

15th ANNUAL REPORT 2010-11



TEAMWORK MEANS SUCCESS



THE VISION



'Our aim is to be a leader in the Indian plastic industry while carrying our team along and maintaining world class quality, ethics, and working environments'

OPENING OF ASTRAL CORPORATE HOUSE



Key Highlights

(Rs. In Lacs)

Particulars	2006-07	2007-08	2008-09	2009-10	2010-11
Capacity (In M.T.)	9,074	11,800	25,968	30,867	48,432
Utilisation (In M.T.)	5,090	6,895	11,164	19,411	28,289
Sales	10,169.75	14,452.80	20,524.90	30,452.36	43,676.34
Less : Excise Duty	477.97	871.28	1,198.72	1,433.56	2,593.87
Net Sales	9,691.79	13,581.52	19,326.19	29,018.80	41,082.48
Other Income	57.43	352.26	542.69	223.63	396.85
Total Income	9,749.21	13,933.78	19,868.87	29,242.43	41,479.33
Operating Profit (PBIDT)	1,397.53	2,421.64	3,507.88	4,418.24	5,726.33
Interest	188.37	268.67	531.19	484.21	459.17
Gross Profit	1,209.16	2,152.97	2,976.69	3,934.04	5,267.16
Depreciation	220.24	326.06	617.49	860.43	1,071.92
Profit Before Tax & Exceptional Items	988.92	1,826.91	2,359.20	3,073.60	4,195.24
Exceptional Items (Exchange Gain/(Loss))	87.09	115.63	(733.67)	299.18	24.47
Profit Before Tax	1,076.02	1,942.53	1,625.53	3,372.78	4,219.71
Tax	164.99	234.49	165.02	557.34	795.21
Profit After Tax	911.03	1,708.05	1,460.51	2,815.45	3,424.50
Prior Year Adjustments	-	1.13	41.45	12.64	65.17
Net Profit	911.03	1,706.92	1,419.07	2,802.81	3,359.33
Paid Up Equity Capital	1,123.81	1,123.81	1,123.81	1,123.81	1,123.81
Reserve and Surplus *	5,169.78	6,740.85	8,028.46	10,568.78	13,633.79
Shareholders' Funds	6,293.59	7,864.65	9,152.26	11,692.59	14,757.60
Loans	2,447.63	3,215.52	3,903.35	4,040.06	4,072.47
Deferred Tax Liability (Net)	169.00	169.00	169.00	169.00	169.00
Capital Employed **	9,143.99	9,533.52	12,623.50	15,286.11	17,728.48
Gross Fixed Assets	3,646.72	5,008.53	9,372.32	11,121.16	13,798.70
Capital Work In Progress	107.26	1,715.76	601.15	615.54	1,270.60
Net Fixed Assets ***	2,957.48	3,993.24	7,763.31	8,662.67	10,279.80
Net Current Assets	5,845.41	5,540.12	4,854.92	6,618.17	7,439.16
Book Value (Rs.)	40.41	34.99	40.72	52.02	65.66
Earning Per Equity Share (Rs.) (Face value of Rs.5/- each)	5.85	7.59	6.31	12.47	14.95
Cash Earning Per Equity Share (Rs.) (Face value of Rs.5/- each)	7.26	9.05	9.06	16.30	19.72
Dividend (%)	-	10.00%	10.00%	20.00%	22.50%
ROACE % (PBIDT/Average Capital Employed)	18.60	22.44	26.09	25.50	28.20
PBIDT/Average Capital Employed	22.08	25.93	31.66	31.66	34.69
ROANW(%) (PAT/Average Net Worth)	23.06	24.11	16.68	26.89	25.40
Debt : Equity (Long Term Debt/Total Net Worth)	0.21	0.22	0.42	0.31	0.27
Debt : Equity (Total Debt/Total Net Worth)	0.39	0.41	0.43	0.35	0.28

* Excluding Revaluation Reserves and reducing Miscellaneous Expenditure.

** Excluding Revaluation Reserves, Miscellaneous Expenditure and Capital Work in Progress.

*** Excluding Revaluation Reserves and Capital Work in Progress.

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COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. K.R. Shenoy	Chairman (Independent Director)
	Mr. Sandeep P. Engineer	Managing Director
	Mrs. Jagruti S. Engineer	Executive Director
	Mr. Pradip N. Desai	Independent Director
	Mr. Nimish G. Dalal	Non Executive Director
	Mr. Kyle A. Thompson	Non Executive Director
COMPANY SECRETARY	Ms. Richa Jain	
CHIEF FINANCIAL OFFICER (CFO)	Mr. Hiranand A. Savlani	
AUDITORS	Deloitte Haskins & Sells Chartered Accountants 'Heritage', 3rd Floor, Near Gujarat Vidhyapith, Off Ashram Road, Ahmedabad-380 014.	
OUR BANKERS	Corporation Bank Industrial Finance Branch, Ashram Road, Ahmedabad.	
	Standard Chartered Bank Abhijeet- II, Mithakhali Six Road, Ahmedabad.	
	IDBI Bank Opp. Municipal Staff Quarters, Nr. Lal Bungalow, Off. C.G. Road, Ahmedabad.	
REGISTERED OFFICE	901, Parshwa Towers, Opp. Rajpath Club, Sarkhej- Gandhinagar Highway, Ahmedabad-380 054, Gujarat, India.	
CORPORATE OFFICE	"ASTRAL HOUSE" 207/1, B/h Rajpath Club, Off. S.G. Highway, Ahmedabad-380 059, Gujarat, India.	
FACTORY (GUJARAT UNIT)	Plot No. 1253 & 1264, Village: Santej, Taluka : Kalol, Dist.: Gandhinagar, Gujarat, India.	
FACTORY (HIMACHAL UNIT)	Khasra No. # 67-72, Village : Bated, P.O. : Barotiwala, Dist.: Solan, Tehsil: Kasauli, Himachal Pradesh, India.	
REGISTRAR & SHARE TRANSFER AGENTS	Bigshare Services Private Limited E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai – 400 072.	

Directors' Report

Dear Shareholders,

Your Directors have pleasure in presenting the 15th Annual Report of the Company together with the Audited Statements of Accounts for the year ended on March 31, 2011.

