

Mehra Goel & Co.
Chartered Accountants

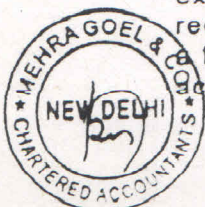
AUDITORS' REPORT

**To the Shareholders' of
SPL INDUSTRIES LIMITED**

We have audited the attached Balance Sheet of SPL INDUSTRIES LIMITED as on 31st March, 2007 and also the Profit & Loss Account and the Cash Flow statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Companies (Auditors' Report) Order, 2003, issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to our comments in the Annexure referred to above we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account, as required by law have been kept by the Company, so far as appears from our examination of those books;
 - c) The Balance Sheet, the Profit & Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion the Balance Sheet, Profit & Loss Account and the Cash Flow Statement dealt with by the report comply with the requirements of Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956;
 - e) On the basis of the written representations received from the Directors as on 31st March, 2007 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2007 from being appointed as a Director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;
 - f) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts, give the information required by the Companies Act, 1956, in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India:



- i) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2007;
- ii) in the case of the Profit and Loss Account, of the Profit of the company for the year ended on that date; and
- iii) in the case of Cash Flow Statement, of the cash flow of the Company for the year ended on that date.

FOR MEHRA GOEL & CO.
Chartered Accountants


R.K. MEHRA
PARTNER
M. No.: 6102

Place: New Delhi
Dated: August 27th, 2007



ANNEXURE

(Referred to in paragraph 1 of our report of even date)

- i) a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) In our opinion the fixed assets covering significant value have been physically verified by the Management during the year at reasonable intervals and having regard to the size of the company and the nature of its assets and on the basis of the information and explanations given by the Management, no material discrepancies have been noticed on such verification.
- c) No substantial part of fixed assets has been disposed off during the year.
- ii) a) As per information & explanation given to us, the inventory of the Company in its possession has been physically verified by the Management at reasonable intervals. Stocks in the possession and custody of the third parties and stocks in transit as on 31st March 2007 have been verified by the Management with regard to confirmation or statement of account or correspondence of the third parties or subsequent receipt of goods.
- b) The procedure of physical verification of inventory of the Company followed by the Management is reasonable and adequate in relation to the size of the Company and nature of its business.
- c) The Company is maintaining proper records of inventory. As explained to us, no material discrepancies were noticed on such physical verification as compared to book records.
- iii) As per information & explanation given to us, the company has not taken any loan, secured or unsecured, from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- iv) As per information & explanation given to us, the company has not granted any secured loan to companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. In respect of unsecured loans granted by the company to companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956 :-
 - a) The company has further granted loan during the year to one party aggregating to Rs. 4.60 lacs and maximum amount outstanding of the total loans at any time during the year was Rs. 472 Lacs and year end balance is Rs. 342 Lacs.
 - b) In our opinion and according to the information and explanations given to us, the rate of interest and other conditions are not, prima facie, prejudicial to the interest of the company.
 - c) As per information and explanation given to us, the interest and principle of the loans granted by the company are repayable on demand and there is no repayment schedule.
 - d) The loans given by the company are repayable on demand and therefore the question of overdue amount does not arise.



In our opinion and according to the information and explanations given to us, there are

adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods. During the course of our Audit, no major weakness has been noticed in the internal controls.

- vi) In respect of transactions covered under section 301 of the Companies Act, 1956:-
- a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered in the register maintained u/s 301 of the Companies Act, 1956, have been so entered.
 - b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register have been made at prices which are reasonable having regard to the prevailing market prices at the relevant times.
- vii) To the best of our knowledge, the company has not accepted any deposits covered under section 58A and 58AA or any other relevant provision of the Companies Act, 1956.
- viii) To the best of our knowledge and explanations given to us, the Company has an internal audit system commensurate with its size and the nature of its business.
- ix) To the best of our knowledge, the Central Government has not prescribed the maintenance of any cost records under Section 209 (1) (d) of the Companies Act, 1956, for the product manufactured by the company.
- x) a) To the best of our knowledge and according to the information and explanations given to us the Company is generally regular, except delay in certain cases, in depositing undisputed statutory dues including Provident Fund, Investors Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess, service tax and any other statutory dues applicable to it with the appropriate authorities.
- b) According to information and explanations given to us there were no arrears of outstanding Income Tax, Wealth Tax, Sale Tax, Service Tax, Cess, Custom Duty, Excise Duty and any other statutory dues as at 31.03.2007 for a period of more than six months from the date they became payable.
- c) To the best of our knowledge and according to information and explanation given to us there are no dues of sales tax / custom duty / wealth tax / excise duty / cess / service tax / Income tax which have not been deposited on account of any dispute except in the following cases: -

Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which amount related	Forum where dispute is pending
1	2	3	4	5
Income Tax Act, 1961	Disallowance /Recalculation U/S 80IB, 80HHC, MAT	Rs. 275.89 Lacs	F/Y 2001-2002	Commissioner (Appeals)
Haryana Sale Tax Act & Central Sale Tax	Additional demand against sale of DEPB License	Rs. 73.98 Lacs	F/Y 2000-2001	Tribunal
		Rs. 17.85 Lacs	F/Y 1999-2000	Tribunal

- xi) The Company has no brought forward losses and has not incurred any cash losses during the financial year covered by our Audit and the immediate preceding financial year.



- xii) In our opinion, the company has not defaulted in repayment of dues to Financial Institutions or Banks.
- xiii) On the basis of verification of accounts and records maintained by the Company and to the best of our knowledge & belief, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiv) The Company is not a chit fund or nidhi / mutual benefit fund / society. Therefore the provision of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- xv) To the best of our knowledge and according to information given to us, the Company is not dealing or trading in shares, securities and debentures.
- xvi) To the best of our knowledge and according to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from Banks/ Financial Institutions.
- xvii) To the best of our knowledge and according to the information and explanations given to us, the term loans were applied for the purpose for which the loans were obtained.
- xviii) According to the Cash Flow Statement and other records examined by us and information & explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investments.
- xix) According to the information & explanations given to us, 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.
- xx) According to the information & explanations given to us the Company has not issued any debenture during the year.
- xxi) To the best of our knowledge and according to information and explanation given to us, the company has not raised and money by public issue during the year.
- xxii) Based upon the audit procedure performed and information and explanation given by the management we report that no fraud on or by the Company has been noticed or reported during the year.

