01.02.2013 to 31.01.2018
2. SALARY : ₹ 50,000/ – per month.
3. PERQUISITES:
 - a) House Rent Allowances ₹ 8,000/ – per month.
 - b) The expenditure incurred on Gas, Electricity, Water and furnishing may be paid by the Company, which shall

not exceed 10% of the Salary.

- c) The reimbursement of the medical expenses of self and his family subject to ceiling of one month salary in a year or three months salary over a period of three years.
- d) Leave Travel Concession for self and family, once in a year as per the rules specified by the Company.
- e) Fees of club other than admission and life membership fees of maximum two clubs.
- f) Personal accident Insurance Premium not to exceed ₹ 2,000/- per annum.

4. **BENEFITS:**

- a) Contributions to the Provident Fund, Superannuation Fund as per the rules of the Company.
- b) Gratuity not exceeding half a month salary for each completed year of service.
- c) A car with chauffeur shall be provided for the Company's business activities.
- d) Telephone facility shall be provided at residence. Costs incurred for personal long distance telephone calls and use of car for private purpose shall be borne by him.

The Joint Managing Director so long as he functions as such, will not be entitled to any sitting fees for attending meetings of the Board of Directors or Committee's thereof. Salary and perquisites mentioned herein above shall be revised from time to time in accordance with the provisions of the Schedule XIII of the Companies Act, 1956 for the time being in force.

He will not be liable to retire by rotation during his term of office as the Joint Managing Director of the Company.

The terms as set out in the resolution and explanatory statement may be treated as an abstract of the terms of appointment pursuant to Section 302 of the Companies Act, 1956.

None of the Directors of the Company except Mr. Paresh Parekh, Mr. Ketan Parekh and Mr. Vinod Parekh are concerned or interested in the proposed resolution.

The Board recommends the resolution for approval of the members as an Ordinary Resolution.

**On behalf of the Board of Directors
For NATIONAL PLASTIC INDUSTRIES LIMITED**

Place: Mumbai
Date: 14th August, 2013

**PARESH V. PAREKH
MANAGING DIRECTOR**

IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate Affairs (“MCA”) has, vide its circular no. 17/2011 dated 21.04.2011, taken a Green Initiative in Corporate Governance by allowing paperless compliances by the Companies through electronic mode. In accordance with this circular, Companies can send various notices/documents including Annual Reports to their shareholders through electronic mode to the registered e-mail addresses of the shareholders.

The Company, in support of this green initiative measure, had already sent a communication to all the shareholders providing advance opportunity to register their e-mail address with the Registrar and Share Transfer Agents of the Company or concerned Depository Participants for receiving various notices/documents through electronic mode, unless specifically requested to be sent in physical form.

The members, who have not registered/updated their e-mail address so far, are requested to register/update their e-mail addresses, in respect of electronic holdings with the Depository through their concerned Depository Participant. Members who hold their shares in physical form and who are desirous of receiving the communications/documents in electronic form are requested to promptly register their e-mail addresses with the Company.

Please note that as a valued shareholder of the Company, you are always entitled to receive, on request, a printed copy of the Annual Report and all other documents as stated above, free of cost.

The Annual Report of the Company would also be made available on the Company's website at www.nationalplastic.com

We look forward to your support in the “Green Initiative” taken by your Company.

DIRECTORS' REPORT

To,

The Members,

NATIONAL PLASTIC INDUSTRIES LIMITED

Your Directors present their 26th Annual Report together with the Audited Accounts of the Company, for the year ended 31st March, 2013.

FINANCIAL RESULTS

(₹ in Lacs)

Particulars	2012-2013	2011-2012
Sales & Other Income	6869.36	6514.42
(Loss) / Gross Profit before Depreciation & Interest	306.79	463.91
Less : Depreciation	216.68	157.38
Interest	424.12	219.05
(Loss) / Profit for the year	(334.01)	87.48
Less : Prior Period Adjustment	-	-
Less : Tax Provision	-	-
Less : Deferred Tax Liabilities	(108.22)	(23.10)
(Loss) / Net Profit after Tax	(225.79)	64.38
Add : Balance brought forward from previous year (Adjusted)	324.72	313.39
Balance Available for appropriation	98.93	377.77
Appropriation:		
Proposed Dividend	-	45.65
Dividend Tax	-	7.40
Transfer to General Reserve	-	-
Balance c/f to Balance Sheet	98.93	324.72

DIVIDEND

In view of the loss, the Directors of your Company do not recommend any dividend for the current year.

YEAR IN RETROSPECT

The year 2012 – 2013 was yet another challenging year for the Company due to the volatile market conditions. Every sector in the Indian economy had witnessed ups and downs in the socio-economic conditions of the country. Every sector was plagued with problems due to high inflation, high interest rates, depreciating rupee and reduction in growth rate of new businesses. The manufacturing industry has also not remained untouched by these volatile conditions. Persistent efforts have been made by the Company to maintain higher sales volume. However, the factors such as steep increase in the raw material prices, finance cost and fluctuations in the Exchange rates added to the product cost, thereby affecting the demand for the product. There was intense competition both from the organized market players as well as the local unorganized manufacturers.

The Company is taking all necessary steps to reduce wastages and make production cost efficient and will surely be able to achieve its targets.

During the year under review Net Sales were ₹ 60.17 Crores as against ₹ 58.05 Crores in the previous year. In view of the rising inflation, steep increase in raw material prices & volatile market scenario, the company has incurred net loss of ₹ 225.79 Lacs. The Company has endeavored to bring out new & unique moulded furniture for improving the sales of the products.

The PVC flooring Mats business in Nellore, Andhra Pradesh in the southern part of the country under the brand name INSTA has received lukewarm response after its launch last year but is expected to pick up pace during the next few years.

FIXED DEPOSIT

The Company has not accepted any Fixed Deposit covered under Section 58A of the Companies Act, 1956 from the Shareholders or the Public during the year.

CORPORATE GOVERNANCE

A report on Corporate Governance as stipulated under clause 49 of the Listing Agreement with the Stock Exchange forms part of the Annual Report.

The Certificate from the Auditor of the Company confirming compliance with the conditions of the Corporate Governance as stipulated under the aforesaid Clause 49 is attached to this Report. Further, a separate Management Discussion and Analysis report also forms part of this Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT

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

- i. in the preparation of the annual accounts for the year ended 31st March, 2013, the applicable accounting standards have been followed along with proper explanations relating to material departures, if any;
- ii. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2013 and of the loss of the Company for the financial year ended 31st March, 2013;
- iii. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- iv. the annual accounts have been prepared on a going concern basis.

INSURANCE

All the insurable interests of the company including inventories, building, plant & machinery etc. are adequately insured.

BOARD OF DIRECTORS

Mr. Ashwin Goradia, Director of the Company retires by rotation at the forthcoming Annual General Meeting in accordance with the provisions of the Companies Act, 1956 and being eligible, offers himself for re-appointment.

Disclosures as required under provisions of the Listing Agreement forms part of this report.

AUDITORS

Statutory Auditors

M/s. Sheth Doctor & Associates, Chartered Accountants, Statutory Auditors of the Company, hold office until the conclusion of the forthcoming Twenty Sixth Annual General Meeting of the Company and being eligible, offer themselves for re-appointment.

Cost Auditors

The Board of Directors of the Company have appointed, on the recommendations of the Audit Committee, Mr. Chinmay S. Joshi, Practising Cost Accountant as the Cost Auditor of the Company for the Financial Year 2013-14 for auditing the cost accounts in respect of 'Plastic Products' as required by the Central Government Order dated 6th November, 2012.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information as per 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 form part of this report and are set out in the annexure "A" attached herewith.

EMPLOYEES

None of the employees of the Company were drawing a remuneration exceeding ₹ 60,00,000/ – per annum or ₹ 5,00,000/ – per month or part thereof. Hence, no particulars of employees as per Section 217 (2A) of the Companies Act, 1956 are furnished.

Your Directors value the commitment of the employees towards the Company and appreciate their valuable contributions for the progress and growth of the Company.

ACKNOWLEDGEMENTS:

Your Directors would like to place on record their gratitude for the co-operation and support they have received from the State Government Authorities, Statutory Authorities, Local Bodies, Banks and Financial Institutions and other Regulatory agencies during the year. Your Directors warmly acknowledge the faith and confidence reposed in the Company by its channel partners, dealers and customers in supporting its business activities and growth. Your Directors express their gratitude to the other business associates of the Company for their unstinting support. Your Directors are thankful to the Members for extending the trust and confidence shown.

For and on behalf of the Board of Directors

Place: Mumbai

Date: 14th August, 2013

Paresh V. Parekh
Managing Director

ANNEXURE “A” TO THE DIRECTORS’ REPORT

Additional information given as required under the Companies (Disclosures of Particulars in the Report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY

Adequate measures have been taken to avoid wastage of energy, the necessary investments are also planned to cut down the consumption of energy per kg. of processing of plastic. The requirement for disclosure with respect to the conservation of energy is not applicable to the Company.

