



SHREE RAMA MULTI-TECH LIMITED

NOTICE

NOTICE IS HEREBY GIVEN THAT the 19th Annual General Meeting of the Members of the Company will be held on Saturday, 28th September, 2013 at 11.30 A. M. at ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road, Ahmedabad -380 009 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31st March 2013 and Profit and Loss Account for the year ended on that date and the Reports of Board of Directors and Auditors.
2. To appoint a Director in place of Mr. Prahladbhai Shivrambhai Patel, who retires by rotation and being eligible, offers himself for re-appointment.
3. To re-appoint M/s. Mahendra N. Shah & Co., Chartered Accountants, Ahmedabad, as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration at Rs. 4,50,000/- (Rupees Four Lacs Fifty Thousand only) per annum plus applicable service tax plus out-of-pocket expenses actually incurred by them.

SPECIAL BUSINESS:

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

“RESOLVED THAT pursuant to the provisions of sections 269 and other applicable provisions, if any, read with Schedule XIII of the Companies Act, 1956, and/or any statutory modification or re-enactment thereof from time to time in force, and subject to the prior approval of the Central Government if any required, the consent of the company be and is hereby accorded to the appointment and payment of remuneration to Mr. Ankitkumar Pankajkumar Shah as Manager of the Company u/s 269 for a period of 3 years with effect from 28th July, 2012 on the terms and conditions as mentioned in the agreement entered between the Company and Mr. Ankitkumar Pankajkumar Shah to alter, amend, vary and modify the terms and conditions of the said appointment and remuneration payable from time to time as they deem fit in such manner as may be agreed upon by the Board of Directors and Mr. Ankitkumar Pankajkumar Shah on a monthly remuneration of Rs. 1,79,000/- in the slab of Rs. 1,79,000-1,97,000-2,15,000 respectively for three years including all the perquisites payable to him as per the policy of the company.”

“RESOLVED FURTHER that the Board be and is hereby authorized at its discretion from time to time to fix the remuneration and/or perquisite of Mr. Ankitkumar Pankajkumar Shah and revise such remuneration and/ or perquisite from time to time within the maximum limits specified in the aforesaid draft agreement. The Board be and is hereby further authorized to vary/modify/amend any of the aforesaid terms and conditions, provided such variation/modification/amendment is in conformity with the applicable provisions of the Act, as amended from time to time.”

“RESOLVED FURTHER that the Board be and is hereby authorised to do all such acts, deeds, matters or things as may be considered necessary, appropriate, expedient or desirable to give effect to this resolution.”

Registered Office:

603. “Shikhar”, Shreemali Society
Nr. Vadilal House, Mithakhali,
Navrangpura, Ahmedabad -380 009
Date : 28/05/2013

By Order of the Board of Directors

(Ramubhai S. Patel)
Chairman



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NOTES

1. Details, as required under clause 49(G) of Listing Agreement, in respect of the Directors, seeking re – appointment is appended.
2. A Member entitled to attend and vote at the Meeting is entitled to appoint one or more proxies to attend and vote instead of himself only on a poll and a proxy need not be a member. The instrument appointing a proxy should be deposited at the Registered Office of the Company not less than Forty Eight Hours before the commencement of the Meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 23rd September, 2013 to 28th September, 2013 (both days inclusive).
4. Share transfer documents and all correspondence relating thereto, should be addressed to the Registrar and Transfer Agents of the Company, Karvy Computershare Private Limited, Karvy House, Banjara Hills, 46, Avenue –4, Street No. 1, Hyderabad – 500034.
5. Members who hold shares in physical form are requested to notify promptly any change in their addresses to the Registrar and Transfer Agents of the Company at the above address and to their respective depository participants, in case shares are in electronic mode.
6. The Company has designated an exclusive email ID called cslegal@srmtl.com for redressal of shareholders' complaints/grievances for registration of shareholders complaints.
7. Members seeking any information with regard to Annual Accounts are requested to write to the Company at least one week in advance, so as to enable the Company to keep information ready.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 IN RESPECT OF THE SPECIAL BUSINESS:

ITEM NO. 4

Your Company has elevated Mr. Ankitkumar Pankajkumar Shah, who is working with the Company as Deputy Chief Executive Officer (CEO), as "Manager" as defined in Section 2 (24) of the Companies Act, 1956 w.e.f. 28th July, 2012. Since he is considered as "Managerial Personnel" it requires approval of Members and Central Government for remuneration and other perks payable to him. As per the provisions of the Companies Act, 1956 the members need to approve the appointment by way of Special Resolution.

Since Mr. Ankitkumar Pankajkumar Shah is the interested person in the said resolution he would not take part in the discussion on the said matter in the meeting.

None of the Directors is interested in the said resolution.

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(Ramubhai S. Patel)
Chairman

Details as required under Clause 49 (G) of the Listing Agreement in respect of the Director's who retire by rotation and being proposed himself for re-appointment:

Name & Age	Mr. Prahlad S. Patel	50 yrs
Date of Joining the Board	19/03/2005	
Qualification	B. E. Civil	
Expertise	Work experience of about 22 yrs. in the field of construction work	
Directorship & Membership in other Companies/Committees	PSP Projects Pvt. Ltd. PSP Products Pvt. Ltd.	
Shareholding in Company	NIL	



SHREE RAMA MULTI-TECH LIMITED

DIRECTOR'S REPORT

To
The Members,
Your Directors have pleasure in presenting 19th Annual Report for the year ended on 31st March 2013.

1. Financial Results: (Rs. In Lacs)

Particulars	2012-13	2011-12
Sales and Other Income	8813.57	7546.54
Profit before finance cost, depreciation & tax	1232.04	1181.94
Finance Cost	502.97	187.20
Depreciation	2195.16	2406.02
(Loss) before Tax	(1466.09)	(1411.28)
Provision for Tax	0.00	0.00
Deferred Tax [Liabilities/Assets]	801.61	653.63
(Loss) after Tax	(664.48)	(757.65)
Exceptional Items	(1328.58)	796.87
Profit/(Loss) for the Year	(1993.06)	39.22
Add: Balance of Profit and Loss Account	51704.74	51743.96
Balance of loss carried to Balance Sheet	53697.80	51704.74

2. Reserves and Dividend:

Your Directors request you to note that no amount is being transferred to the Reserves and no dividend on Equity shares for the year ended on 31st March, 2013, is being recommended, taking into account the operational losses incurred by the Company.

3. Operations:

During the year, the Company's operations are into Packaging Products only. Diamond Division is closed since last year.

In Packaging Products Division the turn over for the year is Rs.8536.64 lacs as compared to Rs.7221.83 lacs i.e. there is increase of 18.21% in turnover.

4. Directors:

During the year under review JMC-ARC Pvt. Ltd. withdrew the nomination of its director Mr. Ashutosh Rohatagi.

In accordance with the requirement of Companies Act, 1956 and Articles of Association of the Company Mr. Prahlad S. Patel, Director of Company is liable to retire by rotation at the ensuing Annual General Meeting of the Company. Accordingly, Mr. Prahlad S. Patel who is being eligible offers himself for re-appointment to be re-appointed as Director of the Company.

5. Directors' Responsibility Statement:

Pursuant to the requirements of Section 217 (2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- that in preparation of the annual accounts for the financial year ended 31st March, 2013, the applicable accounting standards have been followed;
- that Directors have selected such accounting policies and applied them consistently and made judgment 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 loss of the Company for the year under review;
- that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the Directors have prepared the accounts for the financial year ended 31st March, 2013 on a going concern basis.

6. Debt Restructuring:

The Scheme to restructure the debt of Company is pending in Gujarat High Court for further hearing.

7. Reference to the Board of Industrial & Financial Reconstruction:

The Company's second reference for registration to Board for Industrial and Financial Reconstruction (BIFR) made on dated 5/08/2006 was registered by BIFR vide reference No.69 dated 21/08/2006. The said registration was cancelled by BIFR vide order dated 28/12/2006. The Company filed appeal against the said order in Appellate Authority for Industrial and Financial Reconstruction (AAIFR) which is decided in favour of the company vide order dated 4/12/2007. The matter therefore was remanded back to BIFR.

8. Explanation to Auditors Remarks contained in Auditor's Report:

Auditors remark regarding Unpaid Dividend on Preference Share & Non Provision of interest on loans of lenders:-The Company has filed a Composite Scheme of Compromise and Arrangement with its lenders and Shareholders u/s 391 of the Companies Act, 1956 in Gujarat High Court and upon the Scheme becoming effective,



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all existing litigations and legal cases shall be terminated and the lenders shall forthwith withdraw all existing litigations and legal cases against the Company, the guarantors, the Directors of the Company as the case may be and the lenders shall simultaneously execute necessary applications/affidavits/documents etc. to be promptly submitted to concerned courts, statutory authorities etc. in order to give immediate effect for such withdrawal of legal actions, cases or litigations. Thereafter the right of the lenders will be submerged and re-casted in the manner as proposed in the Scheme

In the said scheme, the issue of waiver of unpaid dividend on preference shares is also covered. The management is of the view as well as legally advised that the said default will be also sorted out on final outcome of the scheme.

9. Assignment / settlement of debts.

Company has directly settled the debt in part of JMF-ARC Pvt. Ltd. alongwith Nirma Chemical Works Pvt. Ltd. as per OTS Scheme on the same terms as stipulated in pending scheme in the Hon. High Court of Gujarat.

10. Fixed Deposit:

The Company has not invited fixed deposits during the year under review pursuant to section 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposit) Rules, 1975.

11. Personnel:

Your Directors wish to place on record their appreciation for the co-operation and support received from lenders, customers, suppliers, members and employees towards the growth and prosperity of your Company and look forward to their continued support.

12. Particulars of Employees:

There are no employees drawing the remuneration in excess of the limits prescribed under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 during the financial year 2012-2013.

13. Auditors:

M/s. Mahendra N. Shah & Co., the Chartered Accountants, Ahmedabad, (FRN 105775W) had been appointed as the Statutory Auditors during the year under review to hold office till the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Board recommends their appointment as the Statutory Auditors of the Company for the financial year 2013-2014.

14. Insurance:

The fixed assets of the Company located in plants at Moti-Bhoyan and Ambaliyara have been duly insured.

15. Accounting Standards and Consolidated Financial Statements:

Your Company has prepared the accounts in consonance with the accounting standards prescribed by ICAI.