FOR MEHRA GOEL & CO.
Chartered Accountants

R.K. Mehra

R.K. MEHRA
PARTNER
M. No.: 6102

Place: New Delhi
Dated: August 27th, 2007



SPL Industries Ltd.

Balance Sheet As At 31st March, 2007

(Figures in Rupees)

	SCHEDULE No.	(Figures in Rupees)	
		AS AT 31.03.2007	AS AT 31.03.2006
I Sources of Funds			
(1) SHAREHOLDERS' FUND	1	290,000,040	290,000,040
(a) Share Capital	2	1,324,529,742	1,290,662,763
(b) Reserves & Surplus			
(2) Loan Funds	3	942,913,565	815,391,368
Secured		75,756,500	64,856,500
(3) Deferred Tax Liability		2,033,199,671	2,033,199,671
Total		2,633,199,847	2,460,910,671
II Application Of Funds			
(1) Fixed/Intangible Assets	4	1,309,168,290	1,205,666,407
(a) Gross Block		535,222,511	450,434,940
(b) Less : Depreciation		773,945,779	755,231,467
(c) Net Block	5	40,360,962	53,066,351
(2) Capital Work In Progress	6	93,784,306	65,967,585
(3) Investment			
(4) Current Assets, Loans And Advances	7	1,201,016,007	1,002,382,863
(a) Inventories	8	439,243,035	361,687,842
(b) Sundry Debtors	9	98,441,515	149,823,173
(c) Cash & Bank Balances	10	553,198,945	476,483,204
(d) Loans & Advances			
		2,291,899,502	1,990,377,082
Less : Current Liabilities And Provisions	11	451,586,573	343,001,015
(a) Current Liabilities		115,204,129	60,730,799
(b) Provisions		566,790,702	403,731,814
		1,725,108,800	1,586,645,268
Net Current Assets		2,633,199,847	2,460,910,671
Total		2,633,199,847	2,460,910,671
Significant Accounting Policies	16		
Notes To Accounts	17		

Auditors' Report
As Per Our Report Attached

For Mehra Goel & Co.
Chartered Accountants

R.K. Mehra
(Partner)

M.No. 6102

Place : New Delhi

Date : August 27th, 2007

Pushpak Bansal
(Chief Financial Officer)

B.B. Sharma
(Company Secretary)

H.R. Gupta
(Chairman Cum Managing Director)

Vijay Jindal
(Jt. Managing Director)



SPL Industries Ltd.

Profit & Loss Account For The Year Ended 31st March, 2007

(Figures in Rupees)

	SCHEDULE No.	Year Ended 31.03.2007	Year Ended 31.03.2006
Income			
Sales of Product	12	2,491,054,274	2,607,305,956
less:- Excise Duty		8,885,487	58,700,053
Net Sales		2,482,168,787	2,548,605,903
Other Income	13	16,919,262	14,991,031
		2,499,088,049	2,563,596,934
Expenditure			
Manufacturing Administrative & Other Expenses	14	2,200,351,791	2,213,622,367
Financial Charges	15	99,438,627	82,093,129
Depreciation		98,968,644	76,795,997
		2,398,759,062	2,372,511,494
		100,328,987	191,085,440
Profit Before Tax			
Provision For Taxation		19,100,000	24,000,000
–Current Income Tax		10,900,000	12,050,000
–Deferred Income Tax		2,415,000	2,760,000
–Fringe benefit Tax		51,750	26,876
–Income Tax Paid for Earlier Years		66,703	135,720
– Wealth Tax		67,795,534	152,112,844
Profit After Tax			
Add/(Less) :		779,954,336	627,841,492
Profit Brought Forward From Previous Year		847,749,870	779,954,336
Profit Available for Appropriation			
APPROPRIATIONS			
Proposed Dividend		29,000,004	-
Proposed Dividend Tax		4,928,551	-
Balance Carried to Balance Sheet		813,821,315	779,954,336
		847,749,870	779,954,336
Basic/Diluted Earning Per Share (Refer Note No. 13)		2.34	5.78
Nominal Value of Equity Share		10	10

Significant Accounting Policies 16
Notes To Accounts 17

Auditors' Report
As Per Our Report Attached

For Mehra Goel & Co.
Chartered Accountants

R.K. Mehra

R.K. Mehra
(Partner)
M.No. 6102
Place : New Delhi
Date : August 27th , 2007

Pushpak Bansal

Pushpak Bansal
(Chief Financial Officer)
B.B. Sharma
(Company Secretary)

H.R. Gupta

H.R. Gupta
(Chairman Cum Managing Director)
Vijay Jindal
(Jt. Managing Director)



SPL Industries Ltd.

Schedules Forming Part Of Balance Sheet

	(Figures in Rupees)	
	AS AT 31.03.2007	AS AT 31.03.2006
Schedule - 1 Share Capital		
Authorised 30,000,000 Equity Shares Of Rs. 10/- Each	300,000,000	300,000,000
Issued Subscribed and Paid Up* 29,000,004 Equity Shares Of Rs.10/- Each Fully Paid Up	290,000,040	290,000,040
	290,000,040	290,000,040

*Above includes 2 equity shares allotted as fully paid up shares without payment being received in cash on amalgamation of SPL Machines Ltd. with the company and 10,000,002 issued as Bonus share by Capitalization of accumulated balance in Profit & Loss Account.