1. FINANCIAL HIGHLIGHTS

The standalone Financial Results for the year are as follows:

(Rs. In Lacs)

Particulars	Financial Year	
	2010-11	2009-10
Net Sales/Income from Operations	41,082.47	29,018.80
Other Operating Income	64.23	80.40
Total Income	41,146.70	29,099.20
Total Expenditure	35,752.99	24,824.19
Profit Before Depreciation, Interest and Tax	5,393.71	4,275.01
Interest	459.17	484.21
Depreciation	1,071.92	860.43
Profit Before Exceptional Items	3,862.62	2,930.37
Other Non Operating (Income) Expenses/Exceptional Items	(357.09)	(442.41)
Profit Before Tax	4,219.71	3,372.78
Provision for Taxation (Including prior year adjustments)	860.38	569.98
Net Profit for the year	3,359.33	2,802.80

2. DIVIDEND

Your Directors are pleased to recommend a final Dividend of Re 0.625/- per Equity Share of Rs. 5/- each for the Financial Year 2010-2011, if approved by the Shareholders at the Annual General Meeting, in addition to the Interim Dividend of Re. 0.50/- per Share. The Dividend will absorb Rs. 140.48 Lacs in addition to the Interim Dividend of Rs. 112.38 Lacs paid during the year and the Dividend Distribution Tax payable by the Company will amount to Rs. 22.79 Lacs in addition to the Tax of Rs. 18.66 Lacs already paid on Interim Dividend.

3. FINANCIAL AND OPERATIONAL REVIEW

During the year under review, your Company has continued its growth momentum, and has crossed a landmark figure of Rs. 451.00 Crores in Sales (Gross). Net sales amounted to Rs. 410.82 Crores as compared to Rs. 290.19 Crores in the previous year, recording a growth of 42%. The EBITDA has increased by 26% from Rs. 42.75 Crores to Rs. 53.94 Crores and Net Profit has increased by 20% from Rs. 28.03 Crores to Rs. 33.59 Crores. Export Sales of your Company has also increased from Rs. 544.40 Lacs to Rs. 656.76 Lacs recording a rise of 21%.

4. PROJECT IMPLEMENTATION AND PERFORMANCE REVIEW

We are happy to inform you that due to continuous increase in the demand for the Company's Products, the Company has increased its capacity from 30,867 M.T. to 48,432 M.T. showing an increase of 57 % involving a Capex out flow of Rs.27 Crores. Further we are happy to inform you that during the year under review your Company was able to utilize its capacity to the tune of 28,289 M.T. which is 92% of the capacity as at the end of the last year.

As usual, our business was at its peak in the last quarter and we were able to utilize the new capacity which the Company added in the last quarter. The utilization in the last quarter was 9,867 M.T. as against the new quarterly capacity of 12,108 M.T. with an implicit utilization rate of 81%.

As indicated in our earlier Reports, your Company has launched a few new Products like SWR, Under Ground, Foam Core pipes & Fitting along with the Manholes in the Indian market which have evoked good response. Your Company has introduced these new Products in the selected segments of the market. Your Company proposes to gradually extend the market coverage of these Products in the days ahead. This has also

contributed a lot to capacity utilization during the year under review and will further help us to improve capacity utilization once we open all the Products on PAN India basis.

During the year under review, the Company's Joint Venture unit "ASTRAL TECHNOLOGIES LIMITED" in Kenya has also started production and your Company expects that it would contribute to the growth of revenue of your Company in the year 2011-12.

5. CREDIT RATING

During the year under review, the Company has been able to maintain the following Credit Ratings from CRISIL for its various Bank facilities.:

Sr. No.	Facility	Rating
1	Cash Credit Limit	A/Stable
2	Long Term Loan	A/Stable
3	Letter of Credit	P1
4	Bank Guarantee	P1

6. INVESTMENT IN JOINT VENTURE COMPANY IN KENYA

During the current year, the Company has further invested Rs.111.36 Lacs in Kenyan Joint Venture Company "ASTRAL TECHNOLOGIES LIMITED". Hence the Company's total investment in Kenyan JV is Rs.193.02 Lacs.

Since the Company has already started production during the current year, the revenue growth will be seen from current year onwards.

7. SUBSIDIARY COMPANIES

Astral Biochem Private Limited: During the year under review, there was no activity in the said Subsidiary Company.

Advanced Adhesives Limited: During the year under review, your Company has acquired 85% stake in the said Subsidiary which will start production of Solvent Cement used for joining the pipes and fittings.

At present the Solvent Cement is imported by your Company from IPS Corporation, a USA based Company. Advanced Adhesives Limited has entered into an agreement with IPS Corporation for manufacturing Solvent Cement in India. Machinery has already been installed and production is expected to commence in Q3.

8. CONSOLIDATED FINANCIAL STATEMENT

The Shareholders may refer to the statement under Section 212 of the Companies Act, 1956 and information on the financial statements of Subsidiary Companies appended to the above statement under Section 212 of the Companies Act, 1956 in this Annual Report, for further information on the Subsidiaries.

The Consolidated Financial Statements, in terms of Clause 32 of the Listing Agreement and in terms of Accounting Standard 21 issued by the Institute of Chartered Accountants of India (ICAI) also form part of this Annual Report.

9. MANAGEMENT DISCUSSION AND ANALYSIS STATEMENT

Management Discussion and Analysis Statement which is required under the Listing Agreement with the Stock Exchanges is given in Annexure – D to the Directors' Report.

10. CORPORATE GOVERNANCE

A separate Report on Corporate Governance, along with Auditors' Certificate relating thereto is given in Annexure – C to the Directors' Report.

11. INSURANCE

The Fixed Assets and Stocks of the Company are adequately insured.

12. DIRECTORS' RESPONSIBILITY STATEMENT

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

- (i) in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed ;

- (ii) the Directors have selected such Accounting Policies and have applied them consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the Provisions of the Act for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) The Annual Accounts have been prepared on a going concern basis.

13. DIRECTORS

Mr. Nimish G. Dalal and Mr. Kyle A. Thompson, the Directors of the Company are liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment. The requisite particulars in respect of Directors seeking reappointment are given in Corporate Governance Report which is given in Annexure C to the Directors' Report.

14. AUDITORS

M/s. Deloitte Haskins & Sells, the Statutory Auditors of the Company retire at the forthcoming Annual General Meeting and are eligible for re-appointment. The retiring Auditors have furnished a Certificate of their eligibility for re-appointment under Section 224(1B) of the Companies Act, 1956 and have indicated their willingness to continue.