B. FOREIGN EXCHANGE EARNINGS AND OUTGO

The total foreign exchange earnings and outgo for the financial accounting year 31st March, 2013 is as follows:

a) Earnings	
Value of Export (FOB)	₹ 1,108.72 Lacs
b) Outgo	
Capital Goods	₹ 136.70 Lacs
Bank Charges	₹ 3.08 Lacs
Raw Material & Other Purchases	₹ 51.58 Lacs
Traded Purchases	NIL

For and on behalf of the Board of Directors

Place: Mumbai
Date: 14th August, 2013

Paresh V. Parekh
Managing Director

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Good Corporate Governance is about enhancing value for all stakeholders with strong emphasis on transparency, accountability, ethics, integrity, equity, fairness and commitment to values. Your Company is committed to good Corporate Governance. The Company believes that good Corporate Governance serves the long-term interest of all its shareholders. Corporate Governance strengthens investors trust and ensures long term partnership, which helps your company in fulfilling its quest for achieving significant growth and profits. A sound governance process consists of a combination of business practices, which result in enhanced shareholder value and enable the Company to fulfill its commitment to customers, employees, lenders and the society in general.

Your company has achieved excellence in its practices with the prevailing guidelines by upholding the core values of good Corporate Governance across all aspects of its operation. Key aspects of the Company's Governance processes are:

- Clear statements of Board processes and Board Executive linkage.
- Disclosures, accountability, transparency, adequate systems and procedures to monitor the state of affairs of the Company to enable the Board in effectively discharging its responsibilities to the shareholders of the Company.
- Identification and Management of key risks to deliver better performance of the Company.

The basic philosophy of Corporate Governance in the Company is to achieve business excellence and dedicate itself to increasing long-term shareholder value. The Company is committed to transparency in all its dealings and lays emphasis on business ethics.

2. BOARD OF DIRECTORS

Composition of Board

The present strength of the board is 5 Directors as under:-

Director	Category	No. of Outside Directorships held
Mr. Vinod V. Parekh	Promoter – Non Executive	1
Mr. Paresh V. Parekh	Promoter Executive	NIL
Mr. Ketan V. Parekh	Promoter Executive	NIL
Mr. Ashwin Goradia	Non-Executive Independent	NIL
Mr. Dhirajlal J. Shanghavi	Non-Executive Independent	1

Board Meetings:

The Board meets at least once in a quarter to consider amongst other businesses, the quarterly performance and the Financial Results of the Company. When necessary, additional meetings are held. To address specific urgent need, meetings are also convened at shorter notice. The quarterly, half-yearly and the annual results for the Company are first placed before the Audit Committee of the Company and thereafter the same are placed before the Board of Directors. During the year under review, 14 meetings of the Board of Directors were held on 14th April 2012, 30th May 2012, 28th June 2012, 27th July 2012, 14th August 2012, 12th October 2012, 30th October 2012, 14th November 2012, 15th November 2012, 10th January 2013, 14th February 2013, 2nd March 2013, 7th March 2013 and 19th March 2013.

Attendance of each Director at these meetings is as under:

Name of Director	No. of Board Meetings Attended	Attendance at last AGM
Mr. Vinod V. Parekh	14	Present
Mr. Paresh V. Parekh	14	Present
Mr. Ketan V. Parekh	14	Absent
Mr. Ashwin J. Goradia	14	Absent
Mr. Dhirajlal J. Shanghavi	14	Present

Information placed before the Board of Directors and Executive Committee

The following information is regularly placed before the Board of Directors:

- Quarterly results for the company.
- Information on recruitment and remuneration of senior officials just below the Board level.
- Material communications from Government Bodies.

- Fatal or serious accidents, dangerous occurrences, any material effluent and pollution problems.
- Labour relations.
- Material transactions, which are not in the ordinary course of business.
- Disclosures by the management of material transactions, if any, with potential of conflict of interest.
- Compliance with all regulatory and statutory requirements.

Membership of Board Committees:

None of the Directors hold memberships of more than 10 committees and are Chairman of more than 5 committees (as specified in Clause 49 of Listing Agreement with Stock Exchanges). The Directors have made necessary disclosures regarding their committee positions.

As on 31st March, 2013, none of the Directors were disqualified under Section 274(1)(g) or any other provisions of Companies Act, 1956 and all the Independent Directors are qualified to be appointed as an Independent Director pursuant to Clause 49 of the Listing Agreement with Stock Exchange.

3. COMMITTEE OF BOARD

(A) Audit Committee:

The Audit Committee is constituted as required under Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement. The scope of activities and powers of the Audit Committee includes the areas prescribed under the Clause 49 of the Listing Agreement and Section 292A of the Companies Act, 1956.

The composition of the Audit Committee and the attendance of each Director at each meeting were as follows:

Name	Designation	Category	Meetings Attended
Mr. Dhirajlal J. Shanghavi	Chairman	Non Executive Director	4
Mr. Ashwin J. Goradia	Member	Non Executive Director	4
Mr. Paresh V. Parekh	Member	Executive Director	4

Four Audit Committee meetings were held during the year 2012-2013 on 30th May 2012, 14th August 2012, 14th November 2012 and 14th February 2013.

The Company Secretary acts as the Secretary to the Committee.

Terms of reference of the Audit Committee:

1. Review Company's financial reporting process and disclosure of its financial information.
2. Recommending to the Board the appointment, re-appointment and replacement of the statutory auditor and the fixation of audit fee.
3. Approval of payments to the statutory auditors for any other services rendered by them.
4. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 - i. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of Section 217 of the Companies Act, 1956.
 - ii. Changes, if any, in accounting policies and practices and reasons for the same.
 - iii. Major accounting entries involving estimates based on the exercise of judgment by management.
 - iv. Significant adjustments made in the financial statements arising out of audit findings.
 - v. Compliance with listing and other legal requirements relating to financial statements.
 - vi. Disclosure of any related party transactions; and
 - vii. Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly, half-yearly and annual financial statements before submission to the Board for approval;
6. Reviewing, with the management, the performance of statutory and internal auditors and adequacy of the internal control systems.
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
8. Reviewing the findings of any investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
9. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
10. Reviewing the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.

NATIONAL PLASTICS INDUSTRIES LIMITED

11. Review of management discussion and analysis of financial condition and results of operations, statements of significant related party transactions submitted by management, management letters and letters issued by the statutory auditors.

(B) Share Transfer & Investor Grievance Committee

The Share Transfer and Investor Grievance Committee have been constituted by the Board of Directors. The Composition of the Committee is as under:

Name	Designation	Category
Mr. Vinod V. Parekh	Chairman	Non Executive Director
Mr. Paresh V. Parekh	Member	Executive Director
Mr. Ketan V. Parekh	Member	Executive Director

The Company Secretary acts as the Secretary to the Committee.

The Secretarial Department of the Company is under the supervision of Ms. Swati Zawar, Company Secretary. M/s. Sharex Dynamic (India) Pvt. Ltd., Registrar & Share Transfer Agents, attends to all shareholders / Investors Grievances received directly or through SEBI, Stock Exchanges, Ministry of Corporate Affairs and Registrar of Companies jointly with the Company Secretary of the Company.

Terms of reference of the Committee:

- Records the registration of transfers done by the Registrar & Share Transfer Agents, investor relations and redressal of shareholders grievances in general and relating to non receipt of declared dividends, interest, non – receipt of Annual Report etc.;
- Such other matters as may from time to time be required by any statutory, contractual or other regulatory requirements to be attended to by such committee;

Report on Complaints received from the investors during the period 1st April, 2012 to 31st March, 2013.

Opening Balance	No. of complaints received during the Year	No. of complaints resolved	Closing Balance
Nil	Nil	Nil	Nil

4. DIRECTORS INTEREST IN THE COMPANY

Details of Remuneration to all Directors for the financial year 2012-2013 are as follows:

Director	Sitting Fees	Salary & Perks	Commission	Total
Mr. Vinod V. Parekh	Nil	Nil	Nil	Nil
Mr. Paresh V. Parekh	Nil	₹ 7,68,000/-	Nil	₹ 7,68,000/-
Mr. Ketan V. Parekh	Nil	₹ 7,68,000/-	Nil	₹ 7,68,000/-

5. ANNUAL GENERAL MEETINGS

Details of the location of the last three Annual General Meetings (AGMs) held is as under:

Year Ended	Location	Date	Time	Whether any special resolution passed therein
31-Mar-10	Vishal Hall, Vishal Shopping Centre, Hotel Highway Inn, Andheri Kurla Road, Andheri (East), Mumbai – 400069.	30-Sep-10	11.00 a.m.	No
31-Mar-11	Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai – 400069.	26-Sep-11	11.00 a.m.	Yes
31-Mar-12	Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai – 400069.	25-Sep-12	11.00 a.m.	Yes*

*Special Resolution for delisting of equity shares of the Company from Ahmedabad Stock Exchange Limited as per regulation 6(a) of the SEBI (Delisting of Equity Shares) Regulations, 2009 was passed in the Annual General Meeting held on 25th September, 2012.