Schedule - 2 Reserves And Surplus

Capital Reserve	3,107,174	107,174
At The Commencement of The Year	-	3,000,000
Add:- capital subsidy	3,107,174	3,107,174
Share Premium Account	496,744,853	-
At the Commencement of the year	-	540,000,000
Add :- Received During the Year	-	43,255,147
Less:- Public Issue Expenses	496,744,853	496,744,853
General Reserve	10,856,400	10,856,400
At The Commencement and end of The Year	813,821,315	779,954,336
Profit & Loss Account	1,324,529,742	1,290,662,763

Schedule - 3 Loan Funds

Secured		
From Banks	21,766,866	32,925,383
---Term Loan*	5,474,492	5,963,107
---Other Term Loan**		
---Working Capital Loan ***	427,405,059	332,590,524
In Foreign Currency	385,200,591	297,548,809
In Indian Currency	102,330,000	143,000,000
Term Loan From Financial Institution****	736,557	3,363,545
Term Loan From Body Corporates*****		
	942,913,565	815,391,368

*Secured by first charge on Land & Building and Plant & Machinery acquired under the loan (Further guaranteed by personal guarantee of CMD and Jt. Managing Directors of the Company.)

**Secured by hypothecation of specific vehicles.

*** Secured by first charge on pari passu basis between the working capital lenders on current assets, and first (exclusive) Charge over factory land & building located at Plot No. 7, Plot No. 22 and Plot No. 39, Sector 6, Faridabad. Loans are further secured by second charge on immovable properties, both present & future (save and except for mortgages and charges created in favour of IDBI FOR Term Loan). All the loans are further guaranteed by personal guarantee of CMD and Jt. Managing Directors of the Company.

****Secured by first mortgage and charge on all the company's movable assets, both present and future, (save and except book debts), subject to the charge created / to be created in favour of the company's bankers on current assets for securing borrowings for working capital requirements, and charges created for specific equipments in favour of banks/IDBI, ranking pari passu with the charges created and /or to be created in favour of existing term lenders. The loan is further secured by personal guarantee of CMD and Jt. Managing Directors of the Company.

*****Secured by first exclusive charge on Plant & Machinery acquired under the loan. The loan is further secured by Personal Guarantee of CMD & Jt. Managing Director.



APL INDUSTRIES LTD.

SCHEDULE - 4 FIXED/INTANGIBLE ASSETS

ASSETS	Gross Block			Depreciation			Net Block			
	AS AT 01.04.06	ADDITIONS	SALE/ TRANSFER	AS AT 31.03.07	UP TO 01.04.06	FOR THE YEAR	Written Back On Sale	Up TO 31.03.07	AS AT 31.03.07	AS AT 31.03.06
LAND	83,186,287	24,423,133	-	107,579,420	-	-	-	-	107,579,420	83,186,287
BUILDING	141,882,219	16,638,527	-	158,520,746	24,504,599	4,847,642	-	29,352,241	129,168,505	117,377,820
PLANT & MACHINERY	920,355,342	72,240,401	22,439,854	970,155,949	396,596,117	86,115,292	12,905,385	499,806,024	500,349,925	823,799,223
VEHICLES	22,338,731	2,815,801	2,494,005	22,660,527	7,780,976	2,103,695	1,275,688	8,588,953	14,071,574	14,677,785
FURNITURE & FIXTURE	14,032,312	5,482,356	-	19,514,668	5,199,144	981,227	-	6,147,371	13,367,297	8,865,183
OFFICE EQUIPMENTS	15,872,916	3,908,784	-	19,639,682	6,475,406	2,113,437	-	10,588,843	9,050,839	7,187,812
ASSETS BELOW 5000	6,648,348	2,002,287	-	9,450,615	8,848,348	2,802,287	-	9,450,615	-	-
INTANGIBLE ASSETS	1,380,280	286,433	-	1,646,683	1,083,351	205,114	-	1,288,485	358,218	286,688
COMPUTER SOFTWARE	1,205,666,407	128,435,742	24,933,859	1,309,168,290	450,434,940	98,968,644	14,181,073	535,222,511	773,945,779	755,231,467
TOTAL										
PREVIOUS YEAR	918,987,495	307,841,418	21,182,506	1,206,606,407	384,359,256	76,795,987	10,720,318	450,434,940	765,231,467	



SPL Industries Ltd.

Schedules Forming Part Of Balance Sheet

(Figures in Rupees)

Schedule - 5 Capital Work In Progress

	AS AT 31.03.2007	AS AT 31.03.2006
Building	21,284,514	22,534,706
Plant & Machinery	1,351,373	66,464
Advance For Capital Goods (Unsecured, Considered Good)	17,725,075	30,465,181
	40,360,962	53,066,351

**Schedule - 6 Investment
(Fully Paid up, Other Than Trade)**

Long Term , Unquoted Elkay International P. Ltd. -6,66,500 Equity Shares of Rs. 10/- Each	6,665,000	6,665,000
Elkay Strips Ltd. -95,750 Equity Shares of Rs. 100/- Each	9,575,000	9,575,000
Sadhu Forging Ltd. -27,500 Equity Shares of Rs.100/- Each	27,500,000	27,500,000
Investment In Subsidiary Company Mode Prints Ltd.	22,227,585	22,227,585
- 13,01,000 Equity Shares of Rs.10/- Each (A)	65,967,585	65,967,585

Current, Quoted

8073.833 (Previous Year Nil) Units of HDFC Equity fund growth	3,803,545	-
30.791 (Previous Year Nil) Units of HDFC Floating rate income fund	62,315	-
4534.942 (Previous Year Nil) Units of HDFC Top 200 Fund	500,000	-
1896.238 (Previous Year Nil) Units of Reliance growth fund growth plan - growth option	500,000	-
250000 (Previous Year Nil) Units of Reliance long term equity fund	2,500,000	-
100000 (Previous Year Nil) Units of SBI One India fund	1,000,000	-
	8,365,860	-
	(320,039)	-
Less: Diminution in value of Investments (B)	8,045,821	-

Advance for Share Capital (C)

19,770,900

(A+B+C)

93,784,306 **65,967,585**

8,045,821

* Aggregate Market Value of Quoted Investments

Schedule - 7 Inventory

(As Taken, Valued And Certified By The Management)

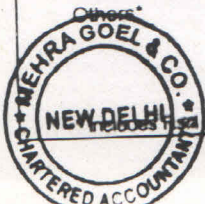
Raw Material	160,774,088	228,201,001
Stores & Spares	6,021,142	5,557,257
Fuel & Furnace Oil	699,119	891,467
Work in Progress	605,746,753	585,201,504
Packing Material	2,577,258	3,840,145
Finished Goods	425,162,659	178,254,349
Goods in Transit	-	396,565
Scrap	34,988	40,575
	1,201,016,007	1,002,382,863

Schedule - 8 Sundry Debtors

(Unsecured)

Debts Outstanding Over Six Months	136,764,507	93,927,329
-Considered Good	2,603,747	10,462,414
-Considered Doubtful	(2,603,747)	(10,462,414)
-Less Provision for Doubtful Debts	302,478,528	267,760,513
Others	439,243,035	361,687,842

Rs. 339656/- (Previous Year Rs.1822994/-) Due from SPL Overseas a firm in which a director is partner.