15. PARTICULARS OF EMPLOYEES

The list of Employees covered under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is provided in Annexure- A to the Directors' Report.

16. DISCLOSURE WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars of Section 217(1)(e) with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo, pursuant to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are provided in the Annexure-B to the Report.

17. ACKNOWLEDGMENTS:

Your Company has maintained healthy, cordial and harmonious industrial relations at all levels. The enthusiasm and unstinted efforts of the employees have enabled your Company to remain at the forefront of the industry. The Directors place on record their sincere appreciation for significant contributions made by the employees through their dedication, hard work and commitment towards the success and growth of the Company. The Directors wish to thank Specialty Process LLC., U.S.A for the technical and financial support extended to the Company throughout the journey of the Company. The Management would like to express its deep appreciation for the support extended by Corporation Bank, Standard Chartered Bank, IDBI Bank and other agencies working with the Company.

For, Astral Poly Technik Limited

For, Astral Poly Technik Limited

Sandeep P. Engineer
Managing Director

Jagruti S. Engineer
Executive Director

Place: Ahmedabad
Date: May 20, 2011

Annexures to Directors' Report

ANNEXURE - A

Statement under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended and forming part of the Directors' Report for the year ended March 31, 2011.

Sr. No.	Name	Age	Qualification	Date of Commencement of Employment	Designation/ Nature of Duties	Experience in Years	Remuneration (Rs.)	Last Employment held with Designation
1	2	3	4	5	6	7	8	9
(A) Employed throughout the year and was in receipt of remuneration which in the aggregate was not less than Rs.60, 00,000/- p.a. ----- Nil -----								
(B) Employed for a part of the year and was in receipt of remuneration which in the aggregate was not less than Rs. 5,00,000/- p.m. ----- Nil -----								

ANNEXURE - B

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

Information as 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 is set out hereunder.

A. CONSERVATION OF ENERGY

(a) Energy Conservation Measure Taken :

Energy conservation continues to be the key focus area of your Company. The Company is making continuous effort for energy conservation. Effective measures have been taken to monitor consumption of energy during the process of manufacture.

(b) Additional investment and proposal for reduction of consumption of energy : NIL

(c) Impact of the above measures :

The impact of the measures taken has been positive.

(d) Total energy consumption and energy consumption per unit of production :

A.	Power & Fuel Consumption	31.3.2011	31.3.2010
1. (a)	Electricity		
	(i) Purchase (Unit)	1,61,67,706	1,24,88,077
	(ii) Total Amount (Rs.)	9,58,72,047	6,66,17,883
	(iii) Rate/ Unit (Rs.)	5.93	5.33
	(b) Own Generation		
	(i) Through Diesel Generation (kWh)- LDO (Liter)	1,12,000	94,400
	Total Amount (Rs.)	44,25,268	33,24,846
	Average Rate (Rs./Liter)	39.51	35.22
	(ii) Through Steam Turbine Generator Unit	Nil	Nil
	Unit per Ltr. of fuel		
	Oil/Gas cost per Unit		
2.	Coal and Lignite	Nil	Nil
	(i) Quantity (Tones)		
	(ii) Total cost (Rs.)		
	(iii) Average Rate (Rs./Tones)		
3.	Furnace Oil	Nil	Nil
	(i) Quantity (Liter.)		
	(ii) Total Cost (Rs.)		
	(iii) Average Rate (Rs./Liter.)		
4.	Other/Internal Generation	Nil	Nil

B.	Consumption Per Unit of Production	Standard	31.3.2011	31.3.2010
1.	Electricity (KWH) (Total production during the year was M.T. previous year)	There are many sizes of pipes and fittings hence it is difficult to measure and standardised	-	-
2.	Furnace Oil (Liter)	Nil	-	-
3.	Coal Lignite	Nil	-	-
4.	Other	Nil	-	-

B. RESERCH AND DEVLOPMENT AND TECHNOLOGY ABSORPTION

Research & Development (R & D):

1. Specific areas in which R & D was carried out by your Company.

Your Company lays considerable emphasis on quality maintenance and Product enhancement. The Company is continuously trying to develop more and more Products in its R & D Center. Last year your Company has spent Rs. 26.55 Lacs for its ultramodern R & D center at its Plant located at Santej-near Ahmedabad and the Company now is in a position to carry out a lot of R & D activities in-house.

Further yours is the only Company in India which has NSF approved Plant.

2. Benefits derived as a result of the above R & D.

Your Company's efforts in quality maintenance and Product enhancement have resulted in development of Products which provide better quality at a lower cost of production. Further, your Company will be

eligible for Export of these approved Products to the developed markets.

Your Company is, at present, working on a few new Products in its R & D division which will be launched over a period of time.

3. Future plan of action

Your Company will continue to exercise utmost care in maintaining the quality of its Products and will endeavor to upgrade the Products and their range.

4. Expenditure on R & D

Your Company is regularly incurring R & D expenses. During the year under review, your Company has spent Rs.49.74 Lacs on R & D expenses and the cost of equipment purchased for R & D is shown under the head of Plant & Machineries and Laboratory Equipment. The said expenditures are tabled below:

(Rs. in Lacs)

Expenditure on R & D	2010-11
(a) Capital Expenses	26.55
(b) Revenue Expenses	23.20
Total (a+b)	49.75
(c) Total R & D expenditure as a percentage of turnover	0.12%

Technology Absorption, Adaptation and Innovation:

Your Company is using the latest technology of Extrusion Machine imported from Theysohn Extrusionstechnik GmbH, Austria and Ferrometrik Milacron for Injection Moulding.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Total Foreign Exchange Used and Earned

(Rs. in Lacs)

Particulars	31.3.2011	31.3.2010
(a) Total Foreign Exchange Used	14,457.09	8,617.63
(b) Total Foreign Exchange Earned	656.76	544.40

For, Astral Poly Technik Limited

For, Astral Poly Technik Limited

Sandeep P. Engineer
Managing Director

Jagruti S. Engineer
Executive Director

Place: Ahmedabad
Date: May 20, 2011

ANNEXURE-C
REPORT ON CORPORATE GOVERNANCE

(Pursuant to Clause 49 of the Listing Agreements entered into with the Stock Exchanges)

I. CORPORATE GOVERNANCE PHILOSOPHY

Your Company believes in adopting the best corporate governance practices, based on the following principles in order to maintain transparency, accountability and ethics:

- Recognition of the respective roles and responsibilities of the management;
- Independent verification and assured integrity of financial reporting;
- Protection of Shareholders' right and priority for investor relations; and
- Timely and accurate disclosure on all material matters concerning operations and performance of your Company.