No resolutions were passed through postal ballot during the last financial year.

6. DISCLOSURES

(a) Disclosures of materially significant related party transactions:

The transactions with related parties were undertaken in the normal course of business and were at terms and conditions, which were not prejudicial to the interest of the company.

(b) Details of non-compliance by the Company, penalties, stricture imposed on the Company by the Stock Exchange, SEBI or any statutory Authorities or any matter related to Capital Markets:

The Company has complied with all the requirements of the Listing Agreement with the Stock Exchanges as well as regulations and guidelines of SEBI. No penalties or strictures have been imposed by SEBI, Stock Exchanges or any statutory authority on matters relating to capital markets, during the last 3 years.

7. CODE OF CONDUCT

As per the provisions of Clause 49 of the Listing Agreement, the Company has framed a Code of Conduct for the Board Members and Senior Management. The Code of Conduct has been posted on the website of the Company – www.nationalplastic.com. The code has been circulated to all the members of the Board and Senior Management of the Company.

8. MEANS OF COMMUNICATION

The Financial Results are published in Business Standard (English) and Mumbai Lakshadweep (Marathi). Also, other notices are duly published in the newspapers and intimated to the Stock Exchange from time to time.

The financial results and other required information are also available on Company's Website - www.nationalplastic.com

The Company has designated the following email-id exclusively for investor servicing, for Annual Report and other queries – investor@nationalplastic.com

9. GENERAL SHAREHOLDER INFORMATION

26th Annual General Meeting

Date, Day & Time	24 th September, 2013, Tuesday at 11.00 A.M.
Venue	Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai – 400069.
Book Closure Date	From 14 th September, 2013 to 24 th September, 2013 (both days inclusive)
Listing on Stock Exchanges	Bombay Stock Exchange Ltd. (BSE), Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001.
Script Code	Bombay Stock Exchange Ltd. – 526616
ISIN No. (Demat No.) NSDL & CDSL	INE233D01013

Financial Calendar (Tentative)

- a) Results for quarter ending 30th June, 2013 : on or before 14th August, 2013
b) Results for quarter ending 30th September, 2013 : on or before 14th November, 2013
c) Results for quarter ending 31st December, 2013 : on or before 14th February, 2014
d) Results for quarter and year ending 31st March, 2014 : on or before 30th May, 2014

The Company has paid the Annual Listing fees to the aforesaid Stock Exchange for the Financial Year 2013 – 2014.

10. MARKET PRICE DATA

The Bombay Stock Exchange Limited

Month	High (₹)	Low (₹)
April, 2012	14.48	11.70
May, 2012	13.57	11.00
June, 2012	13.89	11.03
July, 2012	13.20	11.51
August, 2012	13.44	11.27
September, 2012	12.60	11.00
October, 2012	13.00	10.80
November, 2012	12.60	10.25
December, 2012	12.42	11.25
January, 2013	12.40	11.13
February, 2013	12.10	9.65
March, 2013	12.20	8.50

NATIONAL PLASTICS INDUSTRIES LIMITED

11. DISTRIBUTION OF SHAREHOLDINGS AS ON 31ST MARCH, 2013

No. of shares	No. of shareholders	% of shareholders	Paid up share Capital held	% of Total
Up to 5000	14,482	94.36	1,85,34,830	20.30
5001 – 10000	455	2.96	38,22,220	4.19
10001 – 20000	206	1.34	31,17,210	3.41
20001 – 30000	89	0.58	22,62,120	2.48
30001 – 40000	23	0.15	8,17,140	0.90
40001 – 50000	27	0.18	12,99,640	1.42
50001 – 100000	33	0.22	23,82,540	2.61
100001 & above	32	0.21	5,90,60,300	64.69
Total	15,347	100.00	9,12,96,000	100.00

12. CATEGORIES OF SHAREHOLDERS AS ON 31ST MARCH, 2013

Category	No. of Shares held	Voting Strength (%)
Promoters, Relatives & Associate companies	51,68,972	56.62
Public	34,87,250	38.20
NRI/FII's/OCB	2,58,071	2.82
Banks and Mutual Funds	8,000	0.09
Domestic Companies (including Financial Institutions)	2,07,307	2.27
Total	91,29,600	100

13. SHARE TRANSFER SYSTEM

The Company has appointed M/s. Sharex Dynamic (India) Private Limited as its Registrar and Share Transfer Agents to process all the matters related to transfers in physical form. All requests for dematerialization of shares, which are in order, are processed within 7 days from the receipt of request and the confirmation is given to the respective depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Physical shares received for transfers are transferred within a period of 15 days from the date of receipt, provided the documents are complete in every respect and the relative shares are not under any dispute. In compliance with the Listing Agreement with the Stock Exchange, a Practicing Company Secretary carries out audit of the System of transfer and a certificate to that effect is issued by them.

14. DEMATERIALISATION OF EQUITY SHARES & PAYMENT OF CUSTODIAN FEES

The shares of the Company are compulsorily traded in dematerialized form and are available for trading under both the Depository Systems, viz, NSDL (National Securities Depository Limited) and CDSL (Central Depository Services (India) Limited). The shares of the Company are traded on the Bombay Stock Exchange (BSE).

The Company has paid Annual Custodian Fees for the Financial Year 2013 – 2014 for both the aforesaid Depositories.

15. ADDRESS FOR CORRESPONDENCE

Investors can communicate at the following addresses:

(i) Ms. Swati J. Zawar – Company Secretary

National Plastic Industries Limited
A-59, MIDC, Road No. 1, Marol,
Andheri (East), Mumbai – 400 093
Tel: 022 – 67669999 / 28311555 Fax: 022 – 28360422
E-mail: investor@nationalplastic.com

(ii) M/s. Sharex Dynamic (India) Private Limited

Unit No. 1, Luthra Industrial Premises,
Safed Pool, Andheri Kurla Road, Andheri (East),
Mumbai – 400072
Tel: 022 – 28515606 / 28515644 Fax: 022 – 28512855
E-mail: sharexindia@vsnl.com

16. CEO/CFO CERTIFICATION

The Managing Director and the Vice President – Finance of the Company has given annual certification on financial reporting and internal controls to the Board in terms of Clause 49 V of the Listing Agreement.

17. DECLARATION

In accordance with Clause 49 of the Listing Agreement with the Stock Exchange, I hereby confirm that, all the Directors and the Senior Management personnel of the Company have affirmed compliance to the Code of Conduct for the financial year ended 31st March, 2013.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 14th August, 2013

Paresh V. Parekh
Managing Director

NATIONAL PLASTICS INDUSTRIES LIMITED

CERTIFICATION BY CEO/CFO UNDER CLAUSE 49 V OF THE LISTING AGREEMENT

To,
The Board of Directors of
National Plastic Industries Limited

We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2013 and that to the best of our knowledge and belief:

- (a) (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
(ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit committee:
- significant changes in internal control over financial reporting during the year;
 - significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For National Plastic Industries Limited

Place: Mumbai
Date: 30th May, 2013

Paresh V. Parekh
Managing Director

Umesh Shenoy
VP-Finance

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
National Plastic Industries Limited.

We have examined the compliance of conditions of Corporate Governance by **National Plastic Industries Limited**, for the year ended 31st March, 2013, as stipulated in clause 49 of the Listing Agreement (as modified from time to time) entered into by the Company with the Bombay Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of 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 given to us, we certify that the Company has complied, in all material respects, with the condition 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.

For and on behalf of
SHETH DOCTOR & ASSOCIATES
Chartered Accountants
Firm Regn No. 124822W

Place: Mumbai
Date: 14th August, 2013

PARESH S. DOCTOR
Membership No. 36056

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Business of the Company

The Company will continue to be engaged in manufacturing and sale of plastic moulded products namely furniture and household. At present, the Company is concentrating on both furniture and household products. Household product is being manufactured to cater to both the export and domestic market. The products are sold under the brand name **NATIONAL**

The Company is also engaged in its PVC flooring Mats business which was launched last year in Nellore, Andhra Pradesh in the southern part of the country under the brand name **INSTA**.

Besides, the Company has rented out its idle real estate at Kashimira, Western Express Highway, Thane.

Review of Operations

The total income for the year was at ₹ 68.69 Crores as against ₹ 65.14 Crores for the last financial year. Out of this, exports were ₹ 11.08 Crores as against ₹ 7.05 Crores for the last financial year. The profit before depreciation and interest was at ₹ 306.79 Lacs, as against ₹ 463.91 Lacs in the last financial year.

Key Strength and Growth Driver

The Company's product ranges have been well accepted due to its quality and price. The Company is exploring to sell its products in the other markets where it does not exist. Due to the quality and better outlook of the product, the Company is in a advantageous position to enhance its sales. New products have been introduced in the household sectors for catering the demands of the large buyers in the International Market. Innovations and improvements have been effected in the furniture product as per the market demand.