16. Conservation of Energy, Technology Absorption & Foreign Exchange:

The Company constantly endeavors reduction in energy consumption in its manufacturing process. The information required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 with respect to the Conservation of Energy, Technology Absorption and Foreign Exchange Earnings/Outgo is annexed hereto the Annexure "A" and Form part of this Report.

17. Corporate Governance:

The Company adheres to sound Corporate Governance practices, which enables to maintain transparency and serve the long-term interest of the Shareholders. The Management Discussion and Analysis Report as well as report as certified by CEO on Corporate Governance are attached hereto as a part of this Annual Report as Annexure – 'B'.

18. Acknowledgements:

The Board expresses its gratitude and appreciates the assistance and co-operation received from the Creditors, Banks, Government Authorities, Customers and Shareholders during the year under review.

On behalf of the Board of Directors

Place : Ahmedabad
Date : 28/05/2013

(Ramubhai S. Patel)
Chairman



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“Annexure – A” to Directors’ Report

Particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo in terms of section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 forming part of the Director’s Report for the year ended 31st March, 2013.

A. Energy Conservation:

1. Energy Conservation Measures Taken:

The Company has taken several steps for energy conservation to optimise power consumption in all its plant and offices. The Natural Light Dome installed on the roof top of the plant building saves power during the daytime. The Company has installed electronic cut in /cut off system on cooling towers as a means of saving energy. The load distribution across the plants is estimated and modification for uniform load distribution based on actual/correct load on DG sets ensures conservation of energy. The Company has installed UPS System in Film Plant to conserve use of Diesel for Power Generation.

The company has increased power from GEB for ER-WE-PA plant and stopped self generation which was expensive. This will result in energy saving of Rs. 3.5 lacs/ month.

All equipments are provided with dedicated highly efficient chilling units which start and stop with machine and run at full capacity thus reduce wastage of energy.

Air audit has been carried out and all leakage are arrested. Compressed air used for cleaning is stopped. This will save the wasteful energy. The Airlines sizes have been optimized for energy saving.

The Company has installed VFD Drives to reduce Power Consumption on IMD Machines (2) and Printing Machines (3).

2. Additional Investment Proposals, if any, being implemented for reduction of consumption of energy:

The Company plans to install energy saving devices and equipments with the objective of energy conservation. The latest high lumen energy efficient fluorescent tubes and high frequency electronic ballast without compromising with the existing lux level saves energy and has contributed to the improved P.F., improved lux level and better life. Power Factor improvement devices are being monitored to get efficient energy uses.

The Company plans to install VFD Drives on all IMD Machines to reduce Power Consumption.

3. Impact of the measures at (1) and (2) above for reduction of energy consumption and consequent impact on the cost of production of goods :

The load distribution for the entire plant is estimated and modifications therein has resulted into power savings through uniform load distribution based on actual/correct load on DG sets. The Company is maintaining Power factor in the range of 0.998 to 0.999. The Company has refurbished existing capacitors and has installed additional capacitors wherever required.

B. Technology Absorptions, Adoptions and Innovation :

1. Efforts in brief made for technology absorption, adoption & innovation :

The application of latest world class technology in the manufacturing processes has resulted into products of desired qualities and has significantly contributed in development of various cost efficient and eco-friendly packaging materials.

Company has invested in state of art automatic thickness, measuring control system which enable saving of scarce raw material and enhance productivity and quality of laminate and make the process more competitive. The Company has recommissioned Auto Gauge Control on Extrusion Coating Machine to reduce material consumption.



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2. Benefits derived as a result of the aforesaid efforts :

The development of new Laminates has resulted in very good business volumes. Consequent to the efforts of the Company as stated above, there has been a marked improvement in the productivity. Such efforts have also resulted in reduction of cost & wastages. The market base has increased and the product range has also widened. The Company will also be able to offer the products with latest technology to the consumers. The Company has successfully down gauged Aluminium Foil thickness from 12 microns to 9 microns to produce cost effective laminates.

3. Import of Technology:

The Company is constantly ensuring upgradation of technology and innovation in its products and production process. The Company has set up state of art facilities with technology imports from world leaders. The technology absorption is complete and the Company has now developed indigenous capabilities in areas of engineering and web development. The Company has acquired technology to make PBL Tubes, Tubes with Top Seal, etc which could have very good future. The Company has also added latest Tubing Lines to produce different size and shapes of Tubes.

C. Foreign Exchange Earnings and Outgo :

During the year under review, the earnings and outgo of Foreign Exchange were as follows:

Particulars	(Rs. in Lacs.)	
	2012-13	2011-12
Earnings (FOB Value of Export)	1044.17	452.28
Outgo	1609.90	1445.96



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“Annexure – B” to Directors’ Report

REPORT ON CORPORATE GOVERNANCE

The Company has implemented the Guidelines of Corporate Governance in terms of Clause 49 of the Listing Agreements executed with the Stock Exchanges. The philosophy of the Company on Corporate Governance encompasses the serving of long term interest of all its stakeholders.

1. Board of Directors:

The Board of Directors of the Company consists of Five Directors. Mr. R. S. Patel, the non-executive director is the Chairman of the Board. Mr. Prahlad S. Patel, Mr. Vikram V. Bhatt and Mr. Pathik C. Shah are the non-executive independent Directors of the Company. There is one Nominee Director on the Board of Directors of the Company, Mr. Ashutosh Rohatgi, the Nominee Director of JM Financial Asset Reconstruction Company Private Limited has resigned on 11-02-2013.

During the year under review 4 meetings of the Board of Directors were held on 28th May, 2012, 28th July, 2012, 30th October, 2012 and 11th February, 2013.

The attendance record of each director at the Board of directors Meetings and at previous Annual General Meeting alongwith details of membership and/or chairmanship in Boards and/or Committees is as given below:

Name of Directors	Attendance in Board Meeting	Attendance at previous AGM	Other Board		Other Committee	
			Director -ship	Chairman -ship	Member -ship	Chairman -ship
Mr. R. S. Patel	4	Yes	1	—	—	—
Mr. Vikram V. Bhatt	4	Yes	3	—	—	—
Mr. Prahlad S. Patel	2	Yes	2	—	—	—
Mr. Pathik C. Shah	3	Yes	1	—	—	—
Mr. Ashutosh Rohatgi- Nominee of JM Financial Asset Reconstruction Company Pvt. Ltd. has resigned on 11/02/2013	—	No	—	—	—	—

2. Audit committee:

2.1 The Company has constituted an Audit Committee, whose terms of reference include the matters under section 292A of the Companies Act, 1956 as well as under clause 49 of the Listing Agreement. It comprises of four directors i.e.

- | | |
|-------------------------|-----------------------|
| 1. Mr. Vikram V. Bhatt | Chairman |
| 2. Mr. R. S. Patel | Member |
| 3. Mr. Prahlad S. Patel | Member |
| 4. Mr. Ashutosh Rohatgi | (upto 11-2-13) Member |

2.2 During the year under review 4 meetings of the Audit Committee of Directors were held on 28/05/12, 28/07/12, 30/10/12 and 11/02/2013. All meetings of Audit Committee were chaired by Mr. Vikram V. Bhatt. The attendance at the Audit Committee Meetings was as under:

Sr. No.	Name of the Director	No. of Meetings Attended
1	Mr. Vikram V. Bhatt	4
2	Mr. R. S. Patel	4
3	Mr. Prahlad S. Patel	2
4	Mr. Ashutosh Rohatgi	Resigned on 11-02-2013



SHREE RAMA MULTI-TECH LIMITED

3. Remuneration Committee:

3.1 The Remuneration Committee comprises of three Non Executive Directors viz. Mr. R. S. Patel, Mr. Vikram V. Bhatt and Mr. Ashutosh Rohatgi.

- | | |
|-------------------------|--|
| 1. Mr. R.S. Patel | Non –Executive Director |
| 2. Mr. Vikram V. Bhatt | Non –Executive Director |
| 3. Mr. Ashutosh Rohatgi | Non –Executive Director (resigned on 11/02/2013) |

3.2 During the year under review, there is one meeting of the Remuneration Committee of Directors held on 28/07/2012 which was chaired by Mr. Vikram V. Bhatt.

4. Remuneration Policy:

The Remuneration Committee is responsible for recommending to the Board the Remuneration package of the senior employees including their annual increments and commission after reviewing their performances based on certain parameters.

5. Details of remuneration paid to the Manager during the year 2012-13 is as below:

Particulars	Mr. Ankit P. Shah (Rs.)
Salary and Allowance	1153141
Perquisites	244296
Service Contract	3 Years
Notice period	60 days

The Non Executive/ Independent Directors are not entitled to any managerial remuneration except sitting fees for attending the Board Meetings. The Company pays sitting fees of Rs.15,000/- per meeting to non-executive / independent directors.

6. Shareholders Committee:

The Company has a Shareholders/Investors Grievances Committee of Directors for redressal of shareholders and investors complaints like transfer of shares, splits, etc. It met 3 times during the year under review and is headed by Mr. Prahlad S. Patel, the non-executive director. Three complaints were received and satisfactorily settled during the year under review.

7. General Body Meetings:

The Company held its last three Annual General Meetings as under:

AGM	LOCATION	DATE & TIME	SPECIAL RESOLUTION
18 th 2011-2012	ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road, Ahmedabad	15.09.12 at 11 a.m.	Nil
17 th 2010-2011	ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road, Ahmedabad	24.09.11 at 11 a.m.	Nil
16 th 2009-2010	ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road, Ahmedabad	27.09.10 at 11 a.m.	Nil

8. Disclosures:

The Company has entered into related party transactions as set out in the notes on accounts which are not likely to have a conflict with Company's interest.

9. CEO/CFO Certification.

A certificate from Finance Controller on the financial statements of the Company was placed before the Board.



SHREE RAMA MULTI-TECH LIMITED

10. Review of Director's Responsibility Statement.

The Board in its report have confirmed that annual accounts for the year ended March 31, 2013 have been prepared as per applicable accounting standard and policies and that sufficient care has been taken for maintaining adequate accounting.

11. Means of communication:

Information like quarterly financial results and media releases on significant development in the Company as also presentations that have been made from time to time to the media, institutional investors and has also submitted to the stock exchanges on which the company's equity shares are listed, to enable them to put them on their own websites. The Quarterly financial results are normally published in Business Standard (English edition) and Jansatta (Gujarati edition) publications.

12. Dedicated e-mail for Investor Grievance

For the convenience of our investors, the Company has designated an exclusive e-mail id i. e. cslegal@srmtl.com. All investors are requested to avail this facility.