Keeping the above in mind, your Company is fully committed to conduct its affairs in a fair and transparent manner and to enhance Shareholders value while complying with the applicable Rules and Regulations. We are in compliance with all the requirements of the corporate governance code, enshrined in Clause 49 of the Listing Agreement.

2. BOARD OF DIRECTORS
Composition

The Board of your Company consists of 6(six) Directors as on March, 31, 2011, out of which 2(two) are Executive Directors and 4(four) are Non-executive Directors. The Chairman of the Board is Non-Executive Independent Director and 1/3 of the Board is independent. The Composition of the Board is in compliance with the requirements of Clause 49 of the Listing Agreement with the Stock Exchanges. All the Directors have certified to us that they are not members of more than 10(ten) Committees and do not act as Chairman of more than 5(five) Committees across all the Companies in which they are Directors.

The composition of the Board of Directors as on March 31, 2011 is as follows:

Name of the Director	Category	Total No. of Directorship	Total No. of Membership of the Committees of Board		Total No. of Chairmanship of the Committees of Board	
			Membership in Audit/Investor grievance Committee	Membership in other Committees	Chairmanship in Audit/Investor grievance Committee	Chairmanship in other Committees
Mr. K. R. Shenoy	Independent Chairman	1	2	-	2	-
Mr. Sandeep P. Engineer	Managing Director	4	2	-	-	-
Mrs. Jagruti S. Engineer	Executive Director	4	-	-	-	-
Mr. Nimish G. Dalal	Non Executive Director	1	-	-	-	-
Mr. Kyle A. Thompson	Non Executive Director	1	-	-	-	-
Mr. Pradip N. Desai	Independent Director	3	2	-	-	-

Notes:

1. While considering the total number of Directorships, Directorships in Private Companies and Section 25 Companies have also been included. Further memberships in various Committees include all Committees whether mandatory in terms of Listing Agreement or otherwise.

Details of Board Meetings held during the financial year 2010-11

During the Financial Year 2010-2011, the Board of Directors of your Company met 7 (Seven) times on 03/05/2010, 21/05/2010, 09/08/2010, 23/08/2010, 30/08/2010, 25/10/2010 and 21/01/2011.

Dates of Board Meetings and Attendance at the Board Meetings and the last Annual General Meeting
The Board of Directors met 7(Seven) times in the financial year 2010-11 and the Details of attendance of each Director at Board Meetings held in financial year 2010-11 and the last Annual General Meeting is as under:

Name of Director	Dates of Board Meetings and Attendance of each Director at Board Meeting								Attendance at the last AGM held on August 9, 2010
	03/05/2010	21/05/2010	09/08/2010	23/08/2010	30/08/2010	25/10/2010	21/01/2011	Total No. of Board Meetings Attended	
Mr. K. R. Shenoy	No	Yes	Yes	No	No	Yes	Yes	4	Yes
Mr. Sandeep P. Engineer	Yes	Yes	Yes	Yes	Yes	Yes	Yes	7	Yes
Mrs. Jagruti S. Engineer	No	No	Yes	No	Yes	Yes	Yes	4	Yes
Mr. Nimish G. Dalal	Yes	No	No	Yes	No	No	No	2	No
Mr. Kyle A. Thompson	Yes	No	No	Yes	No	No	No	2	No
Mr. Pradip N. Desai	No	Yes	Yes	No	Yes	Yes	Yes	5	Yes

Code of Conduct for Board & Senior Management Personnel

Your Company adopted a Code of Conduct for Board Members & Senior Management Personnel and the declaration from the Managing Director, stating that all the Directors and the Senior Management Personnel of the your Company have affirmed compliance with the Code of Conduct has been included in this Report. The Code has been posted on your Company's website www.astralcpvc.com.

Profile of Directors seeking appointment / re-appointment

(a) Mr. Nimish G. Dalal

Aged 40 years, holds a Ph.D in bio-molecular engineering from United States of America. He possesses rich experience in research and development of new Products in the emerging field of bio-molecular engineering. Presently, he is working as a research scientist in the United States of America, in the field of human medicines. He has been instrumental in developing commercial relations of the Company with Specialty Process LLC.

(b) Mr. Kyle A. Thompson

Aged 50 years, is an Associate in Electronics from United States of America. He was a Director in Thompson Plastics Inc., a CPVC manufacturing Company, situated at USA, promoted by his father Mr. Bernard Thompson.

3. COMMITTEES OF BOARD

(I) AUDIT COMMITTEE

Terms of Reference

The broad terms of reference of the Audit Committee include the following as has been mandated in Clause 49 of Listing Agreement and Section 292A of Companies Act, 1956:

- Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the Statutory Auditors and the fixation of audit fees.
- Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors.
- Appointment, removal and terms of remuneration of Internal Auditors.
- Reviewing, with the Management, the annual financial statements before submission to the Board for approval, with particular reference to:
 1. Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of Clause (2AA) of Section 217 of the Companies Act, 1956;
 2. Changes, if any, in Accounting Policies and practices and reasons for the same;
 3. Major accounting entries involving estimates based on the exercise of judgment by Management;

4. Significant adjustments made in the financial statements arising out of Audit findings;
 5. Compliance with Listing and other Legal requirements relating to the financial statements;
 6. Disclosure of any related party transactions;
 7. Qualifications in the draft Audit Report.
- Reviewing with the Management, the quarterly financial statements before submission to the Board for approval.
 - Monitoring the use of the proceeds of the initial public offering of the Company.
 - Reviewing, with the Management, performance of Statutory and Internal Auditors, and adequacy of the internal control systems.
 - Reviewing the adequacy of Internal Audit function, if any, including the structure of the Internal Audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of Internal Audit.
 - Discussions with Internal Auditors on any significant findings and follow up thereon.
 - Reviewing Internal Audit Reports in relation to internal control weaknesses.
 - Reviewing management letters / letters of internal weaknesses issued by the Statutory Auditors.
 - Reviewing the findings of any internal investigations by the Internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
 - Discussion with Statutory Auditors, before the Audit commences, about the nature and scope of Audit as well as Post-Audit discussion to ascertain any area of concern.
 - To look into the reasons for substantial defaults in the payment to the Depositors, Debenture Holders, Shareholders (in case of non-payment of declared dividends) and Creditors.