Business Outlook

The year 2012-2013 was yet again a challenging year due to various factors such as rising inflation, fluctuations in Currency rates. The steep rise in raw material prices, increasing interest rates and a steep depreciation in the Indian Rupee added to the production costs thereby adversely affecting the bottom line of the Company. Due to all these factors, the pressure on the margins of the Company remained unabated for the entire financial year. These factors also had an adverse impact on the Indian corporate sector as a whole.

The Company has undertaken various measures to cut down the cost and re-arrange the product and sales mix. The Company has planned to introduce high end products both for furniture and household in order to increase the market share and improve the margins.

The Company foresees huge opportunity for growth in the business of furniture and household segment.

Your Company had last year launched its PVC flooring Mats business in Nellore, Andhra Pradesh in the southern part of the Country under the brand name **INSTA** and is expecting the business to flourish in the next few years.

Financial Risk & Threats

Interest and Finance cost have increased by ₹ 205.07 Lacs i.e. from ₹ 219.05 Lacs to ₹ 424.12 Lacs. Such increase in the interest and finance cost is due to increase in utilization of borrowed funds and its cost. The increase in borrowed fund was due to capital expenditure incurred and increased working capital requirement for the growth of the business.

The Company is exposed to risks from foreign exchange fluctuations, commodity prices, business risks, as well as price fluctuation of raw materials and finished goods in its entire product range. With the rise in demand & overall industrial sentiment, the industry is witnessing many new entrants with low capital base to serve the local market.

The Board and the Audit Committee of the Company periodically reviews the risk management procedures and takes various preventive measures to mitigate the risk factors.

Internal Control System and Their Adequacy

The Company's internal control systems, commensurate with the size of the Company and nature of its business, has defined policies and procedures ensuring that all transactions are authorized, recorded and correctly reported, all assets are safeguarded and protected against loss from unauthorized use or disposition, reducing wastages and maintenance of proper accounting records for ensuring accuracy and reliability of its financial information. As a matter of proactive planning, the Board has also constituted an Audit Committee which meets periodically to review the financial performance and the accuracy of financial records.

The Management duly considers and takes appropriate action on the recommendations made by the Statutory Auditors and the Audit Committee of the Board of Directors.

Industrial Relations and Human Resource

Industrial relations continued to be harmonious both at manufacturing unit as well as in branches. The employees are the key assets and the backbone of the Company and hence great emphasis has been laid on optimizing their performance. The training and education of employees across department is ongoing process of the company. The Company provides employees with fair and equitable work environment and supports them to develop their capabilities.

Cautionary Statement

The Management Discussion and Analysis Statements made above are on the basis of the available data as well as certain assumptions as to the economic conditions, various factors affecting raw material prices and selling prices, trend and consumer demand and preferences, governing and applicable laws and other economical and political factors. The management cannot guarantee the accuracy of the assumptions and projected performance of the Company in future. It is therefore, cautioned that the actual results may differ from those expressed or implied therein.

INDEPENDENT AUDITORS' REPORT

To,

The Members of
NATIONAL PLASTIC INDUSTRIES LIMITED

Report on the Financial Statements

1. I have audited the accompanying financial statements of NATIONAL PLASTIC INDUSTRIES LIMITED, which comprises Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss Account and also the Cash Flow Statement of the Company for the period 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 flow 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 fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that I 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 audit procedures that re-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.

5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Opinion

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

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2013
- (b) In the case of the Profit and Loss Account, of the Loss for the period ended on that date : and
- (c) In the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

Report on Other Legal and Regulatory Requirements

7. 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 Act (hereinafter referred to as the "Order") and on the basis of such checks of the books and records of the Company as I considered appropriate and according to the information and explanation given to me, I give in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the Order.

8. As required under provisions of Section 227(3) of the Companies Act, 1956, I report that :

- a. I have obtained all the information and explanations which to the best my knowledge and belief were necessary for the purpose of audit.
- b. In my opinion proper books of accounts as required by 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 accounts.

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- d. The Balance Sheet, 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 Act.
- e. 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 Act.

For Sheth Doctor and Associates
Chartered Accountants
(Firm Regn No. 124822W)

Paresh S. Doctor
Proprietor
Membership No. 36056

Place: Mumbai
Date: 30th May, 2013

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 7 of my report of even date on accounts of National Plastic Industries Ltd.
for the year ended 31st March, 2013)

1. Fixed Assets:

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) As explained to me, during the year certain major items of fixed assets have been physically verified by the Management. According to the information and explanations given to me, no material discrepancies have been noticed in respect of assets, which have been physically verified during the year.
- c) The company has not disposed off major part of the fixed assets during the year.

2. Inventories:

- a) Inventories have been physically verified during the year by the Management. In my opinion, the frequency of verification is reasonable.
 - b) In my opinion, the procedures of physical verification of inventories 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 verification between physical stocks and book records were not material.
 - d) In my opinion the valuation of stock is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the preceding year.
3. The Company has neither granted nor taken any loans, do secured or unsecured, from Companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956, except for interest free loans from Directors.
 4. In my opinion and according to the information and explanations given to me, there is adequate internal control procedure commensurate with the size of the Company and the nature of its business with regard to purchase of stores, raw materials including components, packing materials, plant and machinery, equipment and other assets and with regard to sale of goods and I have not observed any continuing failure to correct major lakness in the internal controls procedure except for the old balances under Sundry Debtors. The company does not have an internal audit system.
 5. a) To the best of my knowledge, all the transaction with parties covered under Section 301 of the Companies Act, 1956 have been properly entered in the register maintained under Section 301 of the Companies Act, 1956.
b) In my opinion and according to the information and explanations given to me, there are no transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Act, and exceeding the value of five lakh rupees in respect of any party during the year.
 6. The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
 7. As per information and explanation given to me, the company has, prima facie, maintained cost records as prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956, in respect of activities carried on by the Company. I have not however made a detailed examination of the records with a view to determine whether they are accurate and complete.
 8. a) The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues, as applicable, with the appropriate authorities in India.
b) At the end of the financial year there were no undisputed amounts payable in respect of Sales Tax, Income Tax, Income Tax (TDS), Custom Duty, Wealth Tax, Excise Duty and Cess at the year end, as applicable, for the period of more than six months from the date they become payable except for dividend tax, sales tax and service tax amounting to ₹ 58.71 lacs (sub. to interest).
c) On the basis of my examination of the documents and records there are no disputed statutory due which remains to be deposited with the appropriate authorities.
 9. The Company has incurred cash loss in the current year however there are no accumulated losses at the end of the financial year.

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10. Based on my audit procedures and on the information and explanation given by management, the Company has not defaulted during the year in repayment of dues to financial institution.
11. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
12. As the Company is not a chit fund, nidhi, mutual benefit fund or society the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
13. In my opinion and according to the information and explanations given to me, the Company is not dealer or trader in securities.
14. In my opinion and according to the information and explanations given to me, the Company has not given guarantees for loans taken by others from banks or financial institutions.
15. According to the information and explanation given to me, the Term Loan raised during the year has been applied to the purpose for which they were obtained.
16. According to the information and explanations given to me and on an overall examination of the Balance Sheet of the Company, I report that no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
17. The Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
18. The Company has not raised any funds by the way of debenture during the year.
19. The Company has not raised any money by way of public issue during the year.
20. During the course of my examination of the book of account carried out in accordance with the generally accepted auditing practices in India, I have not come across any instances of fraud on or by the Company nor I have been informed by the management of any such instance being noticed or reported during the year.

For and on behalf of
SHETH DOCTOR & ASSOCIATES
Chartered Accountants
Firm Regn No. 124822W

Place: Mumbai
Date: 30th May, 2013

PARESH S. DOCTOR
Membership No. 36056

BALANCE SHEET AS AT 31st MARCH, 2013

Particulars	NOTE No.	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	91,296,000	91,296,000
(b) Reserves and Surplus	2	133,251,924	155,830,878
		224,547,924	247,126,878
2 Non-current liabilities			
(a) Long-term borrowings	3	113,831,140	131,177,925
(b) Other long-term liabilities	4	11,100,000	11,100,000
(c) Long-term provisions	5	2,085,980	1,898,769
		127,017,120	144,176,694
3 Current liabilities			
(a) Short-term borrowings	6	174,012,439	132,853,943
(b) Trade payables		121,700,093	94,309,757
(c) Other current liabilities	7	65,187,196	51,384,814
(d) Short-term provisions	8	12,030,997	13,538,873
		372,930,725	292,087,387
TOTAL		724,495,769	683,390,959
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	252,475,815	252,101,234
(ii) Intangible assets		-	-
(iii) Capital Work in progress		62,323	62,323
		252,538,138	252,163,557
(b) Non-current investments	10	61,000	61,000
(c) Deferred tax assets (net)	11	42,106,086	31,283,734
(d) Long-term loans and advances	12	29,785,808	26,819,201
		71,952,895	58,163,935
2 Current assets			
(a) Inventories	13	194,244,413	192,574,514
(b) Trade receivables	14	148,722,219	136,645,677
(c) Cash and cash equivalents	15	13,406,626	5,945,491
(d) Short-term loans and advances	16	42,184,794	35,979,011
(e) Other current assets	17	1,446,684	1,918,774
		400,004,736	373,063,467
TOTAL		724,495,769	683,390,959
See accompanying notes forming part of the financial statements	26		

