

**BOARD OF DIRECTORS :**

- |                               |                                |
|-------------------------------|--------------------------------|
| 1) AJAY PRAKASH JHUNJHUNWALA  | Chairman and Managing Director |
| 2) SIDDHARTHA RAY             | Director                       |
| 3) SHREE PRAKASH JHUNJHUNWALA | Director                       |
| 4) GAURAV BHUWALKA            | Director                       |
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**AUDITORS :**

K. PRASAD & COMPANY  
CHARTERED ACCOUNTANTS

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**BANKERS :**

INDIAN BANK  
PUNJAB & SIND BANK

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**REGISTRAR & SHARE-TRANSFER AGENT :**

NICHE TECHNOLOGIES PVT. LTD.  
D-511 BAGRI MARKET, 71 B.R.B.B. ROAD  
KOLKATA 700 001  
TEL: 2235 7270/7271

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**REGISTERED OFFICE :**

'ALOM HOUSE'  
7B PRETORIA STREET  
KOLKATA 700 071  
TEL: 2282 2540/8692  
FAX: 0091-33-2282 7305  
E-Mail: [info@alomextrusions.com](mailto:info@alomextrusions.com)  
Website: [www.alomextrusions.com](http://www.alomextrusions.com)

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**WORKS - I**

184 J N MUKHERJEE ROAD  
BANDHAGHAT, HOWRAH 711 106  
TEL: 2655 8344/8658/7555

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**WORKS - II**

GANESWARPUR INDUSTRIAL ESTATE  
JANUGANJ, BALASORE (ORISSA)

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**BRANCH OFFICE :**

132 to 135, Vardhman Diamond Plaza,  
Plot No. 3, Community Centre,  
D. B. Gupta Road,  
Motia Khan, New Delhi - 110055



## NOTICE

**Notice** is hereby given that the 33rd Annual General Meeting of the Members of **ALOM EXTRUSIONS LIMITED** will be held on Tuesday, the 16th July, 2013 at 11:00 A.M. at the Registered Office of the Company at "ALOM HOUSE", 7B Pretoria Street, Kolkata - 700 071 to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2013 and the Profit & Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Gaurav Bhuwarka, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Shri Shree Prakash Jhunjunwala who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors for the next term and to fix their remuneration.

### **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/herself and such proxy need not be a member. The proxies should, however, be deposited with the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. The Register of Members and the share transfer books of the Company will be closed from 8th July, 2013 to 16th July, 2013 (both days inclusive) for the purpose of AGM.

Registered Office:  
"Alom House"  
7B, Pretoria Street  
Kolkata-700071  
Dated : The 14th June, 2013

By order of the Board  
  
(A. P. Jhunjunwala)  
Chairman

## DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting their 33rd Annual Report along with the Audited Accounts of your Company for the year ended 31st March 2013.

### FINANCIAL PERFORMANCE

	FINANCIAL YEAR	
	2012-13 (Rs. In lacs)	2011-12 (Rs. in lacs)
Income from Operations	17417.77	18768.15
Less: Excise Duty	1733.32	1632.54
	<b>15684.46</b>	<b>17135.61</b>
Other Income	79.97	30.30
Profit before Interest & Depreciation	659.73	651.95
Interest & Financial Charges	476.02	392.03
Depreciation	159.63	157.14
Profit/(Loss) after Interest & Depreciation	24.08	102.78
Provision for Taxation	4.91	19.85
Deferred Tax Provision	(41.21)	0.17
Income Tax for Earlier Year	1.66	—
Profit/(Loss) after Tax	58.72	82.75
Balance brought forward from last year	2220.10	2165.47
Balance Available For Appropriation	2278.82	2248.21
<b>Appropriations</b>		
Transfer to General Reserve	—	10.00
Proposed Dividend on Preference Shares	—	1.80
Proposed Dividend on Equity Shares	—	13.78
Tax on Dividends	—	2.59
Balance Carried To Balance Sheet	2278.82	2220.10

### OPERATIONS

During the year under review the company's operating profit have reduced from Rs. 102.78 Lacs to Rs. 24.08 Lacs, compared to last year. The main reason for these reductions are less Market realisation per tonne of Finished Product, competitive and adverse market scenarios as well as increase in Electricity Cost, Diesel & Furnace Oil, etc.

However the Export turnover of the company has increased from Rs. 1175.77 Lacs against the Previous year figure of Rs. 1053.17 Lacs, indicating the growth of about 12%. However the current prospect seems better as we hope better performance of the company in the coming year.

## **DIVIDEND**

To augment the resources for future ,your directors do not recommend any dividend for this year.

## **FUTURE PROSPECTS**

Production for the year under audit was 10656 MT in comparison to 12023 MT of the Last year, due to lower demand of products in the domestic market. However, your Directors expect better prospect of the Product in the coming year, in domestic market as well as overseas. Export sales are expected to increase at least by 30% resulting in better profitability of the company.

## **DIRECTORS**

Sri Siddhartha Ray ,director of the company is resigning from the board due to his personal matters. It was decided to accept the resignation of Sri Siddhartha Ray w.e.f 14th June 2013.The Board place on record its sincere appreciation for the valuable services rendered by Mr. Siddhartha Ray during his tenure.

Sri Madhusudan Binani was appointed as an additional director u/s 260 of the Companies Act ,1956 effective from 14th June 2013 to the date of forthcoming Annual General Meeting of the company and being eligible has offered himself for appointment as regular director.

Sri Gaurav Bhuwarka and Sri S.P.Jhunjhunwala,Directors of the company retire by rotation and being eligible offer themselves for reappointment.

## **CORPORATE GOVERNANCE**

As the paid up Capital of the Company is less than Rs.5 Crores provisions of section 292A of the Companies Act, 1956 in respect of Audit Committee and implementation of Corporate Governance in terms of Listing Agreement are not applicable to it.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

In compliance to the Provisions of Sections 217 (2AA) of the Companies Act, 1956, your Directors wish to place on record:

- i) that in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- ii) that the Directors had selected such Accounting Policies and applied them consistently and made Judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit or Loss of the Company for that period;

- iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) that the Directors had prepared the Annual Accounts on a going concern basis.

#### **PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Information pursuant to Section 217(1)(e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 is annexed and forms a part of this report.

#### **AUDITORS' REPORT**

Observation of the Auditors in their report and the relevant notes on the accounts are self-explanatory.

#### **AUDITORS**

M/s K. Prasad & Company, Chartered Accountants, the existing auditors of the Company retire at the forth coming Annual General Meeting and offer themselves for reappointment. The Company has received from them requisite certificate pursuant to section 224(1B) of the Companies Act, 1956 together with confirmation to comply with necessary guidelines.

#### **DEPOSITS**

The Company has not accepted any "Deposits" within the meaning of section 58A and 58AA of the companies Act, 1956 and the Rules framed there under.

#### **PERSONNEL**

There was no employee of the Company getting remuneration so as to attract the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (particulars of Employees) Rules, 1975 as amended as on date.

#### **APPRECIATION**

Your Directors express their sincere appreciation for the support and contribution extended by the financial Institutions, Bankers, Central and State Governments, Suppliers, Customers and the employees at all levels for their valuable services rendered to the Company.