The Chief Financial Officer and the representatives of the Statutory Auditors and Internal Auditors were invited to attend the meetings of the Audit Committee from time to time.

Composition, meetings and attendance

The Audit Committee of your Company has been constituted as per the requirements of Clause 49 of Listing Agreement. The Chairman of the Audit Committee is an Independent Director and Two-thirds of the members of the Audit Committee are independent Directors. During the Financial Year 2010-2011, the Audit Committee met 4 (four) times on 21/05/2010, 09/08/2010, 25/10/2010 and 21/01/2011.

The composition of the Audit Committee as on March 31, 2011 and the attendance of the members in the meetings held during the Financial Year 2010-2011 are as follows:

Name of the Member	Designation	No. of meetings attended
Mr. K.R. Shenoy	Chairman	4
Mr. Sandeep P. Engineer	Member	4
Mr. Pradip N. Desai	Member	4

The Company Secretary of the Company acted as the Secretary to the Audit Committee.

(ii) INVESTORS' GRIEVANCE COMMITTEE

Terms of Reference

The broad terms of reference of the Investors' Grievance Committee are to supervise and ensure the following:

1. Efficient transfer of shares; including review of cases for refusal of transfer / transmission of Shares and Debentures;
2. Redressal of Shareholder and Investor complaints like transfer of shares, non-receipt of Balance Sheet, non-receipt of declared Dividends etc;
3. Issue of duplicate / split / consolidated Share Certificates;
4. Allotment of Shares;
5. Review of cases for refusal of transfer / transmission of Shares and Debentures;

6. Reference to Statutory and Regulatory authorities regarding Investor grievances; and
7. To otherwise ensure proper and timely attendance and redressal of Investor queries and grievances.

Composition, Meetings and Attendance

The Investors' Grievance Committee of your Company consists of 3 (three) Directors. The Chairman of the Investors' Grievance Committee is Non-Executive Independent Director. During the Financial year 2010-2011 Investors' Grievance Committee met 4 (four) times on 21/05/2010, 09/08/2010, 25/10/2010 and 21/01/2011.

The composition of the Investors' Grievance Committee as on March 31, 2011 and attendance of the members in the meetings held during the financial year 2010-2011 is as follows :

Name of the Member	Designation	No. of meetings attended
Mr. K. R. Shenoy	Chairman	4
Mr. Sandeep P. Engineer	Member	4
Mr. Pradip N. Desai	Member	4

Name and designation of Compliance Officer

Ms. Richa Jain, Company Secretary is the Compliance Officer of the Company.

Status of Investors' complaints

The status of Investors complaints as on March 31, 2011 is as follows :

Number of complaints as on April 01, 2010	NIL
Number of complaints received during the year ended on March 31, 2011	05
Number of complaints resolved up to March 31, 2011	05
Number of complaints pending as on March 31, 2011	NIL

The complaints received were mainly in the nature of non-receipt of Annual Report and non-receipt of Dividend Warrants. None of the complaints were pending for a period of more than one month.

There were no pending requests for transfer of Shares of the Company as on March 31, 2011.

4. GENERAL BODY MEETINGS

The details of last three Annual General Meetings of the Company are as follows :

Financial Year	Date Time Venue
2009-2010	August 9, 2010 at 11.00 a.m. at Karnavati Banquet Hall, Karnavati Club, S.G. Highway, Ahmedabad-380058.
2008-2009	July 27, 2009 at 11.00 a.m. at the Rajpath Banquet Hall, Rajpath Club, S.G. Highway, Ahmedabad-380059.
2007-2008	June 19, 2008 at 11.00 a.m. at the Rajpath Banquet Hall, Rajpath Club, S.G. Highway, Ahmedabad-380059.

Details of special resolutions passed in Previous Three AGMs.

Details of the Special Resolutions passed in last three Annual General Meetings are as follows :

Financial year	Particulars of Special Resolutions passed
2009-2010	NIL
2008-2009	Revisions in terms of appointment of the Managing Director.
2007-2008	NIL

The Company was not required to pass any Resolution by means of Postal ballot during the financial year 2010-2011.

No Special Resolution is proposed to be conducted through postal ballot at the ensuing Annual General Meeting the Company.

No Extra Ordinary General Meeting was held during the financial year 2010-2011.

5. DISCLOSURES

(a) Disclosure on materially significant related party transactions

There were some related party transactions during the financial year 2010-11 and the same do not have potential conflict with the interest of the Company at large. The details of related party transactions as per Accounting Standard – 18 are included in the notes to the accounts of Auditors Report.

(b) Details of non-compliance with regard to capital market

The Equity Shares of the Company got listed on the National Stock Exchange of India Limited (NSE) and Bombay Stock Exchange Limited (BSE) with effect from March 20, 2007. The Company has complied with all the requirements of Listing Agreement as well as the Regulations and Guidelines prescribed by the Securities and Exchange Board of India (SEBI). The Company has complied with Clause 38 of the Listing Agreement with respect to payment of Listing fees to the Exchanges and Annual Custodial Fees to the Depositories for the year 2011-12.

There were no penalties imposed nor strictures passed on the Company by the Stock Exchanges, SEBI or any other Statutory Authority on any matter related to Capital Markets during last year.

(c) Disclosure of Accounting treatment

There is no deviation in following the treatments prescribed in any Accounting Standard in preparation of financial statements for the year 2010-2011.

(d) Board disclosures – risk management

The Board members of the Company have been appraised about the risk assessment and minimization procedures intended to be adopted. The Audit Committee of the Board is also regularly informed about the business risks and the steps taken to mitigate the same. The implementation of the risk assessment and minimization procedures are under progress and the Board members are periodically informed of the status.