In terms of our report attached.
For **Sheth Doctor & Associates**
Chartered Accountants
Firm Regn. No 124822W

Paresh S. Doctor
Membership No 36056

Place : Mumbai
Date : 30th May, 2013

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director

Umesh L. Shenoy
Vice President – Finance

Ketan V. Parekh
Director

Swati J. Zaware
Company Secretary

NATIONAL PLASTICS INDUSTRIES LIMITED

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

Particulars	NOTE No.	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
1 Revenue from operations (gross)	18	686,635,968	648,605,994
Less: Excise duty		<u>57,402,348</u>	<u>50,448,365</u>
Revenue from operations (net)		629,233,620	598,157,629
2 Other income	19	264,428	2,836,214
3 Total revenue (1+2)		<u>629,498,048</u>	<u>600,993,843</u>
4 Expenses			
(a) Cost of materials consumed	20	449,114,417	390,769,975
(b) Purchases of stock-in-trade	21	–	16,864,399
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22	(43,286,591)	(21,785,328)
(d) Employee benefits expense	23	31,183,521	20,074,269
(e) Finance costs	24	42,412,261	21,905,096
(f) Depreciation and amortisation expense		21,667,628	15,738,520
(g) Other expenses	25	161,808,120	148,679,643
Total expenses		<u>662,899,356</u>	<u>592,246,574</u>
5 Profit / (Loss) before tax (3-4)		(33,401,308)	8,747,269
6 Tax expense:			
(a) Current tax expense for current year		–	–
(b) (Less): MAT credit (where applicable)		–	–
(c) Current tax expense relating to prior years		–	–
(d) Net current tax expense		–	–
(e) Deferred tax		(10,822,353)	(2,310,016)
7 Profit / (Loss) for the year (5-6)		<u>(22,578,955)</u>	<u>6,437,253</u>
8 Earnings per share (of ₹ 10/ – each):			
(a) Basic		-2.47	0.71
(b) Diluted		-2.47	0.71
See accompanying notes forming part of the financial statements	26		

In terms of our report attached.
For **Sheth Doctor & Associates**
Chartered Accountants
Firm Regn. No 124822W

Paresh S. Doctor
Membership No 36056

Place : Mumbai
Date : 30th May, 2013

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director

Umesh L. Shenoy
Vice President – Finance

Ketan V. Parekh
Director

Swati J. Zawar
Company Secretary

CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2013

(Pursuant to the listing agreement with stock exchange)

Particulars	31 st March, 2013 (₹ In Crores)	31 st March, 2012 (₹ In Crores)
A. Cash flow from operating activities		
Net profit Before Tax & Extra – Ordinary	(3.34)	0.87
Adjusted for		
Depreciation	2.17	1.57
Loss on sale of assest	0.04	--
Gratuity Provision	0.02	0.03
Interest Charged (Net)	4.21	2.14
Operating profit before working capital changes	6.44	3.74
Changes in	3.10	4.62
Trade Receivables	(1.21)	(3.12)
Inventories	(0.17)	(7.54)
Loans and advances	(0.62)	(0.63)
Taxes Paid	(0.25)	(0.67)
Trade Payables & Others	4.41	2.16
Cash generated from operations	5.26	8.34
		(3.62)
	--	1.00
Extra-ordinary items	--	1.00
(Deferred revenue Expenses)	--	--
Net cash from operating activities	5.26	0.999
B. Cash flow from investing activities		
Purchase of fixed assets / C W I P etc	(2.25)	(12.29)
Sale of assets	0.01	0.00
Interest Received	0.03	0.04
Purchase/Sale of investments (FDR with Bank)	(0.62)	(0.22)
Capital Subsidy received	0.00	0.75
Investment	--	(0.01)
Net cash used in investing activities	(2.83)	(11.73)
C. Cash flow form financing activities		
Long Term Borrowings	(1.73)	8.88
Short Term Borrowings	4.12	4.79
Interest paid	(4.24)	(2.19)
Dividend Paid (Including Taxes)	(0.46)	(0.91)
NET CASH USED IN FINANCING ACTIVITIES	(2.31)	10.57
NET CHANGES IN CASH & CASH EQUIVALENTS (A-B+C)	0.12	(0.16)
CASH & CASH EQUIVALENTS – OPENING BALANCE	0.12	0.28
CASH & CASH EQUIVALENTS – CLOSING BALANCE	0.24	0.12

Place : Mumbai

Date : 30th May, 2013

Paresh V. Parekh : Managing Director

Ketan V. Parekh : Director

Umesh L. Shenoy : Vice President – Finance

Swati J. Zawar : Company Secretary

AUDITORS' CERTIFICATE

We have verified above cash flow statement of National Plastic Industries Limited derived from the annual financial statement audited for the year ended 31st March, 2013 and found the same to be drawn in accordance therewith requirements of Clause 32 of the listing agreements with stock exchanges.

For **SHETH DOCTOR & ASSOCIATES**

Chartered Accountants
Firm Regn No. 124822W

Place: Mumbai

Date: 30th May, 2013

PARESH S. DOCTOR

Membership No. 36056

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 1 : Share Capital

Particulars	As at 31 st March, 2013		As at 31 st March, 2012	
	Number of shares	₹	Number of shares	₹
Authorised				
20000000 (20000000) Equity Shares of ₹ 10/- each	20,000,000	200,000,000	20,000,000	200,000,000
Issued subscribed & Paid up				
9129600 (9129600) Equity Shares of ₹10/- each fully paid up	9,129,600	91,296,000	9,129,600	91,296,000
Total	9,129,600	91,296,000	9,129,600	91,296,000

1 (a) Rights etc attached to Equity Shares :

The Company has only one class of equity having a face value of ₹ 10 per share. Each shareholder is eligible for one vote per share held.

The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Next Annual General Meeting, except in case of interim dividend.

1 (b) Details of shares held by the shareholders holding more than 5% of the aggregate shares in the Company:

Name of the Shareholder	As at 31 st March, 2013		As at 31 st March, 2012	
	Number of shares	% of Holding	Number of shares	% of Holding
Shri. Vinod V Parekh	—	—	—	—
Smt .Nalini V Parekh	2,521,200	27.62	2,520,877	27.61
Shri. Paresh V Parekh	1,141,401	12.50	891,401	9.76
Shri. Ketan V Parekh	704,100	7.71	—	—
Ketan V Parekh (HUF)	552,000	6.05	552,000	6.05
M/s. Enpee Credit and Capital (I) Pvt Ltd	—	—	594,771	6.52

1 (c) Reconciliation of number of shares outstanding as on beginning and closing of the year.

The company has neither issued nor bought back any of its shares during the year and also in previous year and balance of share at the end of the year is the same as at the beginning of the year

Note 2 : Reserves and Surplus

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Capital reserve		
Opening balance	123,361,159	115,881,613
Add: Additions during the year	—	—
Capital Subsidy for Patna Project	—	7,479,546
Less: Utilised / transferred during the year (give details)	—	—
Closing balance	123,361,159	123,361,159
(b) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	32,469,719	31,337,791
Add: Profit / (Loss) for the year	(22,578,955)	6,437,253
Less: Proposed Dividends (₹ NIL per share, ₹ 0.50 per share for previous year)	—	4,564,800
Tax on Proposed Dividend	—	740,525
Closing balance	9,890,765	32,469,719
Total	133,251,924	155,830,878

Note 3 : Long-Term Borrowings

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Term loans		
From banks		
Secured (Guaranted by Directors)	51,324,615	69,225,209
Unsecured	—	—
	<u>51,324,615</u>	<u>69,225,209</u>
From others		
Secured	—	—
Unsecured	—	863,417
	<u>—</u>	<u>863,417</u>
(b) Loans and advances from related parties		
Secured	—	—
Unsecured	62,506,525	61,089,299
	<u>62,506,525</u>	<u>61,089,299</u>
Total	<u>113,831,140</u>	<u>131,177,925</u>

Details of Security & Terms of Repayment

- i) Term Loan amounting to ₹ 225.49 lacs (31st March, 2012 ₹ 13.20 lacs) Repayable in monthly installments, last installment due in 28.02.2017 Rate of interest as at year end 15 % and secured against First Charge on Fixed Assets & Current Assets of Patna Unit .
- ii) Vehicle Loan amounting to ₹ 40.07 lacs (31st March, 2012 ₹ 50.82 lacs) Repayable in monthly installments, last installment due in 31.03.2017. Rate of interest as at year end 11.75 % and secured against specific vehicle
- iii) Vehicle Loan amounting to ₹ 29 lacs (31st March, 2012 ₹ 4.26 lacs) Repayable in monthly installments, last installment due in 05.04.2013. Rate of interest as at year end 11.72 % and secured against specific vehicle
- iv) Vehicle Loan amounting to ₹ 23.28 lacs (31st March, 2012 ₹ NIL) Repayable in monthly installments, last installment due in 01.04.2016. Rate of interest as at year end 11.72 % and secured against specific vehicle
- v) Vehicle Loan amounting to ₹ 2.88 lacs (31st March, 2012 ₹ 6.45 lacs) Repayable in monthly installments, last installment due in 01.04.2016. Rate of interest as at year end 11.75 % and secured against specific vehicle
- vi) Term Loan amounting to ₹ 221.20 lacs (31st March, 2012 ₹ 271.05 lacs) Repayable in quarterly installments, last installment due in 31.03.2017. Rate of interest as at year end 12.50 % and secured against First Charge on Fixed Assets & Current Assets of Nellore Unit .
- vii) Unsecured Term Loan amounting to ₹ NIL (31st March, 2012 ₹ 8.63 lacs) Repayable in monthly installments, last installment due in 03.10.2013. Rate of interest as at year end 15%
- viii) Unsecured Loans amounting to ₹ 625.06 lacs (31st March, 2012 ₹ 610.89 lacs) represents loans from related parties and generally of long term nature however no repayment schedule is specified.