13. Market Price Data during each month in last financial year:

(At Bombay Stock Exchange Ltd.)			(At National Stock Exchange of India Ltd.)		
Month	High (Rs. P.)	Low (Rs. P.)	Month	High (Rs. P.)	Low (Rs. P.)
April, 2012	3.69	3.00	April, 2012	3.65	3.20
May, 2012	3.60	3.00	May, 2012	3.60	2.95
June, 2012	3.40	3.00	June, 2012	3.40	3.00
July, 2012	4.00	3.13	July, 2012	4.05	3.10
August, 2012	3.99	3.33	August, 2012	4.00	3.25
September, 2012	5.54	3.78	September, 2012	5.55	3.95
October, 2012	4.33	3.60	October, 2012	4.25	3.60
November, 2012	4.30	3.51	November, 2012	4.25	3.50
December, 2012	4.24	3.71	December, 2012	4.30	3.80
January, 2013	7.35	3.83	January, 2013	7.45	3.90
February, 2013	6.59	5.50	February, 2013	6.70	5.50
March, 2013	5.60	4.01	March, 2013	5.80	4.15

14. Share Transfer System:

Share Transfers in physical form is approved by the Shareholders/Investors Grievances Committee of Directors at regular interval in order to ensure that Share Transfers complete in all respects are given effect to within valid period from the date of receipts.

Transfer Period (in days)	No. of Transfers	No. of Shares
Within stipulated period (within 15 days)	8	2906255
Total	8	2906255

Investor Services

Complaints received during the year under review:

Nature of Complaints	Received	Resolved
Non Receipt of Annual Report	3	3
Total	3	3



SHREE RAMA MULTI-TECH LIMITED

15. Distribution of Shareholding as on 31st March, 2013

Sr.	Category		Number of Cases	% of Cases	No. of shares Held	% of shareholding
	From	To				
1.	1	5000	16348	82.11	4974437	7.84
2.	5001	10000	1404	7.05	2310830	3.64
3.	10001	20000	884	4.44	2635004	4.15
4.	20001	30000	468	2.35	2374633	3.74
5.	30001	40000	138	0.69	995055	1.57
6.	40001	50000	180	0.90	1728062	2.72
7.	50001	100000	231	1.16	3208300	5.05
8.	100001 and above		257	1.29	45241624	71.28
	Total		20759	100.00	63468005	100.00

16. Dematerialization of Equity and Liquidity:

Shares of the Company are compulsorily traded in dematerialised form. 91.91 % of equity shares have been dematerialized up to 31st March, 2013.

17. Plant Locations:

Motibhoyan & Ambaliyara in Gujarat.

18. General Shareholder Information:

1. Annual General Meeting	28 September, 2013 at 11.00 A.M. at ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road, Ahmedabad –380 009
2. Financial Calendar	1 st April 2012 to 31 st March 2013
3. Book Closure Dates	From 23 rd September, 2013 to 28 th September, 2013 (both days inclusive)
4. Listing of Stock Exchanges Bombay Stock Exchange Limited The National Stock Exchange of India Limited	Scrip Code : 532310 Scrip Code : SHREERAMA

19. Registrar & Share Transfer Agent:

Karvy Computershare Private Limited

Plot No.17-24, Vittal Rao Nagar, Madhapur, Hyderabad - 500 081
Phone : (040) 23420818 Fax : (040) 23311968 & 23323049

20. Address of Correspondence:

Shree Rama Multi-Tech Limited.

603, "Shikhar", Shreemali Society, Nr. Vadilal House, Mithakhali, Navrangpura, Ahmedabad-380 009.
e-mail -srmtl@srmtl.com Phone No. 079-26569855, 26569455 Fax No. 079-26562667.

DECLARATION:

I here by declare that during the financial year ended 31/03/2013 all the members of the Board and Senior Management personnel have complied with the code of conduct adopted by the Company.

For Shree Rama Multi-Tech Ltd

Place:- Ahmedabad

Date :- 28-05-2013

R. M. Singhvi
Chief Executive Officer



SHREE RAMA MULTI-TECH LIMITED

Auditor's Certificate on compliance with the conditions of Corporate Governance under Clause 49 of the Listing Agreement(s).

To

The Members

Shree Rama Multi-Tech Ltd

1. We have examined the compliance of the conditions of Corporate Governance by Shree Rama Multi-Tech Ltd. ("the Company"), for the year ended on 31st March, 2013, as stipulated in Clause 49 of the Listing Agreement of the said Company with the concerned Stock Exchanges in India.
2. The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of procedure and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither audit nor an expression of opinion on the financial statements of the Company.
3. We state that no investors grievance(s) is/are pending for a period of exceeding for one month against the Company as per the records maintained by the shareholders/investors grievances committee.
4. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the clause 49 of listing agreement(s) with the Stock Exchanges.
5. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For M/s. Mahendra N. Shah & Co.,
Chartered Accountants
FRN 105775 W**

Place : Ahmedabad

Date : 28/05/2013

(Chirag M. Shah)

Partner

Membership No. 045706

CERTIFICATION FROM FINANCE CONTROLLER

I hereby certify to the Board of Directors of Shree Rama Multi-Tech Ltd. that:

- a. I have reviewed financial statements and the cash flow statement for the year ended on 31/03/2013 and that to the best of my knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations except notes as mentioned in Auditors Report.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and I have disclosed to the auditors, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors.
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Shree Rama Multi-tech Ltd.

Place : Ahmedabad

Date : 28/05/2013

(Krunal Shah)

Finance Controller



SHREE RAMA MULTI-TECH LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Your Directors have pleasure in presenting this Management Discussion and Analysis Report for the year ended on 31st March 2013.

1. INDUSTRY STRUCTURE AND DEVELOPMENTS :

Shree Rama Multi-Tech Ltd. (SRMTL) is an Multi Product Plastic packaging products Manufacturing Company for oral care, cosmetics, toiletries, food products and pharmaceuticals with focus on Laminated Tubes, Labels / Stickers, pressure sensitive labels, flexible laminates, plastic/paper cups. The packaging industry in India is growing at 15% per annum. SRMTL has also grown at 18.21% in plastic packaging business during the year under review.

The Company has positioned itself to meet the multiple needs of its various customers. Its major customer source their different packaging requirements from the Company, which enables it to maintain long standing business relationships. The Company is currently servicing major Global Players viz. Hindustan Unilever, Dabur, Emami, Vicco, African Consumer – Nigeria, Chemi-Cotex-Tanzania, STS Pack Holding-Bulgaria, Macbertan-Sri Lanka to name a few.

The company is focusing on export market. There is intensive effort to penetrate in African and European Market. The company has achieved good success in export market. The exports during F.Y. 2012-13 stood at Rs 1095.49 lacs against Rs. 665.07 lacs in previous year. The growth in export market during F.Y. 2012-13 was 64.66%.

2. OPPORTUNITIES, THREATS AND RISK PERCEPTION :

The Company has technological advantage and enjoys good relationship with its key customers comprising of FMCG majors. However, there is growth of small tube manufacturers employing Cheaper Chinese machines which has resulted in unfair competition and shrinking margins.

The rise in prices of raw materials due to volatility in Crude Oil Prices and Exchange rate fluctuations remain to be the key concern. The Company's product prices are affected on account of reduced bargaining power with its clients due to intense competition from other players in the market.

3. BUSINESS OUTLOOK :

There is growing demand and FMCG Markets offer interesting Opportunities. The Company has adopted the strategy of Competitive Pricing, optimizing capacity utilization, cost control, servicing the customers with high quality and efficient deliveries and innovation in high structure in food packaging, which will be beneficial in improving its top line in long run.

4. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY :

The Company has appointed M/s. Ramesh C. Sharma & Co., Chartered Accountants, an outside agency as its Internal Auditors, who conduct internal audit for various activities. The Company has developed adequate internal control system commensurate to its size and business. The reports of Internal Auditors are submitted to the Audit Committee which further reviews the adequacy of Internal Control System. The Board of Directors also consider the report of the Internal Auditors.

5. DISCUSSION ON FINANCIAL PERFORMANCE WITH REFERENCE TO OPERATIONAL PERFORMANCE :

Financial Performance of Plastic Packaging Division has improved. The Company has improved the productivity and cost efficiency but due to rising input costs, the margins are under pressure. The Company has also focused on servicing customer's efficiently by way of reduction in delivery time, improving logistics and speedy development of art works. This has led to greater customers' satisfaction.



SHREE RAMA MULTI-TECH LIMITED

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

The Company attaches importance to the dignity of employee irrespective of position and highly values the cultural diversities of employees. Human Resource is valued as an extremely important and strategic resource and your Company believes in employee empowerment across the entire organization in order to achieve organizational effectiveness.

Cautionary Statement :

Estimates and expectations stated in this Management Discussion and Analysis may be “forward-looking statement” within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to your Company’s operations include economic conditions affecting demand / supply and price conditions in the domestic and international markets, changes in the Government regulations, tax laws, other statutes and other incidental factors.