June 14, 2013  
Registered Office:  
"Alom House"  
7B, Pretoria Street  
Kolkata-700071

On behalf of the Board of Directors  
of **Alom Extrusions Limited**

**(A.P.Jhunjhunwala)**  
Chairman & Mg. Director

**STATEMENT OF PARTICULARS UNDER THE COMPANIES  
(DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988****A. CONSERVATION OF ENERGY :****FORM – A**

The Company has made changes from time to time as required for the conservation of energy by installing new devices and equipments. The information required is presented hereunder:

**I. POWER AND FUEL CONSUMPTION**

Electricity	Current Year	Previous Year
(a) Purchase Units (KWH)	<b>8468372</b>	8799175
Total Amount (Rs.)	<b>53253365</b>	50973688
Rate / Unit (Rs.)	<b>6.29</b>	5.79
(b) Own Generation Units through		
Diesel generator (KWH)	<b>18943</b>	59299
Units per Litre of Diesel Oil (KWH)	<b>3.19</b>	3.57
Cost / Unit (Rs.)	<b>15.68</b>	12.32
Furnace Oil		
Quantity (Lts)	<b>1338944</b>	1656207
Total Amount (Rs.)	<b>55863186</b>	62697210
Average Rate (Rs.)	<b>41.72</b>	37.86
LPG Gas		
Quantity (Kgs.)	<b>345245</b>	453311
Total Amount (Rs.)	<b>22211938</b>	24184889
Average Rate (Rs.)	<b>64.34</b>	53.35

**II. CONSUMPTION PER UNIT OF PRODUCTION**

Electricity (KWH)	<b>0.72</b>	0.71
Furnace Oil (Lts)	<b>0.11</b>	0.13
LPG Gas (Kg.)	<b>0.06</b>	0.04

**B. TECHNOLOGY ABSORPTION****FORM – B****I. RESEARCH AND DEVELOPMENT**

Research and Development activities have been continued during the year. The Technical Team of the Company has further improved the tools to match the quality of the products with the technical standards and demands of its value added customers both for domestic and overseas markets.

**II. TECHNOLOGY, ABSORPTION, ADAPTATION AND INNOVATION NEW PRODUCTS AND TECHNOLOGY INNOVATION**

1. Installed the state-of-art log heating furnace with hot log shear on 2150 MT Press line which has improved the overall productivity and reduced the operational costs.
2. Modernised handling system associated with 1250 MT Press Lime which has had a direct impact on the product quality and has reduced rejections.
3. Carried out modifications in the melting furnace and subsequent molten metal handling in order to incorporate an improved filtration system to achieve a better quality of logs cast.

**ENERGY SAVING ACTIVITIES**

1. Installed drives on electrical installations to reduce energy consumption.
2. Revamped capacitor banks for optimising the power factor.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO**

- a) Activities relating to exports, initiatives taken to increase export, development of new export markets for products and services and export plans –  
The Company continued to maintain focus and avail of export opportunities based on economic consideration.
- b) Total foreign exchange earned - Rs. 966.04 lacs
- c) Total foreign exchange used - Rs. 3.00 lacs

June 14, 2013  
Registered Office:  
"Alom House"  
7B, Pretoria Street  
Kolkata-700071

On behalf of the Board of Directors  
of **Alom Extrusions Limited**

**(A.P.Jhunjunwala)**  
Chairman & Mg. Director

## AUDITORS' REPORT

To the Members of  
**ALOM EXTRUSIONS LIMITED**

1. We have audited the attached Balance Sheet of ALOM EXTRUSIONS LIMITED as at 31st March, 2013 and the annexed Profit and 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.
2. 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 mis-statement. 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.
3. As required by the Companies (Auditor's Report) Order 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by Central Government of India in terms of sub-section (4A) of section 227 of The Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 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 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, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
  - d) In our opinion the Balance Sheet, Profit & Loss Account 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 of the Company as at 31st March, 2013 and taken on record by the Board of Directors, we report that none of the Directors is disqualified from being appointed as Director of the Company u/s 274(1)(g) 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 read with Schedule – 25 and other notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
    - i) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2013.
    - ii) In the case of Profit & 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 Flows for the year ended on that date.

**For K. Prasad & Company**  
Chartered Accountants  
**Rajesh Jalan**  
Partner  
Membership No. 55232  
Firm Regn. No. 303062E

Kolkata,  
The 14th day of June, 2013

**ANNEXURE TO AUDITORS' REPORT**

(Referred to in paragraph 3 of our report of even date on the accounts of  
**ALOM EXTRUSIONS LIMITED**, for the year ended on 31st March, 2013)

1. (a) The Company has maintained proper records to show full particulars including quantitative details and situation of its fixed assets.
- (b) The fixed assets of the Company have been physically verified during the year by the management and no material discrepancies between the book record and the physical verification have been noticed.
- (c) The Company has not disposed off substantial part of fixed asset during the year and going concern status of the Company is not affected.
2. (a) The Inventories have been physically verified during the year by the management at reasonable intervals.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verifications of Inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper record of its inventories and no discrepancy noticed on physical verification.
3. The company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in register maintained u/s 301 of the Companies Act, 1956.
4. 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 and fixed assets and for the sale of goods.
5. (a) In our opinion and according to the information and explanations given to us, transactions made in pursuance of contracts or arrangements, that needs to be entered in the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanation given to us, these transactions have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. The Company has not accepted any deposit within the meaning of section 58A and 58AA of the Companies Act, 1956 and the rules framed there under.
7. In our opinion, the internal audit system of the Company is commensurate with the size of the Company and nature of its business.
8. Cost records and accounts as prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act, prima-facie are being maintained by the company, however we have not made any detailed examination with a view to determine whether they are accurate or complete.
9. (a) According to the records, the Company is regular in depositing undisputed statutory dues including Provident Funds, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2013 for a period of more than six months from the date of becoming payable.
- (b) The disputed statutory dues on account of matters pending before the appropriate authorities are as under:

Assessment Year which Relates	Name of the Statute	Nature of the Dues	Amount (Rs. in Lacs)	Forum where the Dispute is pending
<b>i) Central Excise</b>				
2005 - 06	Central Excise Act, 1944	Excise Duty	3.99	Commissioner Appeal Shanti Pally, Kolkata-107
2005 - 08	- Do -	CENVAT	2.48	Appellate Tribunal, Eastern Region BenchBamboo Villa
2008 - 09	- Do -	CENVAT	0.27	Appellate Tribunal, Eastern Region BenchBamboo Villa



**ANNEXURE TO THE AUDITOR'S REPORT (Contd.)**

Assessment Year which Relates	Name of the Statute	Nature of the Dues	Amount (Rs. in Lacs)	Forum where the Dispute is pending
2005 - 09	Central Excise Act, 1944	Excise Duty	1.57	Appellate Tribunal, Eastern Region BenchBamboo Villa
2007 - 08	– Do –	Service Tax	0.06	Commissioner AppealBhubaneswar
2006 - 11	– Do –	CENVAT	0.09	– Do –
2010 - 12	– Do –	CENVAT	0.54	– Do –
2009 - 11	– Do –	Service Tax	0.41	Asst. CommissionerBalasore
2009 – 12	– Do –	CENVAT	0.70	— Do —
SUB-TOTAL			10.11	
<b>ii) Sales Tax</b>				
2008-09	Central Sales Tax, 1956	Sales Tax	8.05	Case under Appellate at South Circle, Kolkata
2000-01	– Do –	– Do –	(1.50)	Under Appellate & Revision Board West Bengal VAT Act, 2003
2009-10	– Do –	– Do –	51.90	– Do –
SUB-TOTAL ::			58.45	
GRAND TOTAL ::			68.56	

10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit nor in the immediately preceding financial year.
11. The Company has not defaulted in payment of dues to a financial institution or bank or debenture-holders.
12. The Company has not granted loans and advances on the basis of security by way of pledge of share, debentures and other similar securities.
13. The provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Society are not applicable to this Company.
14. The Company has maintained proper records of purchases and sales of shares, securities, debentures or other investments. However, the investments made by the Company in shares and other securities have been held by the Company in its own name.
15. According to the information and explanation given to us the company has not given any guarantee for loans taken by others from banks or financial institutions excepting Quantum EURO 18.16 lac continuing from previous year.
16. On the basis of our examination and according to the information and explanation given to us, the term loans have been applied for the purpose for which the loans were obtained.
17. On the basis of our examination and according to the information and explanation given to us, the funds raised on the short-term basis have not been used for long-term investment and vice versa.
18. The Company has not made any preferential allotment of shares to parties and Companies covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any secured debentures during the Year.
20. The Company has not raised any money during the year by public issue.
21. As per the information and explanations given by the management, no fraud on or by the Company has been noticed or reported during the year.