Note 4 : Other Long-Term Liabilities

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Security deposits received (against lease of premises)	11,100,000	11,100,000
Total	<u>11,100,000</u>	<u>11,100,000</u>

Note 5 : Long-Term Provisions

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Provision for employee benefits:		
Provision for gratuity (net)	2,085,980	1,898,769
Total	<u>2,085,980</u>	<u>1,898,769</u>

NATIONAL PLASTICS INDUSTRIES LIMITED

Note 6 : Short-Term Borrowings

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Loans repayable on demand		
From Banks		
Secured – Guaranteed by Directors	174,012,439	132,853,943
Unsecured	—	—
Total	174,012,439	132,853,943

Notes:

Details of security for the secured short-term borrowings:

- (i) Cash Credit facility from bank amounting to ₹ 1254.26 lacs (Previous year ₹ 438.90 lacs) secured against first charge on Fixed Assets and Current Assets of Silvassa and Patna Units.
- (ii) Packing Credit Loan amounting to ₹ 46.94 lacs (Previous Year ₹ 135.80 lacs) secured against First charge on Fixed Assets and Current Assets of Silvassa Unit.
- (iii) Post Shipment Credits amounting to ₹ 97.70 lacs (Previous Year ₹12.62 lacs) secured against First charge on Fixed Assets and Current Assets of Silvassa Unit.
- (iv) Cash Credit facility from bank amounting to ₹ 325.60 lacs (Previous year ₹ 106.16 lacs) secured against first charge on Fixed Assets and Current Assets of Nellore Unit.
- (v) Vechile loan amounting to ₹ 0.61 lacs (31st March, 2012 ₹ NIL) repayable in monthly installments, last installment due in 05.04.2013 Rate of interest as at year end 11.72% and secured against specific vehicle
- (vi) Term loan amounting to ₹ 45.62 lacs (31st March, 2012 ₹ 46.44 lacs) repayable in monthly installments, last installment due on 30.09.2013 Rate of interest as at year end 11.72% and secured against specific vehicle
- (vii) Unsecured Term Loan amounting to ₹ 9.2 lacs (31st March, 2012 ₹ NIL) repayable in monthly installments , last installment due in 03.10.2013 Rate of interest as at year end 15%

Note 7 : Other Current Liabilities

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Current maturities of long-term debt	16,948,915	24,242,284
(b) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	31,071,463	16,616,240
(ii) Payables on purchase of fixed assets	3,139,161	2,394,306
(iii) Trade / security deposits received	5,129,233	5,190,625
(iv) Advances from customers	8,898,424	2,941,359
Total	65,187,196	51,384,814

Note : Security Deposits received from customers in the ordinary course of the business are not expected to be settled within twelve months after the reporting date. The company has however presented the same as current liability, since it does not have unconditional right to defer its settlement for twelve months after the reporting date.

Trade payables *

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Trade payables:		
Other than Acceptances	121,700,093	94,309,757
Total	121,700,093	94,309,757

Note 8 : Short-term provisions

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Provision for employee benefits		
(b) Provision – Others:		
(i) Provision for proposed equity dividend	–	4,564,800
(ii) Provision for tax on proposed dividend	–	2,310,438
(iii) Provision for excise duty on closing stock	12,030,997	6,663,635
Total	12,030,997	13,538,873

Note 9 : Fixed assets

A. Tangible assets	Gross block				Depreciation / Amortisation				Net block	
	Balance as at 1 April, 2012	Additions	Disposals/ Adjustments	Balance as at 31 st March, 2013	Balance as at 1 April, 2012	Depreciation / Amortisation expense for the year	Disposals/ Adjustments	Balance as at 31 st March, 2013	Balance as at 31 st March, 2013	Balance as at 31 st March, 2012
(a) Land										
Freehold	3,301,603	–	–	3,301,603	–	–	–	–	3,301,603	3,301,603
Leasehold *	13,699,423	–	–	13,699,423	49,869	49,869	–	99,738	13,599,685	13,649,554
(b) Buildings										
Own use	80,907,558	1,393,324	–	82,300,882	20,064,797	2,741,072	–	22,805,869	59,495,013	60,842,761
Given under operating lease *	31,392,854	–	–	31,392,854	17,529,119	1,048,521	–	18,577,640	12,815,214	13,863,735
(c) Plant and Equipment	180,376,791	771,889	–	181,148,680	76,500,830	8,587,671	–	85,088,501	96,060,179	103,875,961
(d) Dies & Moulds	158,607,108	15,039,077	–	173,646,185	129,306,155	6,277,788	–	135,583,943	38,062,242	29,300,953
(e) Furniture and Fixtures	2,769,044	7,500	–	2,776,544	2,003,560	59,258	–	2,062,818	713,726	765,484
(f) Vehicles	18,657,409	3,650,374	1,392,912	20,914,871	4,673,062	1,723,664	855,954	5,540,772	15,374,099	13,984,347
(g) Office equipment	4,753,322	378,679	–	5,132,001	2,944,177	670,354	–	3,614,531	1,517,470	1,809,145
(h) Electrical Installation	10,699,585	1,338,324	–	12,037,909	25,655	506,201	–	531,856	11,506,053	10,673,930
(i) Others (specify nature),	36,150	–	–	36,150	2,389	3,230	–	5,619	30,531	33,761
Total	505,200,847	22,579,167	1,392,912	526,387,102	253,099,613	21,667,628	855,954	273,911,287	252,475,815	252,101,234
Previous year	365,549,251	139,651,596	–	505,200,847	237,361,093	15,738,520	–	253,099,613	252,101,234	–

NOTE:-

- 1 Additions of previous years includes preoperative expenses capitalised for Patna Plant amounting to ₹ 41,71,260/- & for Nellore Plant ₹ 76,23,476/-

Note 10 : Non-current investments

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Investments (At cost): UNQUOTED		
Investment in government or trust securities		
(i) government securities	61,000	61,000
National Savings Certificates (Pledged with Government Authorities)	–	–
Total	61,000	61,000

NATIONAL PLASTICS INDUSTRIES LIMITED

Note 11 : Deferred Tax Assets (Net)

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Deferred tax (liability) / asset		
<u>Tax effect of items constituting deferred tax liability</u>		
On difference between book balance and tax balance of fixed assets	17,235,829	14,926,558
	<u>17,235,829</u>	<u>14,926,558</u>
<u>Tax effect of items constituting deferred tax assets</u>		
Provision for compensated absences, gratuity and other employee benefits	644,568	616,056
Unabsorbed depreciation & Business Losses carried forward	58,697,348	45,594,236
Others	-	-
Tax effect of items constituting deferred tax assets	<u>59,341,915</u>	<u>46,210,292</u>
Net deferred tax (liability) / asset	<u>42,106,086</u>	<u>31,283,734</u>

Note : The Company has recognised deferred tax asset on unabsorbed depreciation to the extent of the corresponding deferred tax liability on the difference between the book balance and the written down value of fixed assets under Income Tax (or) The Company has recognised deferred tax asset on unabsorbed depreciation and brought forward business losses based on the Management's estimates of future profits considering the non-cancellable customer orders received by the Company.