SPL Industries Ltd.

Schedules Forming Part Of Balance Sheet

	(Figures in Rupees)	
	AS AT 31.03.2007	AS AT 31.03.2006
Schedule - 9 Cash and Bank Balances		
Cash on Hand	1,067,092	1,171,512
Balance With Scheduled Banks		
—in Current Accounts	4,426,237	9,005,802
—in Fixed Deposit Accounts *	92,948,086	139,645,759
Balance With Post Office		
—Saving Account**	100	100
	98,441,515	149,823,173

*Including Interest Accrued Thereon Rs.408515/- (Previous Year Rs. 131529/-).

**Maximum Balance During the year Rs.100/- (Previous Year Rs. 100/-).

Schedule - 10 Loans And Advances

(Unsecured, Considered Good)

Advances Recoverable in Cash Or in Kind or
for Value To be Received
Loan & Advances
Security Deposit
Export Benefit Receivable
Advance To Subsidiary Company
Balance With Excise Department
Centrat Receivable
Advance Wealth / Income Tax

	255,031,590	222,620,822
	61,182,294	48,773,850
	2,618,552	8,828,052
	139,192,001	115,197,492
	230,121	685,181
	14,527	13,365
	10,517,520	9,671,144
	84,412,340	70,693,298
	553,198,945	476,483,204

Schedule - 11 Current Liabilities And Provisions

Current Liabilities

Sundry Creditors
Book Overdraft
Other Liabilities

	350,250,203	292,322,769
	28,382,300	3,000,466
	72,954,070	47,677,780
A	451,586,573	343,001,015

Provisions

Proposed Dividend
Proposed Dividend Tax
Retirement Benefits
Provision for Wealth / Income Tax

	29,000,004	-
	4,928,551	-
	6,988,151	5,745,629
	74,287,423	54,985,170
B	115,204,129	60,730,799
A+B	566,790,702	403,731,814



SPL Industries Ltd.

Schedules Forming Part Of Profit & Loss Account

(Figures in Rupees)

Schedule - 12 Sales

Sales including Excise Duty
 -Export
 -Domestic
 Processing Charges
 Export Incentives
 Exchange Fluctuation (Net)

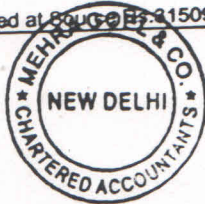
Year Ended 31.03.2007	Year Ended 31.03.2006
2,162,776,186	2,379,679,237
40,404,933	32,008,735
112,906,722	93,180,949
150,846,694	105,164,259
24,119,739	(2,727,224)
2,491,054,274	2,607,305,956

Schedule - 13 Other Income

Interest*
 Profit on Sale of fixed Assets
 Dividend from non trade current investment
 Other Income

14,162,078	10,551,700
1,944	45,073
114,927	-
2,640,313	4,394,258
16,919,262	14,991,031

*Tax Deducted at Source Rs. 3150960/- (Previous Year Rs. 1386925/-).



SPL Industries Ltd.

Schedules Forming Part Of Profit & Loss Account

(Figures in Rupees)

Schedule - 14 Manufacturing, Administrative And Other Expenses

	Year Ended 31.03.2007	Year Ended 31.03.2006
Raw Material Consumed	1,269,555,577	1,423,657,236
Store Consumed	31,927,774	19,459,197
Salary & Wages	232,806,801	186,843,092
Welfare Expenses	8,413,626	5,352,431
Contribution To P.F. and Other Funds	24,732,815	21,698,827
Power & Fuel	149,931,853	133,450,388
Job Work Charges	354,755,205	263,656,473
Provision of Excise Duty on Closing Stock (Net)	(129,209)	(1,026,116)
Repair & Maintenance	27,684,142	20,270,989
--Plant & Machinery	4,112,016	2,803,487
--Building	4,408,887	3,778,052
--Others	1,062,147	150,762
Advertisement & Publicity	20,770,039	15,589,945
Travelling & Conveyance	6,218,100	6,000,574
Printing & Stationery	13,665,186	13,464,603
Postage Telegram and Telephone	6,542,222	4,977,217
Insurance		
Auditors Remuneration	786,520	785,680
--Audit Fees	112,360	112,240
--Tax Audit Fees	-	81,600
--Other Services	297,000	-
--Income tax Matters	2,017,619	1,857,086
Legal & Professional Charges	3,142,900	1,408,344
Rent	2,219,197	4,249,581
Rates & Taxes	3,392,144	2,834,664
Vehicle Running & Maintenance	3,099,629	5,090,211
Sales Promotion	237,721,735	184,924,153
Selling Expenses	47,561,049	46,206,413
Miscellaneous Expenditure	320,038	-
Diminution in value of current investment	1,764	-
Loss on sale of current, non trade investment	8,615,598	4,897,565
Loss On Sale Of Fixed Assets	2,055,029	9,161,416
Provision for doubtful debts	9,913,695	1,151,070
Bad Debts Written Off	(9,913,695)	-
Less : Provision for doubtful debts written back	-	-
A	2,467,799,763	2,382,887,180
Add/(Less) : Decrease/(Increase) in Stock		
Opening Stock		
--Finished Goods	178,254,349	130,022,691
--Work In Progress	585,201,504	464,208,924
--Scrap	40,575	-
B	763,496,428	594,231,615
Closing Stock		
--Finished Goods	425,162,659	178,254,349
--Work In Progress	605,746,753	585,201,504
--Scrap	34,988	40,575
C	1,030,944,400	763,496,428
D (B-C)	(267,447,972)	(169,264,813)
A+D	2,200,351,791	2,213,622,367



SPL Industries Ltd.