Kolkata,  
The 14th day of June, 2013

For **K. Prasad & Company**  
Chartered Accountants  
**Rajesh Jalan**  
Partner  
Membership No. 55232  
Firm Regn. No. 303062E

**BALANCE SHEET AS AT 31ST MARCH, 2013**

₹ (in Lacs)

PARTICULARS	Note No.	As at 31-03-2013		As at 31-03-2012	
<b>EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share Capital	1	249.76		249.76	
Reserves and Surplus	2	<u>5,895.47</u>	<u>6,145.23</u>	<u>5,948.61</u>	6,198.37
<b>Non-Current Liabilities</b>					
Long Term Borrowings	3	682.81		303.70	
Other Long Term Liabilities	4	178.38		118.95	
Long Term Provisions	5	<u>392.16</u>	<u>1,253.35</u>	<u>384.54</u>	807.19
<b>Current Liabilities</b>					
Short term Borrowings	6	2,607.26		1,172.10	
Trade Payables	7	2,769.45		2,824.98	
Other Current Liabilities	8	559.02		748.44	
Short Term Provisions	9	<u>10.01</u>	<u>5,945.74</u>	<u>43.81</u>	<u>4,789.33</u>
<b>TOTAL</b>			<u><u>13,344.32</u></u>		<u><u>11,794.89</u></u>
<b>ASSETS</b>					
<b>Non-Current Assets</b>					
Fixed Assets	10				
(i) Tangible Assets		4,473.22		4,534.41	
(ii) Intangible Assets		6.43		7.76	
(iii) Capital W.I.P.		9.02		-	
Investments	11	214.51		187.38	
Deferred Tax Assets (Net)		145.69		104.48	
Long term Loans and Advances	12	61.95		44.17	
Other Non-current Assets	13	<u>20.67</u>	<u>4,931.49</u>	<u>7.04</u>	4,885.24
<b>Current assets</b>					
Inventories	14	2,363.69		1,809.07	
Trade Receivables	15	1,745.25		1,785.17	
Cash and Cash equivalents	16	316.77		311.43	
Short-term Loans and Advances	17	2,619.56		1,962.82	
Other Current Assets	18	<u>1,367.56</u>	<u>8,412.83</u>	<u>1,041.16</u>	<u>6,909.65</u>
<b>TOTAL</b>			<u><u>13,344.32</u></u>		<u><u>11,794.89</u></u>
Notes on Accounting Policies & Other Notes	26				

As per our Report attached.

For **K.PRASAD & CO.**

Chartered Accountants

**Rajesh Jalan**

Partner

M No. 55232

Firm Registration No. 303062E

Kolkata, the 14th day of June, 2013.

On Behalf of the Board of Directors  
of **Alom Extrusions Limited****A. P. Jhunjhunwala** *Chairman & Mg. Director***Shree Prakash Jhunjhunwala** *Director*

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

₹ (in Lacs)

PARTICULARS	Note No.	For the year ended	
		March 31, 2013	March 31, 2012
<b>INCOME</b>			
Revenue from Operations	19	15,684.46	17,135.61
Other Income	20	79.96	27.88
<b>Total Revenue</b>		<b>15,764.42</b>	<b>17,163.49</b>
<b>EXPENDITURE</b>			
Cost of Materials Consumed	21	12,474.32	13,328.95
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	22	(565.10)	(172.09)
Employees' Benefit Expenses	23	774.43	773.72
Finance Costs	24	476.01	392.03
Depreciation and Amortization Expense		159.63	157.14
Other Expenses	25	2,421.05	2,580.96
<b>Total Expenses</b>		<b>15,740.34</b>	<b>17,060.71</b>
<b>Profit before Tax</b>		<b>24.08</b>	<b>102.78</b>
<b>Tax Expense:</b>			
Current Tax		4.91	19.86
Deferred Tax		(41.21)	0.17
I. Tax for Earlier Year		1.66	—
		<b>(34.64)</b>	<b>20.03</b>
<b>Profit after Tax for the year</b>		<b>58.72</b>	<b>82.75</b>
<b>Earnings per Equity Share:</b>			
Basic & Diluted		2.56	3.52
Notes on Accounting Policies & Other Notes	26		

As per our Report attached.  
For **K.PRASAD & CO.**  
Chartered Accountants  
**Rajesh Jalan**  
Partner  
M No. 55232  
Firm Registration No. 303062E  
Kolkata, the 14th day of June, 2013.

On Behalf of the Board of Directors  
of **Alom Extrusions Limited**

**A. P. Jhunjunwala** *Chairman & Mg. Director*

**Shree Prakash Jhunjunwala** *Director*

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

For the year ended

31.03.2013 31.03.2012

<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
NET PROFIT/(LOSS) BEFORE TAX & EXTRA ORDINARY ITEMS	24.08	102.78
ADD/DEDUCT : ADJUSTMENTS FOR		
DEPRECIATION	159.63	157.14
INTEREST & FINANCE CHARGES	476.02	389.60
(PROFIT)/LOSS ON SALE OF INVESTMENT	33.23	(18.18)
(PROFIT)/LOSS ON SALE OF FIXED ASSETS	11.76	1.00
(PROFIT) / LOSS ON FOREX	(22.30)	(2.43)
(PROFIT)/LOSS ON SPECULATIVE TRANSACTION	(0.83)	87.28
INTEREST & DIVIDEND INCOME	(53.74)	(26.19)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>627.85</u>	<u>691.00</u>
ADJUSTMENT FOR :		
INVENTORIES	(554.62)	(59.69)
TRADE & OTHER RECEIVABLES	(963.24)	(504.39)
TRADE & OTHER PAYABLES	(118.78)	23.88
(INCREASE)/DECREASE IN WORKING CAPITAL	<u>(1,636.64)</u>	<u>(540.20)</u>
CASH GENERATED FROM OPERATIONS	<u>(1,008.79)</u>	150.80
INCOME TAX PAID	(14.83)	(129.90)
WEALTH TAX PAID	(0.42)	—
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<u>(1,024.04)</u>	<u>20.90</u>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
(PURCHASE)/SALE OF FIXED ASSETS	(217.97)	(242.01)
LOSS ON SPECULATIVE TRANSACTION	0.83	(87.28)
SALE OF INVESTMENTS	(27.13)	92.42
DIVIDEND INCOME	0.51	0.71
INTEREST RECEIVED	53.23	25.48
PROFIT / (LOSS) ON FOREX	22.30	2.43
PROFIT/(LOSS) ON SALE OF FIXED ASSETS	(11.76)	(1.00)
PROFIT/(LOSS) ON SALE OF INVESTMENTS	(33.23)	18.18
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<u>(213.22)</u>	<u>(191.07)</u>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
(REPAYMENT)/PROCEEDS FROM TERM LOANS (NET)	(129.33)	3.47
(REPAYMENT)/PROCEEDS FROM VEHICLE LOANS (NET)	16.37	—
PROCEEDS FROM WORKING CAPITAL LOANS	612.01	392.75
OTHER LOANS	1,237.68	276.17
INTEREST & FINANCIAL CHARGES PAID	(476.02)	(389.60)
DIVIDEND & DIVIDEND TAX PAID	(18.11)	(18.18)
<b>NET CASH GENERATED FROM FINANCING ACTIVITIES</b>	<u>1,242.60</u>	<u>264.61</u>
<b>NET CASH FLOW (A+B+C)</b>	5.34	94.44
<b>ADD : CASH AND CASH EQUIVALENT AS AT 01/04/2012</b>	311.43	216.99
<b>CASH AND CASH EQUIVALENT AS AT 31/03/2013</b>	316.77	311.43

This is the Cash Flow Statement referred to in our report of even date.

For **K.PRASAD & CO.**

Chartered Accountants

**Rajesh Jalan**

Partner

M No. 55232

Firm Registration No. 303062E

Kolkata, the 14th day of June, 2013.