Note 12 : Long-term loans and advances

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Unsecured Considered good		
(i) Security Deposits	4,968,667	4,276,897
(ii) Taxes Paid in Advance (Net of Provisions)	2,239,236	1,548,806
(iii) MAT credit entitlement	17,015,507	15,171,888
(iv) Other Loans and Advances	5,562,398	5,821,610
	<u>29,785,808</u>	<u>26,819,201</u>
Less: Provision for other doubtful loans and advances	-	-
Total	<u>29,785,808</u>	<u>26,819,201</u>

Note 13 : Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Raw materials	24,027,714	63,374,167
Goods-in-transit	1,673,242	6,097,731
(b) Work-in-progress	38,759,242	35,375,916
Goods-in-transit		
(c) Finished goods (other than those acquired for trading)	115,680,611	72,806,594
Goods-in-transit		
(d) Stock-in-trade (acquired for trading)	6,650,162	9,614,010
Goods-in-transit		
(e) Stores and spares	599,380	934,327
Goods-in-transit		
(f) Others – Packing Material	6,854,062	4,371,769
Goods-in-transit		
Total	<u>194,244,413</u>	<u>192,574,514</u>

Note 14 : Trade receivables

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	50,445,848	37,401,013
	<u>50,445,848</u>	<u>37,401,013</u>
Less: Provision for doubtful trade receivables	-	-
Other Trade receivables		
Unsecured, considered good	98,276,371	99,244,664
Less: Provision for doubtful trade receivables	-	-
Total	<u>148,722,219</u>	<u>136,645,677</u>

Note 15 : Cash and cash equivalents

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Cash on hand	1,849,092	984,980
(b) Balances with banks		
(i) In current accounts	644,827	223,614
(ii) In deposit accounts	-	-
(iii) In earmarked accounts	10,912,707	4,736,897
– Balances held as margin money or security against borrowings, guarantees and other commitments	-	-
Total	<u>13,406,626</u>	<u>5,945,491</u>

Note 16 : Short-term loans and advances

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
Unsecured, considered good		
(a) Loans and advances to employees	1,857,145	2,154,073
(b) Prepaid expenses	2,298,976	1,307,364
(c) Balances with government authorities		
(i) CENVAT credit receivable	11,685,934	7,611,728
(ii) VAT credit receivable	6,435,857	7,738,067
(iii) Service Tax credit receivable	136,933	181,999
(iv) Electricity / Entry tax refund receivable	4,816,637	800,861
(v) Subsidy receivable	7,479,546	7,479,546
(vi) Duty Drawback receivables	118,706	118,706
(d) Capital Advances	5,306,301	6,777,991
(e) Others	2,048,759	1,808,676
Total	<u>42,184,794</u>	<u>35,979,011</u>

Note 17 : Other current assets

Particulars	As at 31 st March, 2013 ₹	As at 31 st March, 2012 ₹
(a) Accruals		
(i) Interest accrued on deposits	290,687	303,909
(b) Others		
(i) Other Receivables	1,155,997	1,614,865
Total	<u>1,446,684</u>	<u>1,918,774</u>

NATIONAL PLASTICS INDUSTRIES LIMITED

Note 18 : Revenue from operations

		For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
Particulars		₹	₹
(a)	Sale of products	659,116,328	630,953,769
(b)	Sale of services	22,338,750	13,655,667
(c)	Other operating revenues	5,180,890	3,996,558
		686,635,968	648,605,994
	<u>Less:</u>		
(d)	Excise duty	57,402,348	50,448,365
Total		629,233,620	598,157,629
Note	Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
		₹	₹
(i)	Sale of products comprises :		
	<u>Manufactured goods</u>		
	Moulded Plastic Articles	620,496,529	623,503,998
	Plastic Mats	38,619,799	—
	Total – Sale of manufactured goods	659,116,328	623,503,998
	<u>Traded goods</u>		
	Moulded Plastic Articles	—	7,449,771
	Total – Sale of traded goods	—	7,449,771
	Total – Sale of products	659,116,328	630,953,769
(ii)	Sale of services comprises:		
	Rent	22,338,750	13,655,667
	Total – Sale of services	22,338,750	13,655,667
(iii)	Other operating revenues comprise:		
	Vat/Entry Tax Refund	5,180,890	3,053,071
	Others	—	943,487
	Total – Other operating revenues	5,180,890	3,996,558

Note19 : Other income

		For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
Particulars		₹	₹
(a)	Interest income from Banks on Deposits	264,428	532,614
(b)	Net gain on foreign currency transactions and translation (other than considered as finance cost)	—	2,198,229
(c)	Other non-operating income (net of expenses directly attributable to such income) (Refer Note (i) below)	—	105,371
Total		264,428	2,836,214
Note	Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
		₹	₹
(i)	Other non-operating income comprises:		
	Rental income from others	—	—
	Prior period items (net) (Refer Note (ii) below)	—	105,371
	Total – Other non-operating income	—	105,371
(ii)	Details of Prior period items (net)		
	Prior period income (give details)	—	305,137
	Prior period expenses (give details)	—	199,766
Total		—	105,371

Note 20 : Cost of materials consumed

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
	₹	₹
Opening stock	69,471,898	15,375,134
Add: Purchases	405,343,475	444,866,739
	474,815,373	460,241,873
Less: Closing stock	25,700,956	69,471,898
Cost of material consumed	449,114,417	390,769,975
Material consumed comprises:		
Plastic Powder	390,592,284	372,272,361
PVC Plaste Resin	43,084,491	–
Masterbatch /Pigments	12,546,928	14,621,452
Others	2,890,714	3,876,162
Total	449,114,417	390,769,975

Note 21 : Purchase of traded goods

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
	₹	₹
Moulded Plastic Articles	–	16,864,399
Total	–	16,864,399

Note 22 : Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
	₹	₹
<u>Inventories at the end of the year:</u>		
Finished goods	115,680,611	72,806,594
Work-in-progress	38,759,242	35,375,916
Stock-in-trade	6,650,162	9,614,010
	161,090,015	117,796,520
<u>Inventories at the beginning of the year:</u>		
Finished goods	72,806,594	68,413,019
Work-in-progress	35,382,820	27,482,380
Stock-in-trade	9,614,010	115,793
	117,803,424	96,011,192
Net (increase) / decrease	(43,286,591)	(21,785,328)

Note 23 : Employee benefits expense

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
	₹	₹
1 Salaries , Wages & Bonus	28,872,552	18,319,523
2 Contributions to provident and other funds	1,678,189	1,088,808
3 Staff welfare expenses	632,780	665,938
Total	31,183,521	20,074,269

Note 24 : Finance costs

Particulars	For the year ended 31 st March, 2013	For the year ended 31 st March, 2012
	₹	₹
(a) Interest expense on:		
(i) Borrowings	40,208,150	19,401,600
(ii) Trade payables	–	391,019
(iii) Others	–	162,103
– Interest on delayed / deferred payment of income tax	–	–
(b) Other borrowing costs	2,204,111	1,950,374
Total	42,412,261	21,905,096

NATIONAL PLASTICS INDUSTRIES LIMITED

Note 25 : Other expenses

Sr.no	Particulars	For the year ended 31 st March, 2013 ₹	For the year ended 31 st March, 2012 ₹
1 MANUFACTURING EXPENSES			
1.1	Consumption of stores & spare parts	1,490,818	2,009,485
1.2	Consumption of packing materials	14,276,082	12,212,915
1.3	Increase / (decrease) of excise duty on inventory	5,367,362	1,045,021
1.4	Labour Charges	8,404,194	13,190,565
1.5	Electricity, Power and fuel	30,685,167	23,576,643
1.6	Water	110,442	146,601
1.7	Repairs and maintenance – Buildings	488,625	459,038
1.8	Repairs and maintenance – Machinery	5,429,238	4,887,885
1.9	Security charges	2,580,769	1,627,442
2 SELLING AND DISTRIBUTION			
2.1	Freight and forwarding	15,925,878	14,787,636
2.2	Sales commission	411,551	90,868
2.3	Sales discount and sales returns	22,555,921	33,388,685
2.4	Advertisement and Sales Promotion Expenses	9,840,630	9,398,584
2.5	Export Expenses	16,172,083	8,695,854
3 ESTABLISHMENT EXPENSES			
3.1	Repairs and maintenance – Others	504,804	370,159
3.2	Insurance	923,338	737,420
3.3	Rent , Rates and taxes	3,296,415	3,641,016
3.4	Communication	2,216,624	2,042,482
3.5	Travelling and conveyance	12,486,894	9,891,015
3.6	Printing and stationery	705,660	758,596
3.7	Motor car expenses	981,116	646,548
3.8	Donations and contributions	–	78,001
3.9	Legal and professional	1,375,214	2,202,323
3.10	Payments to auditors (Refer Note (i) below)	250,000	225,000
3.11	Net Loss on Foreign Currency Transactions (other than Finance Cost)	2,475,995	–
3.12	Prior period items (net) (Refer Note (ii) below)	(117,923)	–
3.13	Loss on sale of fixed assets	411,958	–
3.14	Miscellaneous expenses	2,559,265	2,569,861
Total		<u>161,808,120</u>	<u>148,679,643</u>
Notes:			
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):			
	As auditors – statutory audit	250,000	225,000
Total		<u>250,000</u>	<u>225,000</u>
(ii) Details of Prior period items (net)			
	Prior period expenses (Unaccounted Expenses)	(117,923)	–
	Prior period income (give details)	–	–
Total		<u>(117,923)</u>	<u>–</u>

Note 26(A) : Corporate Information and Significant Accounting Policies

Note Particulars

a) Corporate information

The company is engaged in manufacturing plastic injection moulded articles and mattresses. The company is having manufacturing plants at Silvassa , Patna and Nellore.