(e) Details of remuneration and pecuniary benefits to the Directors

(Rs. In Lacs)

Name of the Director	Salary	Perquisites	Sitting Fees	Others	Total
Mr. K.R. Shenoy	3.00	-	-	-	3.00
Mr. Sandeep P. Engineer	49.50	-	-	-	49.50
Mrs. Jagruti S. Engineer	9.00	-	-	-	9.00
Mr. Nimish G. Dalal	-	-	-	-	-
Mr. Kyle A. Thompson	-	-	-	-	-
Mr. Pradip N. Desai	-	-	-	-	-
Total	61.50	-	-	-	61.50

Notes:

- There are no pecuniary relationships or transactions of the Non-Executive Directors Vis-à-Vis Company as mentioned above.
- Mr. Sandeep P. Engineer was appointed as Managing Director on revised terms w.e.f. February 1, 2009 at the Board Meeting of the Company held on January 28, 2009 for a period of three years and the same was confirmed by the members at the Annual General Meeting held on July 27, 2009.
- Mrs. Jagruti S. Engineer was appointed as Executive Director w.e.f. September 1, 2006 for five years

at the Annual General Meeting of the Company held on August 10, 2006. As her terms ends on August 30, 2011, the members of Remuneration Committee and the Board of Directors of the Company at their meeting held on May 20, 2011 have considered and approved termination of the current tenure and reappointment of Mrs. Jagruti S. Engineer as the Executive Director on revised terms and conditions w.e.f. May 1, 2011.

4. The shareholding of Directors as on March 31, 2011 is as under:

Details of Shareholding of Directors

Sr. No.	Name of Director	Shareholding	%
1	Mr. K.R. Shenoy	Nil	Nil
2	Mr. Sandeep P. Engineer	34,75,448	15.46
3	Mrs. Jagruti S. Engineer	18,28,682	8.14
4	Mr. Nimish G. Dalal	12,58,834	5.60
5	Mr. Kyle A. Thompson	Nil	Nil
6	Mr. Pradip N. Desai	77,142	0.34

- (f) Certification from CEO and CFO

The requisite certification from the Managing Director and Chief Financial Officer required to be given under Clause 49(V) has been placed before the Board of Directors of the Company and is being reproduced hereunder for your reference.

CEO and CFO Certification

The Board of Directors
Astral Poly Technik Limited

We, Mr. Sandeep P. Engineer, Managing Director and Mr. Hiranand A. Savlani, Chief Financial Officer of the Company, hereby certify that :

- (a) We have reviewed the Financial Statement and the Cash Flow Statement for the year 2010-2011 and that to the best of our 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.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of Company's Code of Conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee :
 - (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 we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For, Astral Poly Technik Limited

Sandeep P. Engineer
Managing Director

Place : Ahmedabad
Date : May 20, 2011

For, Astral Poly Technik Limited

Hiranand A. Savlani
Chief Financial Officer

Place : Ahmedabad
Date : May 20, 2011

- g) Details of compliance with mandatory requirements and adoption of non-mandatory requirements of Clause 49 of the Listing Agreement
The Company has complied with all the mandatory requirements as mandated under Clause 49 of Listing Agreement. A Certificate from the Statutory Auditors of the Company to this effect has been included in this Report.

- (h) Whistle Blower Policy
The Company does not have a Whistle Blower Policy.

6. MEANS OF COMMUNICATION TO SHAREHOLDERS

- (a) Quarterly / Annual Results
The Quarterly / Annual Results and Notices as required under Clause 41 of the Listing Agreement are normally published in the Leading Daily News Paper in English and Local Language, i.e. Gujarati editions.
- (b) Posting of information on the website of the Company
The Quarterly / Annual Results of the Company, Shareholding pattern, Code of Conduct for Board and Senior Management and the official news releases are posted on the website www.astralcpvc.com.

7. MANAGEMENT DISCUSSION & ANALYSIS REPORT

The Management Discussion & Analysis Report is provided as Annexure – D to the Director's Report.

8. GENERAL SHAREHOLDERS' INFORMATION

(a) Annual General Meeting (Proposed): Fifteenth Annual General Meeting :

Day and date	Thursday, August 4, 2011
Time	11.00 a.m.
Venue	The Rajpath Banquet Hall, Rajpath Club, S.G. Highway, Ahmedabad-380 059

(b) Financial Year 2011-2012 :

Financial year	April 1 to March 31
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(c) Board meetings for approval of quarterly Results (tentative schedule) :

Quarter	Tentative Date of Announcement of Board Meeting [F.Y. : 2011-2012]
Ist Quarter Results	August 14, 2011
IInd Quarter Results	November 14, 2011
IIIrd Quarter Results	February 14, 2012
IVth Quarter Results	May 15, 2012

Annual Results for financial year ended

March 31, 2012 : Within 6 months of the close of financial year.

Annual General Meeting for the year 2011-12 : In accordance with Section 166 of
Companies Act, 1956.

(d) Book Closure Date :

The Share Transfer book and Register of Members will remain closed from July 25, 2011 to August 4, 2011 (Both days inclusive).

(e) Dividend Payment date :

The Dividend for the year ended March 31, 2011 will be paid to the members whose names will appear on the Register of Members of the Company at the end of Business Hours on August 4, 2011.

(f) Listing on Stock Exchanges :

The Equity Shares of the Company are listed on the following Stock Exchanges in India since March 20, 2007:

1.	The Bombay Stock Exchange Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400 001.
2.	National Stock Exchange of India Limited (NSE) "Exchange Plaza", Bandra Kurla Complex, Bandra (E), Mumbai - 400 051.

The Company has paid Annual Listing fees to the above Stock Exchanges for the Current financial year 2011-2012.

(g) Stock code :

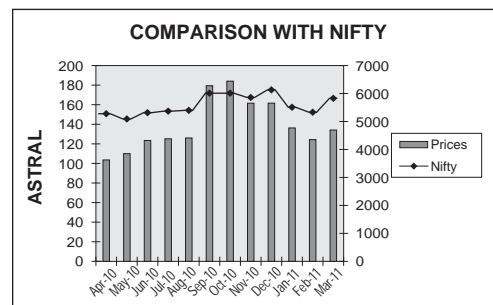
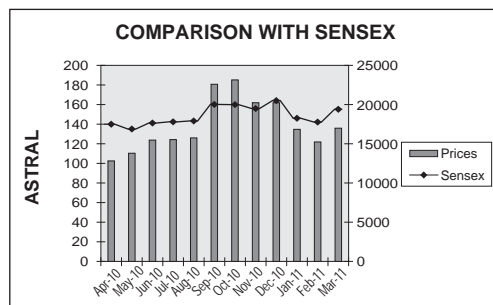
The Bombay Stock Exchange Limited (BSE)	532830
The National Stock Exchange of India Limited (NSE)	ASTRAL
International Security Identification Number (ISIN) for Equity Shares held in Demat form with NSDL and CDSL	INE006I01020

(h) Stock Market data :

(In Rs.)