On Behalf of the Board of Directors  
of **Alom Extrusions Limited****A. P. Jhunjunwala** *Chairman & Mg. Director***Shree Prakash Jhunjunwala** *Director*

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013	AS AT 31.03.2012
<b>NOTE - 1 SHARE CAPITAL</b>		
<b>Authorised Share Capital</b>		
36,60,000 Equity Shares of Rs.10/- each	366.00	366.00
2,00,000 Non-Cumulative Redeemable Preference Shares Rs.10/- each	20.00	20.00
	<b>386.00</b>	<b>386.00</b>
<b>Issued, Subscribed and Paid up:</b>		
22,97,575 Equity Shares of Rs.10/- each fully paid up	229.76	229.76
2,00,000 - 9% Non-Cumulative Redeemable Preference Shares of Rs.10/- each	20.00	20.00
(Preference Shares may be redeemed any time as per Board decision but before the expiry of 20 Years from the date of allotment year 2005-06 )	<b>249.76</b>	<b>249.76</b>

**Shares held more than 5% by each shareholder**

	No. of Shares	%	No. of Shares	%
1. Mr. A. P. Jhunjunwala	3,84,338	16.73%	5,91,313	25.74%
2. Mr. S. P. Jhunjunwala	4,60,155	20.03%	4,60,155	20.03%
3. M/s. S. R. Enclave Pvt. Ltd.	2,10,000	9.14%	2,10,000	9.14%
4. Mrs. K. D. Jhunjunwala	1,79,401	7.81%	1,79,401	7.81%
5. Mrs. A. Jhunjunwala	1,36,442	5.94%	1,36,442	5.94%
6. M/s Gravity Merchandise Pvt Ltd.	2,23,333	9.72%	--	--
	<b>1,593,669</b>	<b>69.36%</b>	1,577,311	68.65%

**Preference Shares held more than 5% by each preference shareholder**

	No. of Shares	%	No. of Shares	%
1. Mr. A. P. Jhunjunwala	100,000	50.00	100,000	50.00
2. Mr. S. P. Jhunjunwala	30,000	15.00	30,000	15.00
3. A. P. Jhunjunwala (HUF)	10,000	5.00	10,000	5.00
4. Mrs. K. D. Jhunjunwala	10,000	5.00	10,000	5.00
5. Mrs. A. Jhunjunwala	20,000	10.00	20,000	10.00
6. S. P. Jhunjunwala (HUF)	30,000	15.00	30,000	15.00
	<b>200,000</b>	<b>100.00</b>	200,000	100.00

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013	AS AT 31.03.2012
<b>NOTE - 2 RESERVES AND SURPLUS</b>		
Capital Reserve		
As per last A/c.	33.58	33.58
Securities Premium Reserve		
As per last A/c.	532.22	532.22
Amalgamation Reserve		
As per last A/c.	446.68	446.68
Revaluation Reserve		
As per last A/c.	2,556.03	2,667.98
Less: Transferred to Depreciation on Revaluation Account	111.86	111.95
	<u>2,444.17</u>	<u>2,556.03</u>
General Reserve		
As per last A/c.	160.00	150.00
Add : Transferred from statement of Profit & Loss	-	10.00
	<u>160.00</u>	<u>160.00</u>
Statement of Profit and Loss		
As per last A/c.	2,220.10	2,165.46
Add : Profit/(loss) for the year	58.72	82.75
	<u>2,278.82</u>	<u>2,248.21</u>
<b>Less : Appropriations</b>		
Transferred to General Reserve	-	10.00
Proposed Dividend on Equity Share	-	13.79
Proposed Dividend on Preference share	-	1.80
Tax on Dividend	-	2.53
	<u>-</u>	<u>28.11</u>
	<u><b>5,895.47</b></u>	<u><b>5,948.61</b></u>

Cumulative amount utilised on account of Depreciation on Revaluation is Rs.5,59,40,369/- as on 31/03/2013 and Rs.4,47,54,868/- upto 31/03/2012.

**NOTE - 3 LONG TERM BORROWINGS**

(a) Secured Loans		
Term Loan From Bank	66.40	110.17
Car Loan from Bank	17.39	9.05
(Term Loan from Bank is secured by hypothecation of Plant & Machineries purchased from the said loan and Car Loan is secured by Hypothecation of Vehicles which were purchased from the said loan).		
(b) Deferred Payment Liabilities		
Deferment of Sales Tax	31.89	34.48
(c) Unsecured Loans		
From Bodies Corporate	567.13	150.00
	<u>682.81</u>	<u>303.70</u>

**NOTE - 4 OTHER LONG TERM LIABILITIES****OTHERS**

Advance from Customers	1.96	-
Sales tax deposit from Customers	15.41	-
Security Deposits from Customers	31.55	27.05
Advance from Customers ( Dies)	110.81	81.75
Liability for Expenses	10.98	-
Trade Payables	7.67	10.15
	<u>178.38</u>	<u>118.95</u>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013	AS AT 31.03.2012
<b>NOTE - 5 LONG TERM PROVISIONS</b>		
Provision for Employee Benefits	-	9.47
Provision for Income Tax	391.55	372.10
Provision for Wealth Tax	0.44	0.04
Provision for Fringe Benefit Tax	<u>0.17</u>	<u>2.93</u>
	<u>392.16</u>	<u>384.54</u>
<b>NOTE - 6 SHORT TERM BORROWINGS</b>		
<b>Secured</b>		
<b>Working Capital Loans</b>		
Punjab & Sind Bank(Cash Credit)	1,134.05	250.89
Punjab & Sind Bank(Packing Credit)	-	32.45
Punjab & Sind Bank (Foreign bills)	-	128.73
Punjab & Sind Bank (Inland Bills)	<u>11.99</u>	<u>121.96</u>
	<u>1,146.04</u>	534.03
(Working capital facilities from bank are secured by hypothecation of Inventories, Book Debts, Other Receivables, present & future, and also by additional charge on Factory Land, Building and Plant & Machinery and personal guarantee of two of the Directors of the Co.)		
<b>Unsecured loans</b>		
From Bodies Corporate	1,358.72	638.07
From others	<u>102.50</u>	-
	<u>1,461.22</u>	<u>638.07</u>
	<u>2,607.26</u>	<u>1,172.10</u>
<b>NOTE - 7 TRADE PAYABLES</b>		
Sundry Creditors for goods and services	<u>2,769.45</u>	<u>2,824.98</u>
<b>NOTE - 8 OTHER CURRENT LIABILITIES</b>		
Indian Bank (Overdrawn Bank Balance)	-	126.06
Advance from Customers	273.56	281.07
Advance from Customers ( Dies)	7.29	9.72
Security Deposits from Customers	8.00	5.00
Advance from Others	2.50	2.50
Statutory Liabilities	14.83	15.82
Car Loan	16.49	8.46
Term Loan	42.84	128.40
Liability for Expenses	<u>193.51</u>	<u>171.41</u>
	<u>559.02</u>	<u>748.44</u>
<b>NOTE - 9 SHORT TERM PROVISIONS</b>		
Provision for Employee Benefits	5.10	5.84
Provision for Proposed Dividend	-	15.58
<b>Provision for Current Tax:</b>		
Provision for Income Tax	4.49	19.45
Provision for Wealth Tax	0.42	0.41
Tax on Dividend	-	2.53
	<u>10.01</u>	<u>43.81</u>
<b>NOTE - 10 FIXED ASSETS</b>		
<b>TANGIBLE ASSETS</b>		
Land	631.00	631.00
Buildings	945.87	895.94
Plant & Machineries	2,587.31	2,710.82
Electrical Installations	96.38	102.19
Vehicles	117.44	96.46
Office Equipments	65.61	64.60
Computer Hardware	1.29	1.69
Furniture and Fixtures	<u>28.32</u>	<u>31.71</u>
	<u>4,473.22</u>	<u>4,534.41</u>
<b>INTANGIBLE ASSETS</b>		
Computer Software	<u>6.43</u>	<u>7.76</u>

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

### NOTE - 10.1 FIXED ASSETS

₹ (in Lacs)