b) Significant accounting policies (Illustrative)

i) Basis of accounting and preparation of financial statements

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

ii) Use of estimates

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

iii) Inventories

Inventories are valued at the lower of cost (on FIFO basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

iv) Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

v) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

vi) Depreciation and amortisation

Depreciation has been provided on the straight-line method as per the rates prescribed in Schedule XIV to the Companies Act, 1956 except in respect of the following categories of assets, in whose case the life of the assets has been assessed as under:

Leasehold land is amortised over the duration of the lease

Assets costing less than ₹ 5,000/- each are fully depreciated in the year of capitalisation

vii) Revenue recognition

Sale of goods

Sales are recognised on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty , sales tax and value added tax. Trade discounts and returns has been disclosed separately under Other Expenditure.

viii) Other income

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

NATIONAL PLASTICS INDUSTRIES LIMITED

ix) **Tangible fixed assets**

Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are charged to profit and loss account. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

Capital work-in-progress:

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

x) **Pre Operative Expenditure**

All expenses prior to commencement of the new projects are treated as pre operative expenses and shall be capitalised to the value of major fixed assets of the relevant project in appropriate manner, direct or indirect, upon commencement of commercial production at such projects.

xi) **Foreign currency transactions and translations**

Initial recognition

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

Measurement of foreign currency monetary items at the Balance Sheet date

Foreign currency monetary items (other than derivative contracts) of the Company outstanding at the Balance Sheet date are restated at the year-end rates. Exchange differences arising out of this translation is charged to Profit and Loss Account.

xii) **Government grants, subsidies and export incentives**

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants and subsidy received towards capital outlay is treated as Capital Reserve.

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

xiii) **Investments**

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

xiv) **Employee Retirement benefits**

The company has a policy of payment of Gratuity only at the time of retirement and the same has been provided as per actual calculations as per Payment of Gratuity Act, 1972.

xv) **Borrowing costs**

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

xvi) **Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect

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

xvii) Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company. Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability. “

Current and deferred tax relating to items directly recognised in equity are recognised in equity and not in the Statement of Profit and Loss.

xviii) Impairment of assets

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor..

xix) Insurance claims

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

xx) Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.

Note 26(B) : Additional information to the financial statements (Figures of amounts in Lacs)

Note	Particulars	As at 31 st March,	As at 31 st March,
		2013	2012
		₹	₹
a)	Contingent liabilities and commitments (to the extent not provided for)		
(i)	Contingent liabilities		
	(a) Bank Guarantees Outstanding	38.25	38.25
(ii)	Commitments		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for		
	Tangible assets	134.49	25.98

NATIONAL PLASTICS INDUSTRIES LIMITED

b) Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The company does not possess necessary information as regards due to Micro, Small and Medium Enterprises for the necessary provision of interest and disclosures.

c) Value of imports calculated on CIF basis @ :

Particulars	For the year ended	For the year ended
	31 st March, 2013	31 st March, 2012
	₹	₹
Raw materials	51.58	-
Handels & Other Purchases	-	24.46
Traded Purchases	-	118.34
Total Other Purchases	51.58	142.80
Capital goods	136.70	202.48

d) Expenditure in foreign currency #:

Particulars	For the year ended	For the year ended
	31 st March, 2013	31 st March, 2012
	₹	₹
Repairs to Machinery	-	-
Foregin Travel Expenses	7.38	3.42
Bank Charges	3.08	3.80

e) Details of consumption of imported and indigenous items *

Particulars	For the year ended	For the year ended
	31 st March, 2013	31 st March, 2012
	₹	₹
Imported		
Raw materials	72.56	28.37
%	1.62	0.70
Traded Purchases	-	137.11
%	-	3.36
Total	72.56	165.48
%	(0.81)	4.06
Indigenous		
Raw materials	4,418.58	3,879.34
%	98.38	95.17
Traded Purchases	-	31.53
%	-	0.77
Total	4,491.14	4,076.35
%	100.00	100.00

f) Earnings in foreign exchange @:

Particulars	For the year ended	For the year ended
	31 st March, 2013	31 st March, 2012
	₹	₹
Export of goods calculated on FOB basis	1108.72	705.46

g) In the opinion of the management the Current Assets, Loans and Advances are expected to realize at least amount at which they are stated, if realized in the ordinary course of the business and provision of all known liabilities have been adequately made in the accounts.

h) Related party transactions

Details of related parties:

Description of relationship	Names of related parties
Key Management Personnel (KMP)	Mr. Paresh Vinod Parekh Mr. Ketan Vinod Parekh
Relatives of KMP	Mr. Vinod V Parekh Mrs. Nalini V Parekh Mrs. Nipa V Parekh Mr. Harsh P Parekh Mr. Vivek P Parekh
Company in which KMP / Relatives of KMP can exercise significant influence	M/s. National Plastic Industries M/s. Enpee Credit & Capital (India) Pvt Ltd Mr. Ketan Vinod Parekh(HUF) Mr. Vinod Parekh(HUF)

Note: Related parties have been identified by the Management.

Details of related party transactions during the year ended 31st March, 2013 and balances outstanding as at 31st March, 2013:

	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
Loans/Advances Received /Taken	9.18 (11.36)	0.19 (12.12)	169.57 (459.94)	178.94 (483.42)
Loans/Advances Repaid / Given	23.35 (11.25)	– (12.22)	131.02 (101.29)	154.37 (124.76)
Remuneration Paid	15.36 (15.36)	– –	– –	15.36 (15.36)
Salary	0.00 0.00	5.40 (1.65)	– –	5.40 (1.65)
<u>Balances outstanding at the end of the year</u>				
Borrowings	5.04 (19.22)	0.19 0.00	619.81 (591.68)	625.04 (610.90)

In terms of our report attached.
For **Sheth Doctor & Associates**
Chartered Accountants
Firm Regn. No 124822W

For and on behalf of the Board of Directors

Paresh V. Parekh
Managing Director

Ketan V. Parekh
Director

Paresh S. Doctor
Membership No 36056

Umesh L. Shenoy
Vice President – Finance

Swati J. Zawar
Company Secretary

Place : Mumbai
Date : 30th May, 2013



NATIONAL PLASTIC INDUSTRIES LIMITED

Regd. Office: A-59, MIDC, Road No. 1, Marol, Andheri (East), Mumbai – 400 093

DP ID No.

Client ID No.

ATTENDANCE SLIP

(To be handed over at entrance of the meeting hall)

Name of Shareholder (IN BLOCK LETTERS).....

Members Folio Number:

Name of the Proxy (IN BLOCK LETTERS)
to be filed if the Proxy attends
Instead of the Member

No. of Shares held _____

I hereby record my presence at the 26th Annual General Meeting held on 24th September, 2013 at 11.00 a.m. at Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai – 400 069.

Signature of Shareholder / Proxy _____



NATIONAL PLASTIC INDUSTRIES LIMITED

Regd. Office: A-59, MIDC, Road No. 1, Marol, Andheri (East), Mumbai – 400 093.

DP ID No.

Client ID No.

PROXY FORM

Members Folio No : _____

I/We of _____ of _____
being a member/members of the above named company, hereby appoint _____ of _____
failing him _____ of _____ as my/our proxy to attend and vote
for me/us on my/our behalf at the 26th Annual General Meeting to be held on 24th September, 2013 at 11.00 a.m. at
Hotel Suba Galaxy, N. S. Phadke Road, Off Western Express Highway, Andheri (East), Mumbai – 400 069 or at any
adjournment thereof.

Signed the _____ day of _____ 2013

Date: – _____

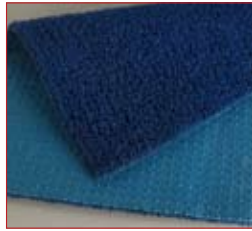
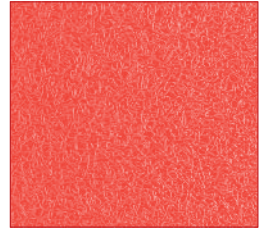
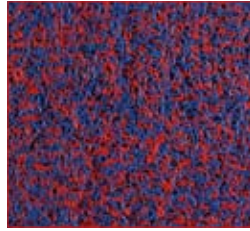
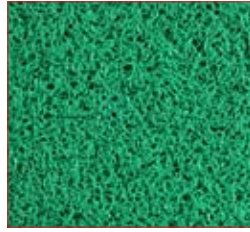
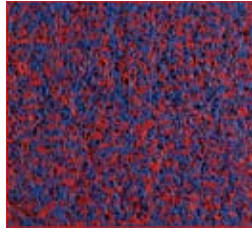
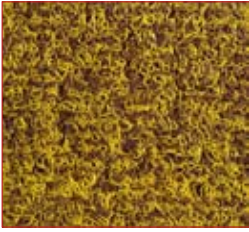
Re.1/-
Revenue
Stamp

Note:

1. The Instrument of Proxy form shall be deposited at the Registered Office of the Company not less than 48 hours before holding of the meeting.
2. The form should be signed across the stamp as per specimen signature registered with the Company.
3. A Proxy need not be a member of the Company.



BOOK-POST



If Undelivered, please return to :

National Plastic Industries Limited

A-59, MIDC Indl. Area, MIDC, Road No. 1, Andheri (E), Mumbai - 400 093.