SHREE RAMA MULTI-TECH LIMITED

Independent Auditor's Report

To the Members of
Shree Rama Multi-Tech Limited

We have audited the accompanying financial statements of Shree Rama Multi-Tech Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the financial statements subject to *Sub Note No. 6 of Note 28[B] regarding non provision of interest on borrowings and Debentures of Rs.1,460.59 Lacs for the current year and Rs.15,022.95 Lacs unpaid interest for the period up to 31-03-2012 aggregating to Rs. 16,483.54 Lacs up to 31.3.2013. If the above provision is made in respective years, the Loss for the current year would have been Rs.3,453.65 Lacs and aggregate loss to be carried forward would have been Rs.70,181.33 Lacs* give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

Report on other Legal & Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books



SHREE RAMA MULTI-TECH LIMITED

- c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) We invite attention to
 - (i) *Sub note no. 3(b) in Note no. 28[B] regarding non transfer of unpaid dividend of Rs.100 Lacs on preference shares for the year 2000-01 to Unpaid Dividend Account in a Scheduled Bank as required under Section 205A of the Act & to Investor Education & Protection fund as per Section 205C of the Act.*
 - (ii) *Sub Note no. 4.4 of Note 28[B] regarding Accounting treatment of Waiver of Loans etc. of Rs.12521.78 lacs.*
- g) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

**For, Mahendra N. Shah & Co.
Chartered Accountants
FRN 105775 W**

**Place : Ahmedabad
Date : 28th May, 2013**

**Chirag M. shah
Partner
Memb. No. 045706**



SHREE RAMA MULTI-TECH LIMITED

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Shree Rama Multi-Tech Limited on the accounts of the company for the year ended 31st March, 2013.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- i. (a) The Company has maintained records showing particulars, including quantitative details and situation of fixed assets.
(b) The fixed assets are being physically verified by the management during the year according to a phased programme designed to cover all the items over a period of five years, which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management during the year and we have been informed that no material discrepancies between the book records and the physical verification have been noticed.
(c) During the year the company has disposed off/discarded/impaired fixed assets having book value Rs.2664.52 lacs, without affecting status of the company as going concern.
- ii. (a) The management has conducted physical verification of inventory at reasonable intervals during the year.
(b) The procedures of physical verification of inventory followed by the management are 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 informed, there was no material discrepancies noticed on such physical verification as compared to the book records.
- iii. (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
(b) As informed, the Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to 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 control system in respect of these areas.
- v. According to the information and explanations provided by the management, there has been no contract or arrangement the particulars of which are required to be entered into the register maintained under section 301 of the Companies Act, 1956.
- vi. Accordingly to the information and explanations given to us, the Company has not accepted any deposit from the public during the year.
- vii. In our opinion, the internal audit function carried out during the year by a firm of Chartered Accountants appointed by the management, has been commensurate with the size and nature of its business.
- viii. We have broadly reviewed the books of account maintained by the Company in respect of products where pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under clause (d) of sub-section (1) of Section 209 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records are maintained.
- ix. (a) The Company has been generally regular in depositing statutory dues including provident fund, employees' state insurance, income-tax, VAT, custom duty, excise duty, Service Tax, cess and other material statutory dues with the appropriate authorities except small delays in a few cases.
(b) According to the records of the Company, the dues in respect of Income tax, Excise-duty, Cess on account of any dispute, are as follows:

Nature of Statute	Year	Amount (Rs.)	Forum where dispute is pending
Central Excise Act, 1944	(1)1999-00 to 2001-02	3893.72 Lacs	Cestat Gujarat High Court
	(2)1998-99	293.42 Lacs	



SHREE RAMA MULTI-TECH LIMITED

- x. The Company's accumulated losses at the end of the financial year are more than its net worth. The company has filed application in BIFR for registration as "Sick company" which BIFR has rejected & on Appeal, AAIFR has given decision in favour of the company & matter is pending before BIFR. However, the Company has not incurred cash losses in the current and immediately preceding financial year.
- xi. Based on our audit procedures and as per the information and explanations given by the management, the Company has defaulted in repayment of Principle dues of Rs. 10257.80 Lacs & interest thereon aggregating to Rs.16483.54 Lacs up to 31.03.2013 to lenders.
- xii. According to the information and explanations given to us and based on the documents and records produced, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society and therefore, the provisions of clause 4 (xiii) of the Order are not applicable.
- xiv. In our opinion, the Company is not dealing or trading in shares, securities and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable.
- xv. According to the information and explanations given to us, the Company had given guarantees for loans taken by East West Polyart Limited & Ideal Petro Products Limited from banks and financial institutions in earlier years, terms and conditions whereof based on the management representation and considering the business relationship with this company, were not prima-facie prejudicial to the interest of the Company. *Suits for recovery of dues are filed in Debt Recovery Tribunal & Courts against the company being a guarantor. (See Sub Note 2(a) of Note 28B)*
- xvi. On the basis of the records examined by us and according to information and explanations given to us, no term loans were obtained by the Company during the year under audit.
- xvii. According to the information and explanations given to us and on the basis of an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investments.
- xviii. During the year the Company has not made allotment of shares on preferential basis to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- xix. According to the information and explanations given to us, during the year covered by our audit, the company has not issued debentures requiring creation of any security or charge.
- xx. The Company has not raised any money by way of public issue during the year.
- xxi. Based upon the audit procedures performed and on the basis of information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For, Mahendra N. Shah & Co.
Chartered Accountants
FRN 105775 W

Place : Ahmedabad
Date : 28th May, 2013

Chirag M. Shah
Partner
Memb. No. 045706



SHREE RAMA MULTI-TECH LIMITED

BALANCE SHEET AS AT 31ST MARCH 2013

Amount (Rs. in Lacs)

Particulars	Note No.	As at 31/03/2013	As at 31/03/2012
EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	3842.70	3842.70
(b) Reserves and surplus	2	(6290.93)	(16819.65)
2 Non-current liabilities			
(a) Long-term borrowings	3	10257.79	27557.08
(b) Deferred tax liabilities (Net)	4	1476.38	2277.97
(c) Other Long term liabilities	5	168.89	177.00
(d) Long-term provisions	6	4822.41	4687.52
3 Current liabilities			
(a) Short-term borrowings	7	6031.10	2059.98
(b) Trade payables	8	652.99	328.20
(c) Other current liabilities	9	215.21	288.94
(d) Short-term provisions	10	16.23	45.30
TOTAL		21192.77	24445.04
ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	14837.42	17794.12
(ii) Capital work-in-progress	11	4.90	0.00
(b) Non-current investments	12	0.66	0.66
(c) Long-term loans and advances	13	1358.93	1387.97
(d) Other non-current assets	14	0.00	228.37
2 Current assets			
(a) Inventories	15	2212.10	1895.91
(b) Trade receivables	16	1355.99	1269.66
(c) Cash and cash equivalents	17	1146.22	1530.58
(d) Short-term loans and advances	18	275.09	331.57
(e) Other current assets	19	1.46	6.20
Significant Accounting Policies	28A		
Notes on Financial Statements	28B		
TOTAL		21192.77	24445.04

As per our report of even date attached herewith

For Mahendra N. Shah & Co.

Chartered Accountants

FRN: 105775W

Chirag M. Shah

Partner M.No: 45706

Place :- Ahmedabad

Date :- 28/05/2013

For and on behalf of the Board

Vikram Bhatt

Director

Place :- Ahmedabad

Date :- 28/05/2013

P.S. Patel

Director



SHREE RAMA MULTI-TECH LIMITED

NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

Amount [Rs. in Lacs]

1 SHARE CAPITAL	As at 31st March, 2013 Number	Rs.	As at 31st March, 2012 Number	Rs.
Authorised Share Capital :				
Equity Shares of Rs.5 each	<u>200000000</u>	10000.00	<u>200000000</u>	10000.00
15% cumulative Redeemable Preference shares of Rs.100 each	5000000	5000.00	5000000	5000.00
Total		15000.00		15000.00
Equity Shares				
Issued and Subscribed :				
Equity Shares of Rs.5 each	63555555	3177.78	63555555	3177.78
		3177.78		3177.78
Paid up :				
Equity Shares of Rs.5 each	63468005	3173.40	63468005	3173.40
Add : Forfeited share capital	87550	2.63	87550	2.63
		3176.03		3176.03
Preference Shares				
Issued, Subscribed and Paid up :				
15% Cumulative Redeemable Preference Shares of Rs.100 each fully paid up	666666	666.67	666666	666.67
		666.67		666.67
Total		3842.70		3842.70

The reconciliation of the number of equity shares outstanding is set out below :

Particulars	As at 31st March, 2013 No. of Shares	As at 31st March, 2012 No. of Shares
Shares outstanding at the beginning of the year	63555555	63555555
Shares Issued during the year	0	0
Shares bought back during the year	0	0
Shares outstanding at the end of the year	63555555	63555555

The reconciliation of the number of preference shares outstanding is set out below :

Particulars	As at 31st March, 2013 No. of Shares	As at 31st March, 2012 No. of Shares
Shares outstanding at the beginning of the year	666666	666666
Shares Issued during the year	0	0
Shares bought back during the year	0	0
Shares outstanding at the end of the year	666666	666666



SHREE RAMA MULTI-TECH LIMITED

Amount [Rs. in Lacs]

The details of equity shareholders holding more than 5% shares :

Name of Shareholder	As at 31st March, 2013		As at 31st March, 2012	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Nirma Industries Private Limited	14288700	22.51	14288700	22.51

The details of preference shareholders holding more than 5% shares :

Name of Shareholder	As at 31st March, 2013		As at 31st March, 2012	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Harsiddh Specific Family Trust*	666666	100.00	666666	100.00

* Pending scheme of arrangement of the preference share submitted for transferred by beneficial holder of share is under consideration.

2 RESERVES AND SURPLUS	As at 31st March, 2013	As at 31st March, 2012
	Rs.	Rs.
a. Capital Reserves		
Opening Balance	5,744.05	0.00
(+) Current Year Transfer(Refer Note No. 4.4 of notes on financial statements)	12,521.78	5,744.05
(-) Written Back in Current Year	0.00	0.00
Closing Balance	18,265.83	5,744.05
b. Capital Redemption Reserve	333.33	333.33
c. Share Premium Account	22,825.95	22,825.95
d. Debenture Redemption Reserve	4,024.33	4,024.33
e. Warrants forfeited Account	39.56	39.56
f. General Reserve	1,917.87	1,917.87
g. Profit and Loss Account		
Opening balance	(51,704.73)	(51,743.95)
(+) Net Profit / (:Loss) For the current year	(1,993.06)	39.22
Closing Balance	(53,697.80)	(51,704.73)
TOTAL	(6,290.93)	(16,819.65)



SHREE RAMA MULTI-TECH LIMITED

3 LONG TERM BORROWINGS	As at 31st March, 2013		As at 31st March, 2012	
	Number	Rs.	Number	Rs.
Secured :				
(a) Redeemable Non Convertible Debentures :				
15.5 % Secured Redeemable Non Convertible Debentures of Rs.100/- each fully paid up.	1166667	1138.52	2500000	2429.86
(refer note no.4 of note no. 3.2)				
13 % Secured Redeemable Non Convertible Debentures of Rs.1000000/- each fully paid up.	300	3000.00	300	3000.00
		4138.52		5429.86
(b) Term loans		4619.27		4660.36
(c) Working capital loans :				
Demand Loans		0.00		10197.26
Cash credit		0.00		250.33
		0.00		10447.59
(refer note no.4 of note no. 3.2)				
(A)		8757.79		20537.81
In case of continuing default				
1. Period of default (Refer below mentioned note no. 3.1)				
2. Amount		8757.79		20537.81
Unsecured				
(a) Redeemable Non Convertible Debentures :				
14 % Non Convertible Debentures of Rs 100/- each fully paid up.	1500000	1500.00	3000000	2977.23
11.50 % Non Convertible Debentures of Rs 100/- each fully paid up. (refer note no.4 of note no. 3.2)		0.00	750000	697.85
(b) Term loans (refer note no.4 of note no. 3.2)		0.00		1927.32
(c) Short Term Loans :				
From Banks and Other Financial Institution		0.00		712.05
			Amount [Rs. in Lacs]	
Bill Discounting		0.00		704.83
(refer note no.4 of note no. 3.2)				
(B)		1500.00		7019.28
In case of continuing default				
1. Period of default (Refer below mentioned note no. 3.1)				
2. Amount		1500.00		7019.28
Note : Above amounts showing net of part payment made under settlement (if settled)				
TOTAL	(A+B)	10257.79		27557.09



SHREE RAMA MULTI-TECH LIMITED

3.1 The Company has defaulted in repayment of above secured and unsecured debentures, term loans and other borrowings since 2002-03.