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	As on 01.04.11	Additions during the year	Deletion during the year	As on 31.03.13	Upto 01.04.12	On Revaluation	For the Year	Adjustments	Upto 31.03.13	As on 31.03.13	As on 31.03.12
<b>A. TANGIBLE ASSETS :</b>											
1 LAND	631.00	-	-	631.00	-	-	-	-	-	631.00	631.00
2 BUILDING	1,064.30	85.43	-	1,149.73	168.35	22.90	12.61	-	203.86	945.87	895.94
3 PLANT & MACHINERY	3,974.28	99.11	28.05	4,045.34	1,263.46	87.34	112.00	4.77	1,458.03	2,587.31	2,710.82
4 ELECTRIC INSTALLATION	157.95	2.09	-	160.04	55.76	1.16	6.74	-	63.66	96.38	102.19
5 VEHICLES	154.43	37.43	1.17	190.69	57.97	0.03	16.04	0.79	73.25	117.44	96.46
6 OFFICE EQUIPMENTS	118.66	8.16	-	126.82	54.06	0.43	6.72	-	61.21	65.61	64.60
7 COMPUTER HARDWARE	2.47	-	-	2.47	0.78	-	0.40	-	1.18	1.29	1.69
8 FURNITURE & FIXTURES	63.46	0.19	-	63.65	31.75	-	3.58	-	35.33	28.32	31.71
<b>TOTAL ::</b>	<b>6,166.55</b>	<b>232.41</b>	<b>29.22</b>	<b>6,369.74</b>	<b>1,632.13</b>	<b>111.86</b>	<b>158.09</b>	<b>5.56</b>	<b>1,896.52</b>	<b>4,473.22</b>	<b>4,534.41</b>
<b>PREVIOUS YEAR ::</b>	<b>5,931.76</b>	<b>247.80</b>	<b>13.01</b>	<b>6,166.55</b>	<b>1,371.80</b>	<b>111.95</b>	<b>155.62</b>	<b>7.23</b>	<b>1,632.14</b>	<b>4,534.41</b>	
<b>B. INTANGIBLE ASSETS :</b>											
COMPUTER SOFTWARE	9.54	0.21	-	9.75	1.78	-	1.54	-	3.32	6.43	7.76
<b>PREVIOUS YEAR ::</b>	<b>9.54</b>	<b>-</b>	<b>-</b>	<b>9.54</b>	<b>0.25</b>	<b>-</b>	<b>1.53</b>	<b>-</b>	<b>1.78</b>	<b>7.76</b>	
<b>Total of (A) + (B) ::</b>	<b>6,176.09</b>	<b>232.62</b>	<b>29.22</b>	<b>6,379.49</b>	<b>1,633.91</b>	<b>111.86</b>	<b>159.63</b>	<b>5.56</b>	<b>1,899.84</b>	<b>4,479.65</b>	<b>4,542.17</b>
<b>PREVIOUS YEAR ::</b>	<b>5,941.30</b>	<b>247.80</b>	<b>13.01</b>	<b>6,176.09</b>	<b>1,372.05</b>	<b>111.95</b>	<b>157.15</b>	<b>7.23</b>	<b>1,633.92</b>	<b>4,542.17</b>	



**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	Face Value	As at 31.03.2013		As at 31.03.2012	
		Nos.	Amount	Nos.	Amount
<b>NOTE NO. 11 – INVESTMENTS</b>					
<b>(A) QUOTED (TRADE)</b>					
31 Infotech Ltd.	10	8,000	5.46	8,000	5.46
Century Extrusions Ltd.	1	36,885	1.64	36,885	1.64
Cosmo Films Ltd.	10	-	-	2,000	2.09
CRB Corporation Ltd.	10	5,200	0.68	5,200	0.68
Denso India Ltd.	10	2,000	1.87	2,000	1.87
Electrosteel Steels Ltd.	10	190,000	15.82	160,000	14.48
Facor Steels Ltd.	1	13,000	0.61	13,000	0.61
Gujrat Fluorochemicals	10	3,500	10.51	-	-
Grapco Industries Ltd.	10	2,000	0.09	2,000	0.09
HBL Power Systems Ltd.	1	20,000	6.66	20,000	6.66
Hindalco Industries Ltd	1	31,000	32.83	8,000	10.43
IFCI Ltd.	10	4,000	2.39	4,000	2.39
IKF Technologies Ltd.	1	2,000	0.16	2,000	0.16
J. K. Synthetics Ltd.	10	4,500	0.45	4,500	0.45
Kitply Industries Ltd.	10	1,900	0.27	1,900	0.27
Landmark Property Development Company Ltd	1	8,893	-	8,893	-
Mahanagar Telephone Nigam Ltd.	10	35,000	23.61	35,000	23.61
Malanpur Steels Ltd.	10	7,852	1.29	7,852	1.29
Money Matters Financial Services Ltd	10	-	-	1,000	1.10
National Aluminium Co. Ltd	5	14,000	8.87	13,000	8.34
Reliance Communications Ltd.	10	19,000	12.07	-	-
Reliance Power Ltd.	10	11,000	9.48	17,000	17.25
Sesa Goa Ltd.	1	-	-	5,000	9.72
Silverline Animation Technology Ltd	10	600	-	600	-
Sterling Biotech Ltd.	1	10,000	1.43	10,000	1.43
Super Forgings & Steels Ltd.	10	500	0.02	500	0.02
Suzlon Energy Ltd.	2	44,000	18.48	39,000	17.52
Tai Chonbang Textile Ltd.	10	20,000	0.61	20,000	0.61
Teledata Informatics Ltd	2	5,000	0.28	5,000	0.28
Teledata Marine Solutions Ltd	10	8,000	-	8,000	-
Teledata Technology Solutions Ltd.	2	8,000	-	8,000	-
Uniworth International Ltd.	10	2,000	0.20	2,000	0.20
Uniworth Ltd.	10	56,000	1.47	56,000	1.47
Uniworth Textile Ltd.	10	25,650	1.38	25,650	1.38
<b>TOTAL OF (A) ::</b>			<b>158.63</b>		<b>131.50</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	Face Value	As at 31.03.2013		As at 31.03.2012	
		Nos.	Amount	Nos.	Amount
<b>NOTE NO. 11 – INVESTMENTS (Contd.)</b>					
<b>(B) INVESTMENT IN ASSOCIATES</b>					
Alom Housing & Infrastructure Ltd.	10	402,900	6.04	402,900	6.04
Alom Poly Extrusions Ltd.	10	122,400	1.84	122,400	1.84
Jams Builders Pvt. Ltd.	10	50,000	0.75	50,000	0.75
Ajaygarh Commotrade Pvt Ltd	10	20,000	2.00	20,000	2.00
Rajahbhat Tea Co. Ltd.	10	45,250	45.25	45,250	45.25
<b>TOTAL OF (B) ::</b>			<b>55.88</b>		<b>55.88</b>
<b>TOTAL OF (A) + (B) ::</b>			<b>214.51</b>		<b>187.38</b>

- Notes :**
- 1) Aggregate Market value of quoted investments is Rs. 97.04 Lacs (Previous Year Rs. 94.84 Lacs) which includes Equity shares amounting to Rs. 20.11 lacs, in respect of which Book value has been taken as Market value in absence of the market price as on 31.03.2013.
  - 2) 8,893 Equity shares of Landmark Properties Ltd have been allotted against Equity shares of OCL India Ltd pursuant to a scheme of Arrangement approved by the Hon'ble High Court, hence the cost of above shares has been taken as Nil.
  - 3) 600 Equity shares of Silverline Animation Technology Ltd have been allotted against Equity shares of Silverline Technology Ltd. pursuant to a scheme of Arrangement approved by the Hon'ble High Court, hence the cost of above shares has been taken as Nil.
  - 4) 8,000 Equity shares of Teledata Marine Solutions Ltd and Teledata Technology Solutions Ltd. each have been allotted against Equity shares of Teledata Informatics Ltd pursuant to a scheme of Arrangement approved by the Hon'ble High Court, hence the cost of above shares has been taken as Nil.