Schedules Forming Part Of Profit & Loss Account

(Figures in Rupees)

Schedule - 15 Financial Charges

Interest

-Term Loans

-Others

Bank & Financial Charges

Year Ended 31.03.2007	Year Ended 31.03.2006
9,077,480	14,043,573
69,207,050	49,238,745
21,154,097	18,810,811
99,438,627	82,093,129



SPL INDUSTRIES LIMITED

SCHEDULE- 16. SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Financial statements are prepared under the historical cost convention on accrual basis in accordance with generally accepted accounting principles and applicable accounting standards issued by the institute of Chartered Accountants of India and the provision of Companies Act, 1956.

2. FIXED ASSETS

Fixed assets are stated at cost net of Modvat/cenvat/VAT wherever availed, less accumulated depreciation. Cost of fixed assets comprises purchase price, duties, levies, borrowing cost, exchange fluctuations and any directly attributable cost of bringing the assets to its working condition for the intended use. Advance paid towards the acquisition of fixed assets and the cost of assets not ready to put to use before the year end, are disclosed under capital work in progress.

3. INTANGIBLE ASSETS

In accordance with the Accounting Standards (AS) 26 relating to intangible assets, all costs incurred on technical know-how / license fee relating to production process are charged to revenue in the year of incurrence. Costs incurred on technical know-how / license fee relating to process design / plants / facilities are capitalized at the time of capitalization of the said plant / facility and amortized on pro-rata basis over a period of five years. Computer software is capitalized on the date of installation and is amortised over a period of three years.

4. IMPAIRMENT OF ASSETS

Carrying amount of cash generating units / assets is reviewed for impairment. Impairment, if any, is recognized where the carrying amount exceeds the recoverable amount being the higher of net realizable price and value in use.

5. DEPRECIATION

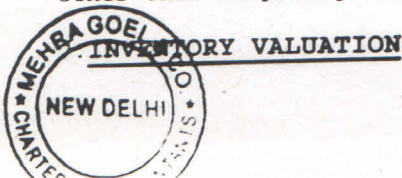
Depreciation on all plant and machinery is provided on the Written Down value method at the rate and in the manner prescribed in schedule XIV to the Companies Act 1956.

Depreciation on other fixed assets is provided on straight Line Method at the rate and in the manner prescribed in schedule XIV to the Companies Act 1956.

Depreciation is charged on pro-rata basis for assets purchased / sold during the year. Individual assets costing Rs. 5000/- or less are depreciated in full, in the year of purchase. Depreciation on incremental cost arising on account of translation of foreign currency liabilities for acquisition of fixed assets is provided as aforesaid over the residual life of the respective assets.

6. INVESTMENTS

Investments are classified into current and long-term investments. Current investments are stated at lower of cost or market value. Long-term investments are stated at cost and provision for diminution in value is made only if such decline is other than temporary in the opinion of management.



Inventories are valued at lower of cost or net realisable value except scrap, which is valued at net realisable value. The cost is determined by using First In First Out (FIFO) method.

Finished goods & work in progress includes costs of conversion & other costs incurred in bringing the inventories to their present location & condition.

Excise duty on closing stock of manufactured goods, wherever applicable, is accounted for on the basis of payment made in respect of goods cleared as also provision made for goods lying in the factory and included in the value of such stocks.

8. SALES

Sales are inclusive of excise duty and net of sales tax, whenever applicable.

9. PROCESSING CHARGES

Processing charges are net of returns, trade discount and rebates.

10. PURCHASE OF RAW MATERIALS:

Cost of Purchase less modvat/cenvat credits, wherever availed, constitutes purchase price and includes duties, freight inward and other cost directly attributable to such purchase in the year in which they are accounted, whether the expenditure is immediate or deferred.

11. BORROWING COST:

Borrowing Cost that are attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

12. DIVIDEND INCOME:

Dividend on investments is accounted for as and when the right to receive the same is established.

13. CLAIMS:

Claim receivables are accounted for depending on the certainty of receipt & Claims payable are accounted for at the time of acceptance.

14. FOREIGN CURRENCY TRANSACTIONS

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of transaction. Monetary items denominated in foreign currencies outstanding at the year-end are translated at exchange rate applicable as of that date. Non-Monetary items denominated in foreign currency are valued at the exchange rate prevailing on the date of transaction. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit and loss account except in cases where these relate to the acquisition of fixed assets.

Exchange differences arising on liabilities incurred or on repayment of borrowings in foreign currency for acquisition of fixed assets are adjusted in the carrying cost except borrowing utilized for acquisition of assets within India on or after 1st April 2004 in which case these are recognized in the Profit & Loss A/c.

15. INCOME TAX

Provision for current income tax is made after taking credit for allowances and exemptions. In case of matters under appeal, due to disallowance or otherwise, provision is made when the company accepts the said liabilities.



In accordance with the Accounting standard 22-Accounting for Taxes on income, issued by the Institute of Chartered Accountants of India, the deferred tax for timing differences between the book & tax profit is accounted for using the tax rates and the tax laws that have been enacted or substantially enacted as of the balance sheet date.

Deferred tax assets arising from temporary timing difference are recognized to the extent there is virtual certainty that the assets can be realized in future.

16. RETIREMENT BENEFITS

Contribution to defined contribution schemes such as provident fund and family pension funds are charged to revenue. For gratuity, the company has opted the scheme managed by Life Insurance Corporation of India (LIC). Amount paid / payable to the LIC towards gratuity liability is charged to revenue. For the employees not covered by the said scheme, the gratuity liability is provided for in the accounts on the basis of last salary drawn. Provision for earned leave is made for the value of unutilized leave due to employee as at the end of the year on the basis of last salary drawn, in the absence of actuarial valuation.

17. MODVAT/CENVAT/VAT

Modvat/cenvat/VAT claimed on capital assets is credited to assets/capital work in progress account. Modvat/cenvat on purchase of raw materials and other materials are deducted from the cost of such materials.