3.2 Secured

(a) Non Convertible Debentures

- (1) Secured Lender i.e Industrial Investment Bank of India (IIBI) has been paid off its dues including principal amount, interest and other charges under one time settlement scheme (OTS), subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.
- (2) 11,66,667 15.5 % Redeemable Non Convertible Debentures privately placed with lenders are secured by mortgage of the present and future immovable assets and charges on movable assets of the Company in favour of a trustee, ranking pari passu with the charges created on the said assets for term loans from lenders. During the year JM ARC Ltd. has been paid off its part dues including principal amount, interest and other charges under one time settlement scheme (OTS) during the year, subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.
- (3) 300 13 % Redeemable Non-Convertible Debentures privately placed with Nirma Chemical Works P. Ltd. are secured by mortgage on the immovable assets and charge on movable assets of the Company, both present and future, in favour of a trustee, ranking pari passu with the charges created / to be created on the said assets for term loans from lenders.

(b) Term Loans :- Term Loans of lenders are Secured by first charge on all present and future assets of the Company's units at Moti Bhoyan, Ambaliara and Puducherry ranking pari passu with the charges created / to be created in favour of a trustee for privately placed debentures and personal guarantee of some of the erstwhile directors and secured lender i.e. Stressed Assets Stabilisation Fund (SASF) has been paid off its dues including principal amount, interest and other charges under one time settlement scheme (OTS), subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat

(c) Working Capital Loans :- Working Capital Demand Loans and Cash Credit facilities from lenders are secured by hypothecation of stocks, book debts and second charge on fixed assets ranking pari passu with charges created on the said assets to the term loans from lenders and personal guarantee of some of the erstwhile Directors. During the year working capital loans from JM ARC and NCWL have been paid off its dues including principal amount, interest and other charges under one time settlement scheme (OTS), subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.

Unsecured

- (d) 15,00,000 14 % Non-Convertible Debentures privately placed with NCWL were to be secured by mortgage of the immovable assets and charge on movable assets of the Company, both present and future, in favour of a trustee, ranking pari passu with the charges created / to be created on the said assets for term loans from lenders. During the year JM ARC Ltd. has been paid off its part dues including principal amount, interest and other charges under one time settlement scheme (OTS), subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.
- (e) Unsecured Lender i.e Kautilya Fin-Securities Limited has been paid off its dues including principal amount, interest and other charges under one time settlement scheme (OTS), subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.
- (f) Term Loans from JM ARC Ltd. has been paid off its part dues including principal amount, interest and other charges under one time settlement scheme (OTS) during the year, subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.
- (g) Short Term Loans from JM ARC Ltd. and NCWL have been paid off its part dues including principal amount, interest and other charges under one time settlement scheme (OTS) during the year, subject to pendency of the scheme of arrangement and compromise u/s 391 of the Companies Act, 1956 before Hon'able High Court of Gujarat.

Note : In absence of consent from other secured lenders the charge is not created, which reclassified as unsecured loans.



SHREE RAMA MULTI-TECH LIMITED

		Amount [Rs. in Lacs] As at 31st March, 2012
4 DEFERRED TAX LIABILITY (NET)	As at 31st March, 2013	
Opening Balance	2,277.97	2,931.60
Less:		
Related to Fixed Assets	661.98	618.28
Disallowance under Income Tax act 1961	139.61	35.35
Total Deferred Tax Assets	801.59	653.63
TOTAL	1,476.38	2,277.97
5 OTHER LONG TERM LIABILITIES	As at 31st March, 2013	As at 31st March, 2012
(a) Trade Payables	0.00	0.00
(b) Provision for Preference Share Dividend	100.00	100.00
(c) Provision for Tax on Preference Share Dividend	10.20	10.20
(d) Provision for Interest on Preference Share Dividend	47.50	47.50
(Refer note no. 3(b) of notes on financial statements)		
(e) Others Payable*	11.19	19.30
TOTAL	168.89	177.00
* Includes Deposit from debtors, Employee Security Deposit and interest payable on Employee Security Deposit		
6 LONG TERM PROVISIONS	As at 31st March, 2013	As at 31st March, 2012
(a) Provision for employee benefits		
(Refer Note No. 24.1)		
Leave Encashment (unfunded)	24.22	21.63
(b) Others		
Provision for excise duty order	4,798.19	4,665.89
TOTAL	4,822.41	4,687.52
7 SHORT TERM BORROWING	As at 31st March, 2013	As at 31st March, 2012
Secured		
Fd overdraft Account	481.10	559.98
Unsecured		
Inter Corporate Deposit	5,550.00	1,500.00
TOTAL	6,031.10	2,059.98
8 TRADE PAYABLES	As at 31st March, 2013	As at 31st March, 2012
Trade payables	652.99	328.20
(Refer below mentioned note no. 8.1)	-	-
TOTAL	652.99	328.20

8.1 Disclosures are made for the amount due to the Micro, Small and Medium Enterprises under Micro Small and Medium Enterprise Development Act 2006:

	As at 31st March, 2013	As at 31st March, 2012
Principal amount remaining unpaid to any supplier as at the year end.*	37.27	23.39



SHREE RAMA MULTI-TECH LIMITED

Amount of interest paid by the company in item of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year. -

- * On the basis of information and records available with the company, the above disclosures are made under in respect of amount due to the Micro, Small and Medium enterprises and Small Scale Industrial Undertaking, who have registered with the relevant competent authorities. This has been relied upon by the auditors.

9 OTHER CURRENT LIABILITIES	As at 31st March, 2013	Amount [Rs. in Lacs]
		As at 31st March, 2012
Interest accrued but not due (ICD)	1.54	28.33
Creditors for Capital Goods	80.12	100.41
Other Payables*	133.55	160.20
TOTAL	215.21	288.94

*Includes Statutory dues, advance from customers and interest payable on Emp. Security Bond

10 SHORT TERM PROVISIONS	As at 31st March, 2013	As at 31st March, 2012
(a) Provision for employee benefits		
Gratuity (Funded)	1.12	31.77
Leave Encashment (Unfunded)	1.80	1.16
(For both above Refer note no. 24.1)		
Bonus	13.31	12.37
TOTAL	16.23	45.30



SHREE RAMA MULTI-TECH LIMITED

11. FIXED ASSETS

Amount [Rs. in Lacs]

TANGIBLE ASSETS	Gross Block Balance as at 1 April 2012	Gross Block Addition during the year	Deduction/ Adjustment during the year	Balance as at 31 March 2013	Balance as at 1 April 2012	Depreciation charge for the year	Depreciation/ Adjustment during the year	Balance as at 31 March 2013	Net Block Balance as at 31 March 2013	Balance as at 31 March 2013
Land	236.98	0.00	0.44	236.54	0.00			0.00	236.54	236.98
Buildings including Tubewell	5213.89	1.24	71.62	5143.51	2036.06	170.26	26.22	2180.10	2963.41	3177.83
Plant and Machineries	42603.24	240.09	2229.45	40613.88	28833.71	1935.31	1193.74	29575.28	11038.60	13769.53
Furniture and Fixtures	208.18	1.86	27.20	182.84	158.80	12.89	23.37	148.32	34.52	49.38
Electrical Installations	593.26	54.74	6.50	641.50	365.02	29.37	5.75	388.64	252.86	228.24
Office and other equipments	739.01	70.29	313.72	495.58	487.81	36.47	264.72	259.56	236.02	251.20
Vehicles	122.81	6.24	15.59	113.46	41.85	10.86	14.72	37.99	75.47	80.96
Total	49717.37	374.46	2664.52	47427.31	31923.25	2195.16	1528.52	32589.89	14837.42	17794.12
Previous year	50855.34	695.01	1832.98	49717.37	30394.58	2406.02	877.35	31923.25	17794.12	
CWIP									4.90	



SHREE RAMA MULTI-TECH LIMITED

	Amount [Rs. in Lacs]	
	As at 31st March, 2013	As at 31st March, 2012
12 NON-CURRENT INVESTMENTS		
Unquoted Investments		
40 (40) Equity Shares of KCCB Ltd. Of Rs. 25 each fully paid up	0.01	0.01
Government Securities		
Indira Vikas Patra of Rs. 100 each	-	-
Quoted		
800 (800) Equity Shares of IDBI Ltd. Of Rs. 10 each fully paid up	0.65	0.65
Market Value of Quoted Investment as on 31/03/2013 is Rs. 0.64 Lacs. (Rs.0.84 Lacs)		
TOTAL (B)	0.66	0.66
13 LONG TERM LOANS AND ADVANCES	As at 31st March, 2013	As at 31st March, 2012
a. Capital Advances		
Considered doubtful	150.00	150.00
Unsecured and considered good	0.64	3.43
b. Deposits		
Considered doubtful	77.09	77.09
Unsecured and considered good	25.58	34.61
c. Advance Income Tax	770.16	761.09
d. Balance with Central Excise and Sales Tax Authorities	333.59	351.53
e. Other loans and advances *	1.87	10.22
TOTAL	1358.93	1387.97
* includes advance to parties		
14 OTHER NON-CURRENT ASSETS	As at 31st March, 2013	As at 31st March, 2012
Interest Receivable	0.00	0.64
Insurance Claim Receivable	0.00	227.73
TOTAL	0.00	228.37
15 INVENTORIES	As at 31st March, 2013	As at 31st March, 2012
a) Raw Material	668.35	637.63
b) Raw Material-in transit	177.16	141.21
c) Work-in-progress (including stock at Jobbers)	667.01	505.22
d) Finished goods	388.89	345.69
e) Stores and spares, packing material and fuel	296.67	253.13
f) Stores and spares in transit	3.41	0.51
g) Waste	10.61	12.52
TOTAL	2212.10	1895.91