	AS AT 31.03.2013	AS AT 31.03.2012
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**NOTE - 12 LONG TERM LOANS AND ADVANCES**

(Considered Good)

**Advances :**

Advance to Suppliers	1.19	1.51
Advance to Suppliers for Capital Goods	7.66	-
Advance to Staff	-	0.86

**Deposits :**

Earnest Money Deposit	1.15	-
Security Deposit - Others	0.93	0.45
Cenvat Deposit against Appeal	7.82	-
Security Deposits with CESC/NESCO	42.44	40.59
Sales Tax Security Deposit (Suppliers)	0.76	0.76
	<b>53.10</b>	<b>41.80</b>
	<b>61.95</b>	<b>44.17</b>

**NOTE -13 OTHER NON CURRENT ASSETS**

Trade Receivables (Unsecured, Considered Good)	7.47	6.97
Deferred Revenue Expenditure	13.20	-
DEPB Receivables	-	0.07
	<b>20.67</b>	<b>7.04</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013	AS AT 31.03.2012
<b>NOTE -14 INVENTORIES</b>		
(As taken, valued & certified by the Management)		
Raw Materials- At lower of Cost or NRV	537.82	533.45
Work-in-Progress - At Cost or market value whichever is lower	1,181.19	656.41
Finished Goods -At Cost or market value whichever is lower	275.57	235.25
Stores & Spare Parts - At Cost	369.11	383.96
	<u>2,363.69</u>	<u>1,809.07</u>
<b>NOTE -15 TRADE RECEIVABLES</b>		
(Unsecured - Considered Good)		
Sundry Debtors :		
Outstanding over six months	2.11	4.07
Others	1,743.14	1,781.10
	<u>1,745.25</u>	<u>1,785.17</u>
<b>NOTE - 16 CASH AND CASH EQUIVALENTS</b>		
Margin money with Bank in FDR		
Maturity more than 12 months	94.34	216.94
Maturity within 12 months	218.02	88.32
Balances with Banks in Current Accounts	2.40	4.60
Cash in Hand	2.01	1.57
	<u>316.77</u>	<u>311.43</u>
<b>NOTE - 17 SHORT TERM LOANS AND ADVANCES</b>		
(Considered Good)		
<b>Advances:</b>		
Advance to Suppliers	164.41	49.41
Advance to Others	0.81	16.27
Advance to Staff	2.86	1.51
Tax Deducted at Source	45.23	40.40
Deposit With Govt . Authorities.	30.00	-
Advance Income tax	410.54	395.32
Other Loans and Advances (recoverable in cash or in kind or for value to be received) [ For related parties refer Note : II (3) ]	1,932.46	1,425.05
<b>Deposits :</b>		
Entry Tax Appeal Deposit	4.04	3.40
CST Appeal Deposit	18.00	18.00
Security Deposit with CESC/NESCO	10.98	1.85
Earnest Money Deposits	-	3.63
Cenvat Deposit against Appeal	0.23	7.98
	<u>2,619.56</u>	<u>1,962.82</u>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013	AS AT 31.03.2012
<b>NOTE - 18 OTHER CURRENT ASSETS</b>		
DEPB Receivables	-	6.36
Duty Drawback Receivables	10.58	19.76
DEPB in Hand	4.67	10.16
Central Excise	109.44	62.50
Custom Duty	0.23	-
Deffered Revenue Expenditure	4.40	-
VAT Receivable	990.25	774.42
Entry Tax Receivable	193.51	156.98
Interest Receivable from NESCO	3.02	2.50
Prepaid Expenses	3.79	3.07
Discount Receivable	47.67	5.41
	<u>1,367.56</u>	<u>1,041.16</u>

**NOTE - 19 REVENUE FROM OPERATIONS**

Sale of Products		
Domestic Sale	15,757.34	17,278.67
Export Sale	1,175.77	1,053.17
Job Work / Conversion Charges	484.66	436.31
(TDS Rs. 5,04,752/-, P/Y - Rs.8,70,828/-)	<u>17,417.77</u>	<u>18,768.15</u>
Less: Excise Duty	1,733.31	1,632.54
	<u>15,684.46</u>	<u>17,135.61</u>

**NOTE - 20 OTHER INCOME**

Export Incentive	27.78	55.23
Interest Income		
Against FDR with Banks (Gross, TDS Rs. 2,81,492/- P/Y : Rs.1,90,624/-)	28.17	21.08
Others (Gross, TDS Rs. 9,79,067/- P/Y : Rs.9,02,568/-)	<u>25.06</u>	<u>4.41</u>
Dividend Income	0.51	0.71
Net Gain/ ( Loss ) on Sale of Investments	(33.23)	18.19
Misc Income	0.87	5.62
Liability no longer required written back ( Net )	41.73	10.92
Profit/(loss) on Speculative Transactions	0.83	(87.28)
Profit/(Loss) on Sale of Fixed Assets	(11.76)	(1.00)
	<u>79.96</u>	<u>27.88</u>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013		AS AT 31.03.2012	
<b>NOTE - 21 COST OF MATERIALS CONSUMED</b>				
Raw Materials				
Opening Stock	533.45		627.14	
Purchases	12,478.69		13,235.26	
		13,012.14		13,862.40
Less : Closing Stock		537.82		533.45
Total ::		12,474.32		13,328.95

**NOTE - 22 CHANGE IN INVENTORIES OF FINISHED GOODS, AND WORK-IN PROGRESS**

Inventories (At close)				
Work in Progress	1,181.19		656.41	
Finished Goods(Inclusive of Excise duty)	275.57	1,456.76	235.25	891.66
Inventories (At commencement)				
Work in Progress	656.41		396.14	
Finished Goods	235.25		346.30	
Excise Duty	-	891.66	(22.87)	719.57
		(565.10)		(172.09)

**NOTE - 23 EMPLOYEES' BENEFIT EXPENSES**

Salaries and Wages		685.46		670.14
Staff Welfare Expenses		12.17		13.90
Contributions to Provident and Other Funds				
To Provident Fund	24.45		26.88	
„ Pension Fund	15.49		14.75	
„ E S I C	19.83		19.87	
„ Gratuity & Labour Welfare Fund	14.03	73.80	12.54	74.04
Directors Remuneration and Perquisites		3.00		15.64
		774.43		773.72

**NOTE - 24 FINANCE COST**

Interest Expense				
To Bank	351.84		297.31	
„ Others	68.51	420.35	34.91	332.22
Other Financial Charges		55.66		59.81
		476.01		392.03

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**

₹ (in Lacs)

	AS AT 31.03.2013	AS AT 31.03.2012
<b>NOTE - 25 OTHER EXPENSES (MANUFACTURING, SELLING &amp; ADMINISTRATIVE EXPENSES)</b>		
Consumption of Stores and Spare Parts	318.68	389.78
Power and Fuel	1,462.65	1,490.73
Rent	3.47	4.08
Labour and Processing Charges	344.81	250.04
Repairs & Maintenance		
To Machinery	2.45	19.81
,, Building	12.43	8.63
Annual Maintenance Charges	4.90	2.61
Others	8.31	5.74
Insurance	4.15	5.01
Rates & Taxes	3.34	6.46
Sales Promotion Expense	12.50	71.05
Advertisement	9.18	2.55
Travelling & Conveyance Expense	28.96	46.04
Communication Expense	8.63	10.87
Internal Audit Fees	2.80	2.80
Statutory Audit Fees		
For Statutory Audit	0.55	0.55
,, Tax audit	0.25	0.25
Donation	0.49	1.28
Discount on Sales	75.76	123.29
Commission on Sales	2.47	9.30
Foreign Exchange Gain / (Loss) (Net)	(22.30)	(2.43)
Carriage Outward	45.58	47.56
Expenses related to Export / Import	21.37	14.00
Sundry Balances written-off (Net)	-	8.93
Security Service Charges	-	21.11
Misc. Expenses	69.62	40.92
	<b>2,421.05</b>	<b>2,580.96</b>

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**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**