MONTH	BSE		NSE	
	High	Low	High	Low
April, 2010	109.95	96.50	109.48	96.50
May, 2010	117.00	95.03	116.65	95.05
June, 2010	131.95	102.50	131.50	103.78
July, 2010	137.00	120.08	137.00	119.53
August, 2010	135.50	120.15	137.50	117.55
September, 2010	189.90	126.30	195.00	123.50
October, 2010	192.00	168.00	194.00	167.05
November, 2010	194.00	154.10	194.90	150.90
December, 2010	168.95	142.00	168.95	139.50
January, 2011	164.70	133.00	162.00	131.60
February, 2011	141.00	116.60	141.50	115.25
March, 2011	147.00	118.00	138.90	118.00

Note : w.e.f. September 17, 2010 Company share has been split from Rs. 10/- paid up to Rs. 5/- paid up.



(i) Registrar and Share Transfer Agents :

All the work relating to the Share registry for Shares held in Physical form as well as Shares held in Electronic Form (Demat) are being done at one single point at Bigshare Services Private Limited. The detailed address is as under :

BIGSHARE SERVICES PRIVATE LIMITED

E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai – 400072,

Tel: 022-28470652 Fax No. 022-28475207. E-mail : ipo@bigshareonline.com

Website: www.bigshareonline.com Contact person: Mr. N.V.K. Mohan

(j) Share Transfer System :

The Shares of Company are compulsorily traded in dematerialized form. Shares received in Physical Form are transferred within a period of 30 days from the date of lodgment subject to documents being valid and complete in all respects. The request for dematerialization of Shares are also processed by the R&T agent within stipulated period and uploaded with the concerned Depositories. In terms of Clause 47(c) of the Listing Agreement, Company Secretary in Practice examines the records and processes of Share transfers and issue half yearly Certificates which is being sent to the Stock Exchanges.

(k) Distribution of Shareholding :

The distribution of Shareholding of the Company as on March 31, 2011 is as follows:

No. of Equity Shares Held	No. of Shareholders	% of Total Shareholders	No. of Shares	% of Total Capital
Upto 5000	6,155	96.29	26,45,597	11.78
5000-10000	124	1.94	8,80,356	3.92
10001-20000	60	0.94	8,59,129	3.82
20001-30000	18	0.28	4,63,089	2.06
30001-40000	3	0.05	1,20,000	0.53
40001-50000	4	0.06	1,82,850	0.81
50001-100000	10	0.16	7,50,389	3.34
100001- and above	18	0.28	1,65,74,702	73.74
Total	6,392	100.00	2,24,76,112	100.00

(l) Shareholding Pattern :

The Shareholding Pattern of the Company as on March 31, 2011 is as follows :

Category	No of Shares	% of Total Capital
Promoters (including persons acting in concert)	1,43,43,232	63.82
Foreign Institutional Investors	2,44,974	1.09
Non-resident Indians/Overseas Corporate Bodies	11,40,289	5.07
Mutual Funds, Financial Institutions and Banks	NIL	NIL
Private Corporate Bodies	14,28,397	6.36
Resident Indians	53,19,220	23.66
Total	2,24,76,112	100.00

(m) Shares in Suspense Account :

As per Clause 5A of the listing agreement total 100 shares are lying in the Escrow Account in the name of BIGSHARE SERVICES PVT LTD - ESCROW ACCOUNT-ASTRAL POLYTEKNIK LTD - IPO with IDBI Bank having DP ID IN300450 13481768 and voting rights on these Shares shall remain frozen till the rightful owner of such Shares claims the Shares.

(n) Dematerialization of Shares and liquidity :

As on March 31, 2011, 72.98% of the total Equity Shares are held in dematerialized form with National Securities Depository Ltd [NSDL] and Central Depository Services Limited [CDSL]. The details of which are as under :

Sr. No.	Mode of Holding	No. of Shares	% of Total Capital
1.	NSDL	1,39,49,897	62.07
2.	CDSL	24,51,847	10.91
3.	Physical	60,74,368	27.02
	TOTAL	2,24,76,112	100.00

(o) GDRs/ADRs/Warrants or Convertible Instruments outstanding as on the date of this Report : Nil

(p) Plant Location :

Gujarat Unit	Himachal Pradesh Unit
Plot No. 1253 & 1264, Village: Santej, Taluka: Kalol, Dist: Gandhinagar, Gujarat, India.	Khasra No. #67-72, Village: Bated, P.O. Barotiwala, Dist: Solan, Tehsil: kasauli, Himachal Pradesh.

(q) Address for correspondence :

Shareholders' correspondence should be addressed to the Company's Registrar & Share Transfer Agent at the address mentioned above.

Shareholders' may also contact Company Secretary at the Registered Office of the Company for any assistance.

Registered Office

901, Parshwa Towers, Opp. Rajpath Club,

Sarkhej - Gandhinagar Highway,

Ahmedabad - 380 054, Gujarat, India.

Tel. No. : (079) 30112100, Fax No. : (079) 26872214

Email : info@astralcpvc.com website : www.astralcpvc.com

For, Astral Poly Technik Limited

For, Astral Poly Technik Limited

Sandeep P. Engineer
Managing Director

Jagruti S. Engineer
Executive Director

Place: Ahmedabad

Date: May 20, 2011

DECLARATION

The Members,
Astral Poly Technik Limited

I, Sandeep P. Engineer, Managing Director of Astral Poly Technik Limited hereby declare that, as of March 31, 2011, all the Board Members and Senior Management have affirmed compliance with the Code of Conduct laid down by the Company.