Above inventories are taken, valued and certified by the Management



SHREE RAMA MULTI-TECH LIMITED

	Amount [Rs. in Lacs]	
	As at 31st March, 2013	As at 31st March, 2012
16 TRADE RECEIVABLES		
Trade receivables over six months		
Unsecured and considered good	130.88	309.15
Unsecured and considered doubtful	0.00	38.46
Less: Provision for doubtful debts	0.00	38.46
TOTAL	130.88	309.15
Others		
Unsecured and considered good	1225.11	960.51
TOTAL	1355.99	1269.66
17 CASH AND CASH EQUIVALENTS	As at 31st March, 2013	As at 31st March, 2012
Balances with banks		
Earmarked Balances	3.05	0.55
In Current Account	249.01	68.18
Fixed Deposits with Banks*	893.50	1461.08
(Refer Note No. 7 of notes on financial statements)		
Cash on hand	0.66	0.77
TOTAL	1146.22	1530.58
* FD with banks includes Deposit of Rs. 825.01 lacs (Rs. Nil) with maturity of more than 12 months.		
18 SHORT TERM LOANS AND ADVANCES	As at 31st March, 2013	As at 31st March, 2012
Unsecured and considered good		
Balance with Custom, Central Excise and Service Tax Authorities etc.	137.00	159.73
Others*	138.09	171.84
TOTAL	275.09	331.57
* Includes interest receivable on fixed deposit with Banks and advances to sundry creditors.		
19 OTHER CURRENT ASSETS	As at 31st March, 2013	As at 31st March, 2012
DEPB Export Benefits	0.00	4.36
Interest Receivables	1.46	1.84
TOTAL	1.46	6.20



SHREE RAMA MULTI-TECH LIMITED

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

[Rs. in Lacs]

INCOME	Notes	2012-13	2011-12
Revenue from Operations	20	8536.64	7221.83
Other Income	21	276.93	324.71
Total Revenue		8813.57	7546.54
EXPENSES			
Cost of Materials Consumed	22	4599.80	3842.74
Changes in Inventories	23	(203.10)	(250.35)
Employee Benefit Expenses	24	837.71	676.80
Finance Costs	25	502.97	187.20
Depreciation	11	2195.16	2406.02
Other Expenses	26	2347.12	2095.41
Total Expense		10279.66	8957.82
Profit before Exceptional Items		(1466.09)	(1411.28)
Exceptional Items	27	(1328.58)	796.87
Loss before tax		(2794.67)	(614.41)
Tax Expense			
(1) Current Tax			
(2) Deferred Tax		801.61	653.63
Profit/(Loss) for the year		(1993.06)	39.22
Earnings per Equity Share			
(1) Basic		(3.14)	0.06
(2) Diluted		(3.14)	0.06
Significant Accounting Policies	28A		
Notes on Financial Statements	28B		

As per our report of even date attached herewith

For Mahendra N. Shah & Co.

Chartered Accountants

FRN: 105775W

Chirag M. Shah

Partner M.No: 45706

Place :- Ahmedabad

Date :- 28/05/2013

For and on behalf of the Board

Vikram Bhatt

Director

Place :- Ahmedabad

Date :- 28/05/2013

P.S. Patel

Director



SHREE RAMA MULTI-TECH LIMITED

NOTES ON FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

[Rs. in Lacs]

20 REVENUE FROM OPERATIONS	2012-13	2011-12
Sale of products	9463.34	7916.55
Less:		
Excise duty	(926.70)	(694.72)
TOTAL	8536.64	7221.83
20.1 SALES OF FINISHED GOODS	2012-13	2011-12
PACKAGING PRODUCT DIVISION		
Plastic Laminated Tubes	7170.63	6090.29
Printed Products Incl.		
Labels / Stickers	346.39	393.42
Speciality Packagings & Plastic Products	1473.90	1050.78
Others	472.42	382.06
TOTAL	9463.34	7916.55
21 OTHER INCOME	2012-13	2011-12
Interest Income	215.72	178.32
Dividend Income	0.01	0.04
Miscellaneous Income	5.21	2.32
Export Incentives	5.03	30.87
Sundry Balance Write Back	0.00	16.21
Product Design & Development (Net)	0.00	1.87
Profit on Sale of Fixed Assets	0.00	10.81
Factory Rent Income	50.96	84.27
Exchange Rate Diff. (net)	0.00	0.00
TOTAL	276.93	324.71
22 RAW MATERIALS CONSUMED		
PACKAGING PRODUCTS DIV.	2012-13	2011-12
Plastic Granuals	2685.76	2151.76
Paper & Paper Board	46.97	20.35
Paper	255.76	278.94
Aluminium Foils	657.32	576.06
Others	953.99	815.63
TOTAL	4599.80	3842.74
22.1 ANALYSIS OF RAW MATERIALS CONSUMED		
PACKAGING PRODUCTS DIV.	2012-13	2011-12
Particulars	% of Total Consumption	% of Total Consumption
Imported	1459.19 31.73%	722.03 18.79%
Indigeneous	3140.61 68.27%	3120.71 81.21%
TOTAL	4599.80 100.00%	3842.74 100.00%



SHREE RAMA MULTI-TECH LIMITED

		Amount [Rs. in Lacs]
23	CHANGES IN INVENTORIES	
	2012-13	2011-12
	Closing Stock	
	Finished Goods	345.69
	Work in Process	505.22
	Waste	12.52
	TOTAL	863.43
	Opening Stock	
	Finished Goods	138.71
	Work in Process	429.03
	Waste	45.34
	TOTAL	613.08
	TOTAL INCREASE / (DECREASE) IN STOCK	(250.35)
24	EMPLOYEE BENEFITS EXPENSE	
	2012-13	2011-12
	(a) Salary, wages and bonus	651.08
	(b) Contributions to provident, gratuity and other funds	5.71
	(c) Staff welfare expenses	20.01
	TOTAL	676.80

24.1 DISCLOSURE PURSUANT TO ACCOUNTING STANDARD – 15 [REVISED] 'EMPLOYEE BENEFITS':

a) General description:

Gratuity [Defined benefit plan]:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary [last drawn salary] for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

b) Leave wages [Long term employment benefit]

The leave wages are payable to all eligible employees at the rate of daily salary for each day of accumulated leave on death or on resignation or upon retirement on attaining superannuation age.

The Amount (in Rs.) recognized in the statement of profit and loss are as following:

CHANGE IN THE PRESENT VALUE OF THE DEFINED BENEFIT OBLIGATION:	Gratuity	Year ended 31-3-2013 Leave
Opening defined benefit obligation	3177167	2278427
Service cost	597171	1301840
Interest cost	223382	169864
Actuarial losses/(gains)	430438	(811244)
Benefits paid	(804467)	(336624)
Closing defined benefit obligation	3623691	2602263



SHREE RAMA MULTI-TECH LIMITED

Amount [Rs. in Lacs]

CHANGE IN THE FAIR VALUE OF PLAN ASSETS:		Gratuity	Leave
Opening fair value of plan assets		5120968	
Expected return		390563	
Contribution by employer		261499	
Benefits paid		(804467)	
Closing balance of fair value of plan assets		5005371	
AMOUNT RECOGNIZED IN THE BALANCE SHEET:		Gratuity	Leave
Defined benefit obligations		3623691	2602263
Plan assets		5005371	
Surplus/(Deficit)		1381680	(2602263)
Amounts in the balance sheet:			
Liabilities/(Assets)		(1381680)	2602263
Net Liabilities/(Assets)		(1381680)	2602263
INCOME / EXPENSES RECOGNIZED IN THE PROFIT & LOSS ACCOUNT STATEMENT		Gratuity	Leave
Current Service cost		597171	1301840
Interest on obligation		223382	169864
Expected return on plan assets		(390563)	
Net actuarial losses (gains) recognized in year		393630	(811244)
Total, Included in 'employee benefit Expense		823620	660460
25 FINANCE COST		2012-13	2011-12
Interest expense		494.77	179.38
Bank Charges and Commission		8.24	7.82
TOTAL		503.01	187.20

Note: include interest on excise duty of Rs. 132.29 lacs (Rs. 132.29 lacs) & interest on ICD of Rs. 323.16 lacs (Rs. 31.47 lac)

26 OTHER EXPENSES	2012-13	2011-12
Manufacturing, Selling and Administrative expenses		
Power and fuel	878.77	688.67
Packing Material Cons.	427.46	336.22
Consumption of stores and spare parts	254.43	374.94
Other Expenses	181.10	158.22
Legal & Professional Charges	127.65	110.19
Freight & Forwarding Exps.	114.55	123.22
Travelling Expenses	66.65	49.06
Rates and taxes (excluding taxes on income)	49.74	60.65
Repairs to machinery	45.23	57.44
Job Work Charges	41.92	34.26
Bad Debts Written Off	38.46	0.00



SHREE RAMA MULTI-TECH LIMITED

Amount [Rs. in Lacs]

	2012-13	2011-12
Selling & Overheads	27.40	25.98
Insurance	25.87	21.18
Repairs to buildings	16.67	24.55
Managerial Remuneration	13.97	10.64
Repairing Exps. (Other)	13.24	13.26
Sundry Balance Written Off	11.79	0.00
Loss on Sale of Fixed Assets	5.98	0.00
Net Loss on foreign currency transaction and translation	3.53	6.93
Product Design & Developmetn Exps.	1.71	0.00
Deposit Written Off	1.00	0.00
TOTAL	2347.12	2095.41
26.1 ANALYSIS OF STORES AND SPARES CONSUMED		
Particulars	2012-13	2011-12
	% of Total Consumption	% of Total Consumption
Imported	103.89 40.83%	233.78 62.35 %
Indigeneous	150.54 59.17%	141.16 37.65 %
TOTAL	254.43 100.00%	374.94 100.00%
26.2 C. I. F. VALUE OF IMPORT :		
Raw Materials	1485.35	841.67
Components & Spares	107.21	214.44
Capital Goods	11.44	376.80
26.3 AUDITORS REMUNERATION :		
Audit Fee (Including Service Tax)	4.49	4.49
Other Matters (certificatiion)	0.53	0.58
TOTAL	5.02	5.07
26.4 EXPENDITURE IN FOREIGN CURRENCY :		
Traveling Expenses	4.85	0.00
Foreign Bank Charges	1.05	1.78
Machine Maintenance & Repairs	0.00	11.27
TOTAL	5.90	13.05