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NOTE NO. – 26

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**

**I) SIGNIFICANT ACCOUNTING POLICIES:**

- a) **Basis of preparation of Financial Statements:** The Financial Statements are prepared on accrual basis under the historical cost convention following Generally Accepted Accounting Principals in India and in accordance with applicable Accounting Standards (“AS”) specified in the Companies (Accounting Standards) Rules, 2006 and presentational requirement of the Companies Act, 1956.  
All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle and other criteria set out in the Revised Schedule VI to the Companies Act, 1956. Based on the nature of activities and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the company has ascertained its operating cycle as twelve months for the purpose of current / non-current classification of its assets and liabilities.
- b) **Use of Estimates:** The preparation of financial statements in conformity with Generally Accepted Accounting Principals in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and the results of operations during the year. Differences between actual results and estimates are recognised in the year in which the results are known or materialise. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.
- c) **Cash & Cash Equivalents (for purpose of Cash Flow Statement):** Cash comprises cash in hand. Cash equivalent 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.
- d) **Cash Flow Statements:** 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 any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the company are segregated based on the available information.
- e) **Fixed Assets:** Fixed Assets are stated at cost of acquisition or construction, net of recoverable taxes (CENVAT availed on Capital Goods) including any cost attributable for bringing the asset to its working condition for its intended use and includes amount added on revaluation, less accumulated depreciation and impairment loss, if any.
- f) **Depreciation :**
- (i) Depreciation is provided under the straight line method on continuous process on Plant & Machinery and on other assets at the rates prescribed in Schedule XIV of the Companies Act, 1956.
  - (ii) In case of Revalued Assets depreciation on revaluation is provided from Accumulated Revaluation Reserve.
  - (iii) Fixed Assets individually costing up to Rs. 5,000 are fully depreciated in the year of purchase.
  - (iv) Assets under Capital Work-in-progress not ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.
- g) **Investments :**  
Investments are classified into Current and Long term Investments. Current Investments are stated at lower of Cost or Fair value in respect of each separate investment. Long term Investment are stated at Cost less provision for diminution in value other than temporary, if any.
- h) **Inventories:** Inventories are valued as follows:
- (i) Raw materials and stores & spares : Lower of Cost or Net realisable value
  - (ii) Finished goods and Stock in process : Lower of Cost or Net realisable value
  - (iii) Stock with Consignment Agent and Branch : At Cost
  - (iv) Scraps : Net realisable value
- i) **Revenue Recognition:** Revenue from sales of goods is recognised when significant risks and rewards of ownership is transferred to customers.  
Service income is recognised on an accrual basis as per the contractual terms with the customers, net of Service Tax.  
Sales are stated inclusive of Excise Duty and net of rebates, export benefits, trade discounts and Sales Tax / VAT.

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**
**NOTE - 25 (Contd.)**

- j) **Excise Duty:** Excise Duty charged and recoverable is included in the Sales value. Excise Duty paid on removal of goods is shown separately as expense. Excise Duty on the closing stock of the Finished Goods is provided for and added to the valuation of the same.
- k) **Retirement Benefits :**
- (i) **Gratuity:** In respect of Gratuity, the Company maintains a Gratuity Fund with the Life Insurance Corporation of India and contributions and payments are debited on cash basis.
  - (ii) **Leave Encashment:** The company follows calendar year for ascertaining leave encashment and books liability for unavailed leave days as per each employee's salary structure.
  - (iii) Contributions to Provident and Pension funds are funded with the appropriate authorities and charged to the Statement of profit and loss.
  - (iv) The Bonus applicable to employees is accounted for on accrual basis.
- l) **Foreign Currency Expenditure:**
- (i) Transactions denominated in foreign currencies are accounted for at the exchange rates prevailing on the dates of the transactions or that approximates the actual rate at the dates of transactions.
  - (ii) Monetary items denominated in foreign currencies, remaining unsettled at the year end are restated at the year end rates.
  - (iii) Non-monetary items denominated in a foreign currency are stated at costs, if any.
  - (iv) Any income or expense on account of exchange difference either on settlement or on translation is recognised in Statement of Profit and Loss.
- m) **Impairment of Assets :** Assets are reviewed for impairment whenever the carrying cost of assets exceeds its recoverable value. An Impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.
- n) **Borrowing Cost :** Interest and other cost incurred in connection with the borrowing of the funds are charged to revenue on accrual basis except those borrowing costs which are directly attributable to the acquisition or construction of those fixed assets, which necessarily take a substantial period of time to get ready for their intended use. Such costs are capitalised with the Fixed Assets.
- o) **Earnings Per Share:** The company reports basic earnings per equity share ('EPS') in accordance with Accounting Standard 20, Earnings Per Share, notified by the Companies ( Accounting Standards) Rules, 2006. The earnings considered in ascertaining the EPS comprise of the net profit after tax, after reducing dividend on Non-Cumulative Preference Shares for the Period ( only when dividend is declared).  
Diluted earnings per share is not computed and disclosed as there are no dilutive potential equity shares.
- p) **Preliminary Expenses:** Preliminary Expenses and Deferred Revenue Expenditure are being written-off over a period of 5 years.
- q) **Provisions, Contingent Liabilities & Contingent Assets :** The company recognises a provision when there is a present obligation as a result of a past event and it is more likely than not that there will be an outflow of resources embodying economic benefits to settle such obligations and the amount of such obligation can be reliably estimated. Provisions are not discounted to their present value and are determined based on the management's estimation of the outflow required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect current management estimates.  
Contingent liabilities are disclosed in respect of possible obligations that have arisen from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of future events not wholly within the control of the company.  
When there is obligation in respect of which likelihood of outflow of resources is remote, no provision or disclosure is made.
- r) **Taxation:** Income Tax expense comprises current tax and deferred tax charge or credit. Current tax provision is made based on the tax liability computed after considering tax allowances and exemptions under the Income Tax Act, 1956.  
The deferred tax charge or credit and the corresponding deferred tax liability and assets are recognised using the tax rates that have been enacted or substantively enacted on the balance sheet date.  
Deferred tax assets arising from unabsorbed depreciation or carry forward losses are recognised only if there is virtual certainty of realisation of such amounts. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets are reviewed at each Balance Sheet date to reassess their realisability.



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**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**


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**NOTE - 25 (Contd.)**
**ii) NOTES TO ACCOUNTS**

Contingent liability not provided in respect of:

- a) Letter of Credit issued by Banks on behalf of the Company is Rs.2174.55 Lac (Previous Year Rs.2609.12 Lac) against which Rs.303.36 Lacs (Previous Year Rs. 260.00 Lacs) have been deposited with bank as margin money in the form of Fixed Deposit.
- b) The company has provided Bank Guarantee amounting to Rs. 88.60 lacs out of which Rs.53.49 lacs to CESC towards Security , Rs.4.69 lacs to Commissioner of Customs, Rs.30.42 lac to M.S.R.T. Corporation against which Rs.9.00 lacs have been deposited with bank as margin money in the form of Fixed Deposit.
- c) Company has extended Corporate Guarantee in favour of EDC towards equipment loan given to M/s. Alom Poly Extrusions Limited (quantum EURO 18.16 lac).

Payments against supplies from small scale & ancillary undertaking are generally made in accordance with agreed terms and to the extent ascertained from available information, there was no material amount overdue in this regard. Amount outstanding more than 45 days after receipts of materials and exceeding of Rs. 1 Lac is Rs. NIL.