18. PROVISION AND CONTINGENT LIABILITIES

Show cause notices issued by various government authorities are not considered as obligation. When the demand notice are raised against such show cause notice and are disputed by the company then these are classified as possible obligations.

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in notes.

19. PUBLIC ISSUE EXPENSE

Public issue expenses have been deducted from share premium account.



SCHEDULE- 17 NOTES TO ACCOUNTS

1. CONTINGENT LIABILITIES

	(Rs. In Lacs)	
	As At 31.03.2007	As At 31.03.2006
(a) Bank Guarantee for A.E.P.C. and Custom Duty	28.75	46.09
(b) Bills Discounted	1145.89	2423.96
(c) Outstanding Letter of Credit (Net of Margin of Rs. 117.83 Lacs (P.Y. 131.21 Lacs))	1459.15	895.94
(d) Income Tax Act 1956 (disallowance 80HHC, MAT)	275.89	275.89
(e) Disputed Liability towards Provident Fund and E.S.I (Net of paid under protest)	21.41	21.41
(f) Disputed Liability towards Sales Tax (Net of paid under protest)	71.83	71.83
(g) Estimated amount of Contract remaining to be executed (Net of Advance)	946.76	309.23
(h) Surety given to Sales Tax Department for third party	1.00	1.00

2. In case of default in repayment of principal amount of the term loans taken from IDBI or interest thereon IDBI has a right to convert at par at its option 100% of the defaulted amount into fully paid up equity shares of the company. The balance of aforesaid loans as at 31.03.2007 is Rs. 1023.30 Lacs. (As at 31.03.2006 is Rs. 1430 Lacs)

3. Directors Remuneration

	Current Year (Rs in Lacs)	Previous Year (Rs in Lacs)
Salary	33.00	30.00
Director's Sitting Fees	0.05	0.18

Note: Above does not includes payment made to gratuity fund managed by the Life Insurance Corporation of India and provision made for leave encashment as the contribution provision made for the directors is not separately identifiable.

4. Computation of Net Profit in accordance with section 198/349 of the Companies Act, 1956 has not been given as no commission is payable to Managing/Whole Time Directors.

5. The Company has invested Rs.95.75 Lacs (Previous year Rs. 95.75 Lacs) in the equity share capital of Elkay Strips Ltd., which has incurred losses as a result of which the net worth of aforesaid company has been depleted. As investment is held as long term investment and considering the assets base of investee company, the management is of the opinion that the diminution in value of equity shares is of temporary in nature and accordingly no provision is considered necessary for the same.

Interest income includes Rs. 38.76 Lacs (Previous Year Rs. 35.18 Lacs) on loans to body corporates, Rs. 101.01 Lacs (Previous Year Rs. 66.19 Lacs) on fixed deposit



7. Exchange fluctuation (net) includes Rs. 140.05 Lacs (Previous Year Rs. (53.11) lacs) Gain, which is arisen on cancellation of forward exchange contracts.

8. Misc. Expenses includes Rs. 51.35 Lacs (Previous Year Rs. 54.30 Lacs) for running and maintenance of a foreign office.

9. Sundry creditors includes Rs. 7.63 Lacs (Previous year-Rs. 4.71 Lacs) due to small scale and ancillary undertakings to the extent such parties have been identified from available information, which have been relied upon by the auditors. The Company has normally made payments to SSI units in due time and also being no claim from the parties, interest, if any, on overdue payment is unascertainable and thus not provided for. The names of SSI units to whom company owes any sum, which is outstanding for more than 30 days as at the balance sheet date, are ASB Industries pvt. Ltd., Desh International, Ambica Label Graphics and K.C. Enterprises.

10. Segment Information:

a) Primary Segment Reporting by Business Segment:

Primary business segment of the company is sale of cotton knitted garments and made ups i.e. T-Shirts, Cotton Sweater, Bed Sheets etc, which in the context of Accounting Standard 17 on "Segment Reporting" issued by ICAI is considered the only business segment.

b) Secondary Segment Reporting (By Geographical Segments):

The Following is the distribution of the company's consolidated sales by geographical segment, regardless of where the goods were produced:

	Current Year	(Rs. In Lacs)	
		Current Year	Previous Year
(i) Sales to Overseas Market	21627.76	23796.79	
(ii) Sales to Domestic Market	404.05	320.09	

The Company has common fixed assets for producing goods for overseas markets and domestic markets. Hence, separate figures for fixed assets/additions to fixed assets etc. cannot be furnished.



11. Related Party Information:

(i) Relationships:

(a) Subsidiary Companies:

- (i) Mode Prints Ltd.

(b) Associates:

- (i) Elkay Strips Ltd.

(c) Key Management Personnel (KMP):

- (i) H.R. Gupta
(ii) Vijay Jindal
(iii) Praveen Garg
(iv) Pankaj Garg
(v) Mukesh Aggarwal
(vi) Nishant Aggarwal

(d) Relatives of Key management personnel):

- (i) Punita Jindal
(ii) Nikita Garg
(iii) Avni Jindal
(iv) Richa Jindal
(v) Ram Billas Aggarwal
(vi) Kiran Aggarwal
(vii) Suditi Garg
(viii) Swati Aggarwal

e) Enterprises over which key management personnel (KMP) or relative having significant influence:

- (i) Sadhu Forging Ltd.
(ii) Elkay Telelinks Ltd.
(iii) SPL Overseas
(iv) Elkay International Ltd.

Note: Related party relationship is as identified by the company and relied upon by the auditors.