SHREE RAMA MULTI-TECH LIMITED

Amount [Rs. in Lacs]

26.5 EARNING PER SHARE

Earning Per share is calculated by dividing the Profit (Loss) attributable to the Equity Shareholders by the weighted average number of Equity Shares outstanding during the year. The numbers used in calculating basic and diluted earning per Equity Share as stated below:

	2012-13	2011-12
Profit after taxation after Extra Ordinary Items	(1993.06)	39.22
Less: Dividend on Preference Shares	100.00	100.00
Net Profit / (Loss) attributable to Equity Shareholders	(2093.06)	(60.78)
Add/Less: Extra Ordinary Items	0.00	0.00
Profit / (Loss) after taxation before Extra Ordinary Items	(2093.06)	(60.78)
Number of shares outstanding during the Year (in lacs)	634.68	634.68
Number of Equity Shares for Basic EPS	634.68	634.68
Add : Diluted Potential Equity Shares	0.00	0.00
Number of Equity Shares for Diluted EPS	634.68	634.68
Basic Earning Per Share before extra ordinary items	(3.14)	0.06
Basic Earning Per Share After extra ordinary items	(3.14)	0.06
Diluted Earning Per Share before extra ordinary items	(3.14)	0.06
Diluted Earning Per Share after extra ordinary items	(3.14)	0.06
Nominal Value Per Share	5.00	5.00
26.6 EARNINGS IN FOREIGN CURRENCY	2012-13	2011-12
FOB Value of Exports	1044.17	452.28
TOTAL	1044.17	452.28
27 EXCEPTIONAL ITEMS	2012-13	2011-12
Excess/Short Provision Written Back	19.22	(14.98)
Profit On Sale Of Assets	47.03	0.00
Insurance Claim Write Off	(186.65)	0.00
Loss On Sale Of Fixed Assets	(1074.98)	(942.28)
Short/Excess Provision (It)	(133.20)	1670.04
Surplus On Settlement Of Loan	0.00	84.09
TOTAL	(1328.58)	796.87



SHREE RAMA MULTI-TECH LIMITED

NOTE NO: 28

Accounting Year 2012-13

[A] STATEMENT OF ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS

1) **Basis of Accounting:**

The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles, the Accounting Standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 1956.

2) **Use of Estimates :**

The presentation of financial statements require estimates and disclosure of contingent liabilities, assumptions to be made that affect the reported amount of Assets and Liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the year in which the results are known /materialized.

3) **Fixed Assets:**

Fixed Assets are stated at cost of acquisition or construction, net of recoverable taxes, including incidental expenses related to acquisition and installation and financing costs till the commencement of commercial production and adjustments arising from exchange rate variation relating to borrowings attributable to fixed assets, less accumulated depreciation.

4) **Depreciation:**

- i. Depreciation for the year is provided on Straight Line Method on shift basis at the rates prescribed in Schedule XIV to the Companies Act, 1956.
- ii. Depreciation on additions to the assets and the assets sold, discarded or disposed off, during the year is provided on pro-rata basis, at their respective rates with reference to the date of acquisition / installation or date of sale/disposal.

5) **Inventories:**

Items of inventories are valued on the basis given below:

- | | |
|--|---|
| a) Stores and Spares, Packing Materials & Fuel | - At cost or net realisable value, whichever is lower |
| b) Raw Materials | - At cost or net realisable value, whichever is lower |
| c) Work-in-Process | - At cost or net realisable value, whichever is lower |
| d) Finished Goods | - At cost or net realisable value, whichever is lower |
| e) Waste | At estimated Net realizable Value |

6) **Borrowing Costs:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the 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.

7) **Investments:**

Long Term Investments are carried at cost less provision for permanent diminution, if any, in value of such investments.

8) **Employees Retirement Benefits:**

Short term employee benefits (which are payable within 12 months after the end of the period in which the employees render service) are measured at cost other than leave encashment payable within 12 months from the end of the year.



SHREE RAMA MULTI-TECH LIMITED

Long term employee benefits (which are payable after the end of 12 months from the end of the period in which the employees render service) and post employment benefits (benefits which are payable after completion of employment) are measured on a discounted basis by the Projected Unit Credit Method on the basis of Actuarial Valuation.

Contributions to provident fund a defined contribution plan are made in accordance with the statute.

The cost of providing leave encashment and gratuity defined benefit plans are determined using Projected Unit Credit Method on the basis of Actuarial valuation.

9) Excise duty and Cenvat Credit:

Excise Duty payable on finished goods is accounted for on clearance of goods. Cenvat credit on Capital goods and Inputs are accounted for on the date of actual receipt of the same, respectively.

10) Foreign Currency Transactions:

(a) Initial recognition:

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency of the date of the transaction.

(b) Conversion:

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate of the date of the transaction; and non-monetary items which are carried of fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(c) Exchange differences:

Exchange difference arising on the settlement of monetary items or on reporting Company's monetary items of rates different from those of which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

(d) Forward Exchange Contracts not intended for trading:

The premium or discount arising of the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

11) Revenue Recognition:

Income and Expenditure are recognized and accounted on Accrual Basis.

- (1) Revenue from Sale of goods is recognized on delivery of the goods, when all significant contractual obligations have been satisfied, the property in the goods is transferred for a price, significant risks and rewards of ownership are transferred to customers and no effective ownership is retained.
- (2) Revenue in respect of insurance/other claims etc, is recognized only when it is reasonably certain that the ultimate collection will be made.
- (3) Export Incentives in respect of exports made is accounted for when right to receive is established.
- (4) Dividend income is recognized when the right to receive is established.
- (5) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest.
- (6) Interest received on delayed payment is accounted on receipt basis.

12) Earnings per Share:

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax (and include the post tax effect of any extra ordinary item). The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year.



SHREE RAMA MULTI-TECH LIMITED

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

13) Taxation:

(a) Direct Taxes :

Tax expense for the year, comprising Current Tax and Deferred Tax are included in determining the net profit for the year.

A provision is made for the current tax based on tax liability computed in accordance with relevant tax rates and tax laws. A provision is made for deferred tax for all timing differences arising between taxable income and accounting income at currently enacted tax rates.

Deferred tax assets are recognised only if there is reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

(b) Indirect Taxes:

The liabilities are provided or considered as contingent depending upon the merit of each case and/or receiving the actual demand from the department.

14) The Cash Flow Statement :

The Cash Flow Statement is prepared by the "Indirect method" set out in Accounting Standard 3 on "Cash Flow Statement" and presents the cash flows by operating, Investing and financing activities of the Company. Cash and Cash equivalents presented in the cash Flow Statement consist of cash on hand and demand deposits with banks.

15) Provisions and Contingent Liabilities:

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. A contingent liability is disclosed when the company has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

[B] NOTES ON FINANCIAL STATEMENT

1. Contingent Liabilities :

Sr. No.	Particulars	Amounts (Rs. in lacs)	
		2012-2013	2011-2012
1	Dividend on 15% Redeemable Cumulative Preference Shares till date (Note No.3 below)	1150.00	1050.00
2	Additional interest etc. on loans	16483.54	15022.95
3 (i)	Corporate guarantee given to the Banks for term loan of Rs 400.00 Lacs. (Note No : 2 (a))	400.00	400.00
(ii)	Bank Gurantee given to GEB against security of Bank Deposits	126.03	46.74
4	Suit filed by The Kalupar Comm. Co.Op. Bank Ltd in respect of bills payable. (Note No : 2 (b))	240.90	211.31
5.	Claims against the company not acknowledged as debts. Excise authorities have issued show-cause notices for various credits availed as well as rejecting the claims of the company which the company has disputed and no provision is made in the books.	293.42	293.42
6	Estimated amount of contracts remaining to be executed on Capital Account (Net of Advances)	5.30	14.77



SHREE RAMA MULTI-TECH LIMITED

7. The Company has availed benefit under EPCG scheme for import of Capital goods which were purchased in the year 2011-12 pertaining to Packaging Division at concessional rate. As a result the Company has to undertake additional export obligation over and above average export performed in last 3 years. The liability to pay back concessional duty of Rs. 80.18 lacs with interest may arise in future if the export obligation is not met within prescribed period.
8. The Company is occupying premises at Mumbai beyond the period of Leave & License agreement to secure its loans and advances given to the owner of premises. There are counter suits for vacancy of premises and recovery of Loans and Advances along with interest thereon are pending in the Courts between the Company and owner of premises. Pending litigation, the Company has neither provided for Rent since May 2002 in its books nor interest on Loans and Advances. On final outcome of the suits, necessary accounting entries will be passed for rent payable and interest receivable, if any on advances given by the Company.
- 2.(a) Andhra Bank Ltd. has filed suit for recovery of Rs. 564.89 lacs (including Interest) in Debt Recovery Tribunal against East West Polyard Ltd. as Principal Debtor and against the company as being a guarantor. Andhra Bank has given notice u/s 434 of the Companies Act, 1956 for winding up of the Company.
- (b) The Kalupur Commercial Co.op. Bank (KCCB) has filed a suit against the company for recovery of Rs.50 lacs towards Bills Payable and interest accrued thereon of Rs.190.89 lacs till 31.03.13 (P.Y Rs 161.31 lacs) against which the company has preferred an appeal and no provision is made in the books.
- 3.(a) 10,00,000 15% Cumulative Preference Shares of Rs.100/- each issued and which were redeemable in three equal installments at the end of third, fourth and fifth year from 30th March,1998. 3,33,334 Preference Shares being first installment were redeemed on 30th March, 2001. The remaining 6,66,666 Preference Shares are yet to be redeemed.
- (b) The Company has declared and provided in books dividend of Rs. 100 lacs for the year 2000-01 on 666666 15% Redeemable Preference Share which was subsequently annulled by Board of Directors and members of the Company in Extra Ordinary Meeting held on 26th Oct, 2002. In view of the pending approval from appropriate authority, the Company has not reversed provision as dividend was annulled. Therefore, it was not required to transfer the said amount to IEPF.
- 4.1 The lenders recalled their loans and debentures upon company's failure to pay its dues on time. As per recall notices, repayment liability of principal amount is Rs. 10257.80 lacs, accumulated interest till 31.03.13 is Rs.16483.54 lacs (previous year Rs. 15022.95) and additional interest etc. for the F.Y. 2012-13 is Rs. 1460.59 lacs (previous year Rs. 1465.52 lacs).
- 4.2 The lenders holding post-dated cheques have initiated action u/s. 138 of the Negotiable Instruments Act, 1881 for Rs. 4536.68 lacs out of which the debt of Rs. 4336.68 lacs has settled under OTS scheme.
- 4.3 The company has filed the scheme of Arrangement and Compromise with the Financial Institutions/Banks and Shareholders filed on 17/07/08 bearing petition No. 401/2008 and it is approved by majority of Shareholders and lenders in the meeting held on 27/08/2008 and 30/08/2008 respectively. The said scheme is pending before the Hon'ble Court of Gujarat for further hearing.
- 4.4 During the year, Company has entered into settlement with some of the lenders resulted into waiver of portion of outstanding loans. The Company has settled said loans for Rs. 5144.70 lacs as against carrying amount of Rs.17666.48 lacs. The resultant surplus of Rs. 12521.78 lacs arising on such settlement has been credited to the Capital Reserve.
- 5 In expectation of a positive outcome of settlement and compromise with lenders referred to above, the accounts have been prepared on "Going Concern" basis.
- 6 The company has not provided interest of Rs. 1460.59 lacs (Previous Year Rs. 1465.52 lacs) on outstanding borrowings and Debentures which are under settlement for the year ending on 31st March 2013. Therefore, loss of the year would have been more by Rs 1460.59 lacs. The accumulated interest not provided for up to 31-03-2013 is Rs. 16483.54 lacs (Previous Year Rs. 15022.95 lacs)
- 7 The company has been sanctioned credit facilities of Letters of Credit, Overdraft and guarantee against lien of Fixed Deposits. The Company has pledged F.D. of Rs. 887.50 lacs for the Letter of Credit, Overdraft facility and Guarantee of Rs. 88.29 lacs, Rs. 673.18 lacs and Rs. 126.03 Lacs respectively up to