Related Party Disclosures :

Associate Company

Universal Machines Limited  
Alom Poly Extrusions Limited  
Uniworth Limited

Companies in which Directors  
Relatives are interested

Companies in which Directors  
are interested

Simco Commotrade Pvt. Ltd.  
Jams Builders Pvt. Ltd.  
S. R. Enclave (P) Ltd.  
Evergreen Sales Pvt. Ltd.  
Cold Gold Syntex (P) Ltd.  
Uniwears Ltd.  
Bhagirathi Estates Pvt. Ltd.  
Sati Development Pvt. Ltd.  
Krypton Agencies Pvt. Ltd.  
Gravity Merchandise Pvt. Ltd.  
Jiwan Gouri Properties Pvt. Ltd.  
Coronation Commerce Pvt. Ltd.  
Syncox Traders Pvt. Ltd.  
Sweet Home Projects Pvt. Ltd.  
Tasu Estates Pvt. Ltd.  
Trilok Commercial Pvt. Ltd.  
Panchanan Mercantile Pvt. Ltd.  
S. R. Niketan Pvt. Ltd.  
Exchange Suits Pvt. Ltd.  
Mansion House Properties Pvt. Ltd.  
Alom Housing & Infrastructure Limited  
Rajabhat Tea Company Limited  
Sri A. P. Jhunjhunwala  
Sri S. P. Jhunjhunwala

Key Managerial Personnel

**B. TRANSACTIONS WITH RELATED PARTIES :**

Disclosure in respect of transaction ,which are more than Rs. 10,000/- during the year ended 31st March 2013 :-

Sl. No.	Nature of Transactions	Nature of Relationship	For the year ended 31.03.2013		For the year ended 31.03.2012	
			Received Rs.	Paid Rs.	Received Rs.	Paid Rs.
1	Purchase of Goods and Services					
a.	Universal Machines Ltd.	Co. in which Director's are Interested	--	254.09	--	184.28
2	Purchase Others					
a.	Universal Machines Ltd.	- Do -	--	0.36	--	3.11
3	Sales of Goods and Services					
a.	Universal Machines Ltd.	- Do -	77.24	--	98.81	--
b.	Alom Poly Extrusions Ltd		--	--	0.29	--
4	Sale Others					
a.	Universal Machines Ltd.	- Do -	0.24	--	6.36	--
5	Rent Paid					
a.	S.R. Jhunjhunwala ( HUF )	- Do -	--	1.14	--	1.14
b.	S.R. Jhunjhunwala		--	0.53	--	0.53
c.	A.P.Jhunjhunwala		--	0.85	--	0.85
d.	Kusum Devi Jhunjhunwala		--	0.71	--	0.70
e.	S.P. Jhunjhunwala		--	0.18	--	0.18
f.	Universal Machines Ltd.		--	0.13	--	0.13
6	Machine Hire Charges					
a.	Universal Machines Ltd.	- Do -	--	0.51	--	--
7	Advances Given					
a.	Universal Machines Ltd.	- Do -	70.00	204.00	--	--
b.	Alom Housing Infrs. Ltd.		17.00	17.00	--	--
c.	Cold Gold Syntex P Ltd.		22.69	22.69	--	--
d.	Jams Builders P Ltd.		92.00	28.00	27.68	3.68
e.	Jiwan Gouri Properties P Ltd.		100.00	--	--	--
f.	Rajahbhat Tea CO Ltd.		90.96	162.19	15.90	15.90
g.	Trilok Commercial P Ltd.		50.04	50.04	3.45	1.45
h.	Uniworth Ltd.		32.15	--	--	--
8	Expenses paid/received on behalf of other co.					
a.	Cold Gold Syntex Pvt Ltd.	- Do -	1.79	1.79	--	--
b.	S.R.Enclave Pvt Limited	- Do -	0.13	0.13	--	--
c.	Rajahbhat Tea Company Ltd	- Do -	1.43	1.49	--	--
d.	Alom Poly Extrusions Ltd.	- Do -	15.00	15.00	--	--
e.	Universal Machines Ltd.	- Do -	1.00	2.02	--	--
12	Remuneration paid to Key Managerial Persons					
a.	A.P.Jhunjhunwala		--	3.00	--	12.00

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013**
**NOTE - 25 (Contd.)**

Deferred Income Tax :

In Compliance with the Accounting Standard (AS-22) Deferred Tax Liability has been calculated as follows :

<b>Particulars</b>	<b>31/03/2013</b>		<b>31/03/2012</b>	
4. Deferred Tax Asset/(Liability)				
– on Losses & unabsorbed depreciation c/f	<b>104.48</b>		104.65	
Less : Deferred Tax Assets on Unabsorbed Business Loss	<b>50.42</b>		20.45	
Less : Deferred Tax Liability on difference between depreciation as per books vis-à-vis as per Income Tax Act	<b>(9.21)</b>		(20.62)	
	<b>145.69</b>		<b>104.48</b>	
5) Earning Per Share (EPS):				
Profit /( Loss )after tax (Rs.in Lac)	<b>58.72</b>		82.75	
Less : Preference Dividend (Rs. In Lac)	--		1.80	
No. of Equity Shares	<b>22,97,575</b>		22,97,575	
Nominal value of shares (Rs.)	<b>10</b>		10	
Basic / Diluted EPS (Rs.)	<b>2.56</b>		3.52	
6) Deferred Sales Tax Liability for the year 1999-2006 amounting to Rs.163.41 lacs has been net-off VAT Receivable for the year 2006-2013 amounting to Rs.128.22 lacs and Turnover Tax amounting to Rs.3.31 lacs.				
7) Segment Reporting:				
The company operates mainly in the manufacturing of Aluminium Extrusions, Shapes & Sections. Accordingly, there are no separate reportable segments as per Accounting Standards 17 on Segment Reporting issued by the Institute of Chartered Accountants of India.				
8) In compliance of Accounting Standard AS-15 (Revised) :In respect of gratuity ,the company maintains a Gratuity Fund with Life Insurance corporation of India and contribution and payment are debited on cash basis. However the actual payment made by the company are in excess of the liability to be provided for.As such no further provisions are considered necessary for the year under review.				
9) Licensed & Installed Capacity, Production, Stocks and Turnover :				(Rs.in Lac)
	<b>31/03/2013</b>		<b>31/03/2012</b>	
	<b>Qty.(MT)</b>	<b>Rs.</b>	<b>Qty.(MT)</b>	<b>Rs.</b>
i) Licensed Capacity	<b>N. A.</b>			N. A.
ii) Installed Capacity	<b>20,800</b>		20,800	
iii) Production				
Aluminium Extrusions	<b>*10,656</b>		*12,023	
Other Products	<b>1,185</b>		493	
*Includes 1784.00 MT (Pr. Yr. 1727.11 MT) under Conversion				
iv) Stock				
Opening				
Aluminium Extrusions	<b>119</b>	<b>211.33</b>	196	295.66
Other Products	<b>34</b>	<b>24</b>	111	50.64
Closing				
Aluminium Extrusions	<b>112</b>	<b>205.86</b>	119	211.33
Other Products	<b>50</b>	<b>53.24</b>	34	24.00

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013****NOTE - 25 (Contd.)**

		(Rs.in Lac)			
		<u>31/03/2013</u>		<u>31/03/2012</u>	
		<u>Qty.(MT)</u>	<u>Rs.</u>	<u>Qty.(MT)</u>	<u>Rs.</u>
v)	Turnover				
	Aluminium Extrusions	*10,647	17,208.44	*12,100	18,482.62
	Other Products	371	199.05	570	284.70
	Job work	—	9.80	—	0.84
	*Includes 1,784 M/T value Rs.474.85 lacs, P/Y - 1727.11 M/T value Rs.435.47 Lacs				
10)	Raw Materials Consumed				
	Aluminium Ingot, Scraps etc.	10,435.36	12,474.32	10,983.52	13,328.94
11)	Value of Imported & Indigenous Goods				
	Consumed and percentage thereof :				
a)	Raw Materials / Consumables	%		%	
	Imported	—	—	—	—
	Indigenous	100	12,474.32	100	13,328.94
b)	Stores & Spares				
	Imported	2	8.20	3	12.26
	Indigenous	98	310.48	97	377.52
12)	CIF Value of Imports				
	Raw Materials		Nil		Nil
	Store & Spares		23.49		56.29
	Capital Goods		30.02		131.21
13)	Expenditure in Foreign Currency :				
	Travelling		3.00		9.78
14)	FOB Value of Exports		966.04		607.41
	Deemed Export		151.55		442.08
15)	Previous Year figures are rearranged / regrouped wherever considered necessary.				

As per our Report attached.

For **K.PRASAD & CO.**

Chartered Accountants

**Rajesh Jalan**

Partner

M No. 55232

Firm Registration No. 303062E

Kolkata, the 14th day of June, 2013.

On Behalf of the Board of Directors  
of **Alom Extrusions Limited****A. P. Jhunjunwala** *Chairman & Mg. Director***Shree Prakash Jhunjunwala** *Director*