Transactions Carried out with related parties referred in (i) above, in ordinary course of business:

Rs. In Lacs

PARTICULARS	Subsidiary Companies		Associates		Key Management Personnel		Relatives of key Management Personnel		Enterprises over which KMP & their relatives have significant influence		Grand total	
	Current Year	Previous Yr.	Current Year	Previous Yr.	Current Year	Previous Yr.	Current Year	Previous Yr.	Current Year	Previous Yr.	Current Year	Previous Yr.
Rent Paid	6.00	6.00	12.00	5.94	-	-	-	-	12.00	0.64	30.00	12.58
Payment made by Company on behalf of them	0.10	0.96	0.67	-	-	-	-	-	16.63	-	17.40	0.96
Remuneration	-	-	-	-	33.00	30.00	17.08	8.82	-	-	50.08	38.82
Interest Received	-	-	26.53	30.98	-	-	-	-	5.92	4.20	32.45	35.18
Loan & advance Given	-	-	-	4.20	-	-	-	-	4.60	3.50	4.60	7.70
Sale/Jobwork	-	-	-	-	-	-	-	-	-	8.93	-	8.93
Purchase/Job work	-	-	5.95	-	-	-	-	-	22.01	36.29	27.96	36.29
Purchase of Fixed Assets	-	-	156.05	-	-	-	-	-	11.67	198.58	167.72	198.58
Outstanding	-	-	-	-	-	-	-	-	-	-	-	-
Receivable	2.30	6.85	-	-	-	-	-	-	193.40	182.23	195.70	189.08
Payable	-	-	-	-	1.79	-	1.08	0.51	7.91	15.08	10.78	15.59
Loan & Advances Given	-	-	275.68	412.77	-	-	-	-	63.83	59.23	339.51	472.00



12. Deferred Tax

Rs. In Lacs

Deferred tax liability at the year end comprise of the followings:

	AS at 31.03.2007	AS at 31.03.2006
(1) Deferred liability on account of: Timing difference between book & tax depreciation	811.20	723.89
	811.20	723.89
(2) Deferred Assets on account of: Disallowance under section 43B Provision for Doubtful Debts Others	41.57 8.85 3.21	41.17 30.84 02.02
	53.63	75.33
Net Deferred Tax Liability	757.57	648.56

13. Calculation of Earning Per Share

a) Weighted Average number of Equity Shares

Number of equity share at the commencement of the year (Nos.)	2,90,00,004	2,00,00,004
Add: Public Issue during the year (90,00,000 Shares) (90,00,000 X 257 / 365)	-	63,36,986
Weighted Average Number of Equity Shares used as denomination (Nos.)	2,90,00,004	2,63,36,986
b) Net profit available for Equity Share holders	6,77,95,534	15,21,12,844
c) Basic & Diluted earning per share (b/a) (Rs.)	2.34	5.78

14. Investments purchased (including Dividend Reinvestment) and sold during the year.

S.No	Particulars	Units	Cost (Rs. In Lacs)
1	FT India Life Stage FOFs The 50s Plus floating rate plan div.	208564.492	25.00
2	Optimix income growth multimanager for scheme	240278.338	25.00
3	HDFC Equity fund growth	16173.214	24.48
	HDFC Floating rate income fund	490543.35	49.96
	HDFC Floating rate	246749.128	25.05
6	ABN Amro-floating rate fund	100000.000	10.00
7	HDFC Top 200	11084.016	12.50
8	Optimix Asset Allocation	213245.0783	25.00
9	Reliance floating rate	99504.91	10.01

15. Personal accounts are subject to confirmation of respective parties.

16. Previous year figures have been regrouped/ rearranged, wherever considered necessary.



18 Additional information under part-II of Schedule VI to the Companies Act, 1956 . (As Certified by the management).

	N.A		N.A -	
	Current Period		Previous year	
(a) <u>Licensed Capacity</u>				
(b) <u>Installed Capacity</u> (As certified by the management)				
Knitted Fabric	7000 MT		7000 MT	
Processing and Dyeing of Fabric	8000 MT		8000 MT	
Garments	132 Lakh Pcs		132 Lakh Pcs	
(c) <u>Particulars of production</u>				
Dyed Knitted Fabric*	5508.621 MT		5247.645 MT	
Processing and Dyeing	1627.836 MT		1133.077 MT	
Garments	13108152 Pcs		11770222 Pcs	
* Includes 394.686 MT (Previous Year 339.032 MT) Fabric purchased.				
(d) <u>Particulars of Finished Goods</u>	Current Period	Value (Rs.)	Previous Year	Value (Rs.)
	Qty		Qty	
I <u>Opening Stock</u>				
Dyed Knitted Fabric	398.287 MT	169317178	272.334 MT	114207742
Processing and Dyeing	15.408 MT	1011714	10.694 MT	754134
Garments	11965 Pcs	3296105	52745 Pcs	15048272
Others		4629352		12543
		<u>178254349</u>		<u>130022691</u>
II <u>Closing Stock</u>				
Dyed Knitted Fabric	291.209 MT	116619894	398.287 MT	169317178
Processing and Dyeing	8.783 MT	517,764	15.408 MT	1,011,714
Garments	1055330 Pcs	304603414	11965 Pcs	3296105
Others		3421587		4,629,352
		<u>425162659</u>		<u>178254349</u>
(e) <u>Particulars of Turnover</u>				
Dyed Knitted Fabric	5615.699 MT*	28717228	5121.692 MT*	19403565
Processing and Dyeing	1634.461 MT	112906722	1128.363 MT	93180949
Garments	12064787 Pcs**	2098964469	11811002 Pcs**	2310009034
Other		75,499,422		82,275,373
		<u>2316087841</u>		<u>2504868921</u>
* Includes 5425.617 MT (Previous Year 4978.618MT) for Captive consumption for Garments & Nil MT(Previous Year NIL) for Home Furnishing.				
** Includes Sample Sale 7223 Pcs. (Previous Year 3985 Pcs.) .				
(f) <u>Raw Material Consumed</u>	Current Period		Previous Year	
Colour and Chemical	6101.665 MT	136649195	6123.150 MT	181526001
Yam	5600.932 MT	790819033	5263.718 MT	904180082
Fabric Knitted	807.277 MT	158095438	619.602 MT	183559092
Others		183991911		154392061
		<u>1269555577</u>		<u>1423657236</u>



Value of Imported /Indigenous Raw material and Stores Consumed

	Percentage
Raw Material	
Imported	12.01
Indigenous	87.99
	<u>100</u>
Stores and Spares	
Imported	62.03
Indigenous	37.97
	<u>100</u>

(h) CIF Value Of Import

Raw material
Capital Goods
Stores and spares

Value (Rs.)	Percentage	Value (Rs.)
152517547	12.59	179303570
1117038030	87.41	1244353666
<u>1269555577</u>	<u>100</u>	<u>1423657236</u>