SHREE RAMA MULTI-TECH LIMITED

31.03.2013.(Prev. Year Rs. 15.00 lacs against L/C, Rs. 1214.64 lacs against over draft facility and Rs.47.59 against Guarantee)

8. The Company, at the instance of its Board of Directors, undertaken an exercise under supervision and with help of professional firm to evaluate its Fixed Assets on the basis of Useful life, carrying value and need for the provision of depreciation as per the requirements of Sch. XIV of the Companies Act, 1956 and other related aspects. The company has received report from the said firm after examining technical aspects of observation, suggestion and recommendation contained in the said report, it has passed necessary accounting entries for loss arising on disposal, discarded and / or impaired assets aggregating to Rs.1074.98 lacs.
9. Outstanding balances as on 31-03-2013 of Creditors, Debtors, Secured and Unsecured Loans and Loans & Advances given are subject to confirmation / reconciliation. Necessary adjustments if any will be made on completion of reconciliation.
10. (a) During the year there is net Exchange Fluctuation loss of Rs 3.53 lacs (Previous Year loss of Rs. 6.94 Lacs) on current account & the same is shown separately.
(b) The Exchange Fluctuation loss on capital Account of Rs.2.06 lacs is capitalized to cost of Fixed Assets (Previous year gain of Rs. 11.03 lacs)
11. In view of carried forward business losses and depreciation in the books, the company is not liable for Income Tax Liability under section 115JB of Minimum Alternative Tax.
12. In view of the Accumulated loss,
 - (i) No transfer has been made to the Debenture Redemption Reserves in respect of Secured and Unsecured Debentures and
 - (ii) No amount is transferred to Capital Redemption Reserve in respect of preference shares.
13. In respect of disputed Income Tax matters of earlier years, the Company has received various orders giving appeal effect, Rectification, Refund, Assessment of set aside matters etc. The interest of Rs. 121.37 lacs arising on refund is accounted for during the year.
14. In earlier years the company has accounted for insurance claim receivable in respect of fire took place in the factory premises on 25th April 1998 which was under dispute. After rigorous follow up and negotiation with insurance company Rs.186.65 lacs, being amount identified as irrecoverable is written off during the year.
15. The Interest expenses include provision for the interest of Rs. 132.29 lacs on disputed Excise Duty liability provided during the year. The Company has already made provision for excise duty liability of Rs. 4752.89 lacs in the respective years
16. During the year the company has disposed of all balance assets of Karannagar Unit viz Land, Building, Electrical installation, Furniture & fixtures etc. , the said unit was not used since 8 years.
17. Previous year figures have been regrouped / re-stated / reclassified where necessary. Figures in brackets relate to the previous year unless otherwise stated. Previous year figures in notes forming part of accounts are recalculated to bring the figures in line with relevance in the matter.

As per our report of even date attached herewith

For Mahendra N. Shah & Co.

Chartered Accountants

FRN: 105775W

Chirag M. Shah

Partner M.No: 45706

Place :- Ahmedabad

Date :- 28/05/2013

For and on behalf of the Board

Vikram Bhatt

Director

Place :- Ahmedabad

Date :- 28/05/2013

P.S. Patel

Director



SHREE RAMA MULTI-TECH LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2013 ([Rs. in Lacs])

PARTICULARS	2012-13	2011-12
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) after tax and Exceptional items	(1993.06)	39.22
Adjustments for :		
Misc Income	(1.43)	(1.53)
Depreciation	2195.16	2406.02
Excess / Short Provision of Earlier Year	113.98	(1739.14)
Sundry Balance Written off	11.79	(16.21)
Bad Debts written off	38.46	0.00
Export Incentive	(5.03)	(22.89)
Deferred Tax Assets	(801.61)	(653.63)
Interest Expenses	502.97	187.20
Interest Income	(215.72)	(178.32)
Exchange Rate Differences	3.53	6.94
Factory Rent Income	(50.96)	0.00
Insurance Claim written off	186.65	0.00
Profit / Loss on sale of fixed assets (Net)	1033.93	3011.72
	931.47	919.91
Operating Profit before Working Capital Changes	1018.66	959.13
Adjustment for :		
Trade Payables, other liabilities and provision	317.19	(25.99)
Inventories	(316.19)	(529.67)
Trade Receivables, Loans and advances and other assets	42.04	(59.30)
	43.04	(614.96)
Cash Generated from Operations	1061.70	344.17
Direct Taxes Paid / refunded	(21.99)	18.67
Net Cash Inflow from Operations	(21.99)	1039.71
	18.67	362.84
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(396.86)	(594.96)
Sale of Fixed Assets	72.07	21.18
Interest Income	75.03	163.07
Net Cash Inflow / (Outflow) from Investing Activities	(249.76)	(410.71)
C CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Borrowings	(4777.50)	(2796.20)
Changes in Bank overdraft	(78.88)	525.53
Received ICD	4050.00	1500.00
Interest Expense	(367.93)	(26.58)
Net Cash Inflow / (Outflow) from Financing Activities	(1174.31)	(797.25)
Net increase / (decrease) in Cash & Cash Equivalents(A+B+C)	(384.36)	(845.12)
Cash & Cash Equivalents at the beginning of the period	1530.58	2375.70
Cash & Cash Equivalents at the end of the period	1146.22	1530.58

Note :Previous period figures have been regrouped / re-arranged wherever necessary

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

As per our report of even date attached herewith

For Mahendra N. Shah & Co.

Chartered Accountants FRN: 105775W

Chirag M. Shah

Partner M.No: 45706

For and on behalf of the Board

Vikram Bhatt

Director

P.S. Patel

Director

Place :- Ahmedabad Date :- 28/05/2013

Place :- Ahmedabad Date :- 28/05/2013



SHREE RAMA MULTI-TECH LIMITED

SHREE RAMA MULTI-TECH LIMITED

Regd. Office : 603, "Shikhar", Shreemali Society, Nr. Vadilal House, Mithakhali, Navrangpura, Ahmedabad-380 009, Gujarat, India. Phone : 079 – 26569855, 26569455 Fax: 079-26562667

ENTRANCE PASS

(To be presented at the entrance)

19th Annual General Meeting on 28th September 2013 at 11.30 a.m. at ATMA Conference Hall, Ahmedabad Textile Mills Association, Ashram Road, Ahmedabad – 380 009

Folio No. _____ DPID No. _____ Client ID No. _____

Name of Shareholder: _____

No. of Shares held _____

Signature _____

Only shareholders / proxies/representatives are allowed to attend the Meeting

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PROXY FORM

I/We _____ of _____ in the district of _____ being a member(s) of the above named Company, hereby appoint _____ of _____ in the district of _____ or failing him/her _____ of _____ in the district of _____ as my/our proxy to attend and vote for me/us and on my/our behalf at the 19th Annual General Meeting of Shree Rama Multi-Tech Limited to be held on 28th September, 2013 and at any adjournment thereof.

Folio No. _____ DPID No. _____ Client ID No. _____

No. of Shares held _____

Signed this _____ day of _____ 2013

Signature _____

Affix 15
Paise
Revenue
Stamp

**ANNUAL REPORT
2012 - 2013**



SHREE RAMA

SHREE RAMA MULTI-TECH LIMITED



SHREE RAMA MULTI-TECH LIMITED

Board of Directors

Mr. R. S. Patel	:	Chairman & Director
Mr. Vikram V. Bhatt	:	Director
Mr. Prahlad S. Patel	:	Director
Mr. Pathik C. Shah	:	Director
Mr. Ashutosh Rohatgi	:	JMF-ARC Pvt. Ltd. Nominee Director (upto 11-02-2013)

Audit Committee

Mr. Vikram V. Bhatt	:	Chairman
Mr. R. S. Patel	:	Member
Mr. Prahlad S. Patel	:	Member

Shareholders/Grievance Committee

Mr. Prahlad S. Patel	:	Chairman
Mr. R. S. Patel	:	Member
Mr. Vikram V. Bhatt	:	Member

Registrar & Share Transfer Agent

Karvy Computershare Private Limited,
Plot No. 17-24, Vitthalrao Nagar, Madhapur,
Hyderabad – 500 081

Auditors

M/s. Mahendra N. Shah & Co.,
Chartered Accountants, Ahmedabad

Registered Office

603, "Shikhar", Shreemali Society, Nr. Vadilal House, Mithakhali,
Navrangpura, Ahmedabad-380 009

Plants:

Block No. 1557, Village: Moti-Bhoyan, Kalol-Khatraj Road, Taluka : Kalol,
Dist. : Gandhinagar, Gujarat
Block No. 425, Village: Ambaliyara, Dist.: Mehsana, Gujarat.

SHREE RAMA MULTI-TECH LIMITED

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Nr. Vadilal House, Mithakhali, Navrangpura,
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