19804349	47.98	9336837
12123425	52.02	10122360
<u>31927774</u>	<u>100</u>	<u>19459197</u>

Current Period Value (Rs)	Previous Year Value (Rs)
137,333,765	155,971,323
15,145,565	164,288,585
14,982,239	767,745
<u>167,461,569</u>	<u>321,027,653</u>

(i) Expenditure in Foreign Currency

Travelling
Others

Current Period Value (Rs)	Previous Year Value (Rs)
5,091,395	2,866,721
45,767,441	22,637,234
<u>50,858,836</u>	<u>25,503,955</u>

**(j) Earnings in Foreign Currencies
FOB Value of Exports**

2,085,715,671 2,240,304,702

SPL INDUSTRIES LTD

AUDITORS' REPORT
As per our report attached

FOR MEHRA GOEL & CO.
CHARTERED ACCOUNTANTS

R.K. MEHRA
(Partner)
M.No. 6102

(Signature)
Pushpak Bansal
(Chief Financial Officer)

(Signature)
B.B. Sharma
(Company Secretary)

(Signature)
H.R. Gupta
(Chairman Cum Managing Director)

(Signature)
Vijay Jindal
(Jt. Managing Director)

PLACE : NEW DELHI
DATE : August 27th, 2007



SPL Industries Ltd.
CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET FOR THE PERIOD
ENDED 31ST MARCH, 2007

	Year ended 31.03.2007 (Rs. In Lacs)	Year ended 31.03.2006 (Rs. In Lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit after Tax and before/prior period/extra ordinary items	677.96	1,521.13
Adjustment for :		
Depreciation/Amortisation	989.69	767.96
Provision for retirement benefit	12.42	13.07
Interest and financial charges	994.39	820.93
(Profit)/ Loss on Sale of Fixed Assets (Net)	86.14	48.52
Provision for tax/Tax for Earlier years	325.34	389.73
Bad Debts/provision for doubtful debts	20.55	103.12
Dividend Received on non trade current investment	(1.15)	
Diminution in value of non trade current investments	3.20	
Loss on sale of non trade current investment	0.02	
Interest Income on Loan to Body Corporates	(38.76)	(35.18)
Exchange Fluctuation	(121.38)	32.96
Operating Profit Before Working Capital Change	2,948.42	3,662.24
Adjustment for :		
(Increase)/Decrease in Trade and Other Receivable	(594.64)	(2,270.69)
(Increase)/Decrease in Inventories	(1,986.33)	(2,521.87)
Increase/(Decrease) in Trade Payable	(0.01)	408.66
Cash Generated from operations	367.44	(721.66)
Direct Taxes Paid	(160.50)	(557.18)
Cash Flow before prior period & Extraordinary items	206.94	(1,278.84)
Net Cash (Used in) From Operating Activities	206.94	(1,278.84)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets (Including capital work in progress) & Intangible Assets	(1,157.30)	(3,548.61)
Sale/Damage of Fixed Assets	21.39	55.90
Interest Income on Loan to Body Corporates	38.76	35.18
Purchase of Investment	(488.37)	
Sale of Investment	206.98	
Dividend Received on non trade current investment	1.15	
(Increase) Decrease in Loan to Body Corporates	(124.08)	(2.29)
Net Cash (Used in) /from investing activities	(1,501.47)	(3,459.82)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Share Capital Including Share Premium		5,867.45
Capital Subsidy Received		30.00
Repayment of Long Term Borrowings	1,975.36	(401.88)
Proceed from Long Term Borrowings	1.43	565.94
Short-term borrowing (Net)	1,874.20	477.69
Interest Paid	(994.39)	(821.00)
Exchange Fluctuation	140.05	12.86
Net Cash (Used in)/from Financing Activities	2,996.65	5,731.06
Net increase(decrease) in Cash and Cash equivalents (A+B+C)	1,702.12	992.40
Cash and Cash equivalents at beginning of the Year	1,498.23	505.83
Cash and Cash equivalents at the end of the Period/Year	984.42	1,498.23

NOTES

1. Cash flow statement has been prepared following the "indirect method" as set out in the Accounting Standard -3 on Cash flow statement issued by the ICAI.

Auditors' Report
As Per Our Report Attached

For Mehra Goel & Co
Chartered Accountants

R. K. Mehra
(Partner)

M. No. 5102

Place New Delhi

Date August 27th, 2007



(Signature)
Pushpak Bansal
Chief Financial Officer
(Signature)
B. D. Sharma
(Company Secretary)

(Signature)
H.R. Gupta
(Chairman & Managing Director)
(Signature)
Vijay Chandra
(Jt. Managing Director)

Sheet Abstract & Company's General Business Profile

I Registration Details

Registration No. State Code
 Balance Sheet Date

II Capital Raised During The Year (Amount in Rs. Thousands)

Public Issue Rights Issue
 Bonus Issue Private Placement

III Position of Mobilisation and Deployment of Funds (Amounts in Rs. Thousands)

Total Liabilities Total Assets

Sources Of Funds

Paid Up Capital Reserve & Surplus Deffered Tax Liability
 Secured Loans Unsecured Loans

Application of Funds

Net Fixed Assets (Including C. WIP) Investments
 Net Current Assets Misc. Expenditure

IV Performance Of Company (Amount in Rs. Thousands)

Turn Over Total Expenditure
 Profit/Loss Before Tax Profit/Loss After Tax
 (Please tick appropriate box + for profit, - for loss)
 Earning Per Share(Rs.) Dividend Rate %

V Generic Names of Three Principal Products/Services of Company

(As Per Monetary Terms)

Item Code No. To

(ITC Code No.)

Product Description

Item Code No.

(ITC Code No.)

Product Description

Place : New Delhi
 Dated : August 27th, 2007



(Signature)
 Pushpak Bansal
 (Chief Financial Officer)

(Signature)
 B.B. Sharma
 (Company Secretary)

(Signature)
 M.R. Gupta
 (Chairman & Managing Director)
(Signature)
 Vijay Jindal
 (Joint Managing Director)