For, Astral Poly Technik Limited

Place : Ahmedabad

Date: May 20, 2011

Sandeep P. Engineer
Managing Director

ANNEXURE - D**MANAGEMENT DISCUSSION AND ANALYSIS STATEMENTS****Industry Structure and Developments :**

As per the Global Construction 2020 Report prepared by Global Construction Perspectives & Oxford Economics and sponsored by PWC, US \$ 97.7 Trillion would be spent on construction globally in the next ten years. The Report further says that current spending of \$ 7.2 Trillion would grow by 67% to 12 Trillion by 2020. But the interesting part is that in the increase of \$ 4.8 Trillion, half the amount will be spent by three countries – China, India & USA.

Some of the highlights of study on "India's Urban Awakening: Building Inclusive Cities, Sustaining Economic Growth" by McKinsey Global Institute are:

- India's GDP will have multiplied five times by 2030.
- From 22 million households in 2010 there will be 91 million urban households in 2030.
- From 42 cities today, India will have 68 cities with population of more than one million people. Europe has 35 today.
- India will need capital investment to the tune of \$ 1.2 Trillion to meet the projected demand in Indian cities.
- Anything between 700 and 900 million sq m of commercial and residential space (This figure is equivalent to entire Chicago) will be required to be built, every year.
- 7400 Kilometers of metros and subways will be needed to be constructed. Again, 20 times the capacity added in the past decade.

These figures are mind boggling and one can sense the future of the Indian Economy in general and the Indian Construction Industry, in particular.

The Real Estate and Commercial Construction sector will have unlimited opportunity for growth- thanks to demand – supply gap in housing, favourable demographics, rising affordable level and availability of easy finance and ever increasing consumerism. All these points will certainly work as key drivers of growth in Housing sector while the buoyancy in the Commercial Construction sector can be attributed to constant rise of organised Retail, Mushrooming Malls, Multiplexes, Hotel, Restaurants and Hospitals.

As a thumb rule, the component of plumbing varies from 5 % to 10% of building construction cost. Looking at the demand for high end plumbing Products, a mean figure of 7.5% would come close to reality. In that case, if one calculates 7.5% of total construction which is expected to take place in coming few years, the market of plumbing Products is also bound to grow with this construction boom in India.

In a nutshell, one can certainly conclude that India is all set to go with fast paced growth trajectory in construction sector either it be Housing, Hotel, Commercial Construction, Malls, Multiplexes or Hospitals, which will automatically create a constant and growing demand for plumbing Products such as CPVC, PVC, Bendable and other Products range with which the Company is concerned.

Not only the new construction which will create a lot of demand for plumbing pipes but also the replacement demand is growing with good pace. Metallic pipes will become a thing of the past over a period of time and polymer will dominate most of the market because of plenty of advantages of the polymer Products compared to the metal Products. Within polymer, CPVC carries its own advantage over the other polymer Products.

Opportunities and Threats :

Your Company believes in the growth story of India. That is why your Company always creates the capacity first and then thinks of the market. Plenty of opportunities are available in this country; one has only to grab it. Astral believes in growth and that's the reason we find opportunity in every product we put in the market.

Your Company introduced SWR pipes a couple of years ago which has been very well accepted by the market. Your Company is always short of capacity as the demand is growing faster than our planned capacity. Similar is the case with other Products. Your Company is increasing capacity every year but at end of the day we land up in a situation where the enhanced capacity is fully utilized which clearly shows that enormous opportunity is available in this industry – one has to only work hard to capture those opportunities.

During the current year, your Company has increased the capacity from 30,867 M.T. to 48,432 M.T. in last quarter. Your Company utilized 9,961 M.T. in the last quarter itself. This shows that the ASTRAL Products are widely accepted in the market. Astral always looks for opportunities for developing and launching new Products every year. Last year the Company launched Man holes and during the current year the Company has launched Column Pipes for borewell application.

As indicated above, India is having huge shortages of housing and Government is supporting in big way the affordable housing schemes. Emphasis on infrastructure spending and the growth in commercial construction malls and SEZ through out the country offer great opportunity for the Company. With the increase in the

awareness of quality and advantages of CPVC Products within the country and overseas, there is also a rise in the replacement demand for the product. In many old constructions, metallic pipes are getting replaced with the CPVC, because of corrosion, scaling and rusting of the old metallic pipes.

Your Company strongly believes in the creation of "Strong Branding" as it believes that only the brand can carry the organization to greater heights. Your Company therefore invests on brand creation. During the last year your Company carried out a brand building campaign called "ASTRAL BADLE BAHAV JINDAGI KA" in consultation with MUDRA COMMUNICATION. The main objective of the campaign was to reach out to dealers and plumbers and create awareness and credibility among the major Stakeholders. Astral will continue to spend on Print Media, Exhibitions & other form of branding for enhancing its brand image across the country.

The increasing imports/ local production of CPVC/PVC raw material, a derivative of crude and the fluctuations in the exchange rate of foreign currency could affect the profitability of the Company. Volatility in crude prices will also affect the raw material cost of PVC/CPVC resin. However, so far your Company has been able to manage the exchange risk and price fluctuation risk in a balanced way.

Outlook :

As per the Economic Outlook 2011 brought out by Govt. of India the country is expected to have the GDP growth of 8.5% in 2010-11 and 9% in 2011-12. The target for investment in the Construction/Housing sectors in the Eleventh Five Year Plan (2007-12) is placed at \$ 500 billion which is 2.3 times higher than that under the previous Plan. The Plan document also envisages that during the Eleventh Five Year Plan, there will be a need to build 26.53 million houses to meet the demand supply gap.

Judged against the above background, your Company which manufactures world class CPVC Products at its NSF approved plants has immense opportunities for accelerated growth. Your Company always endeavors to achieve a rate of growth which is superior to that of its competitors and the market in general.

Your Company has a bouquet of Products which are not restricted to only few applications so much so that it is in a position to provide the complete solution to any construction scheme. Your Company's product range covers under ground, Above Ground, Hot Water, Cold Water, Waste Water, Solar Water, Sewage Water, Rain Water etc. In short, for all applications of water, Astral has a product available. Once the fire application is introduced your Company will be the first Company in the country to provide all solutions from one source.

Today most of the quality builders of the country are associated with your Company's Products. To name a few, Hiranandani, Kalpaturu, Lodha, Bhumi Raj, Shobha Developers, Prestige Group, DLF Limited, Unitech Ltd., Satva Group etc.

Your Company believes in increasing the efficiency in operations and bringing innovation in new Products in the market thereby building sustainable competitiveness and edge over others. The main thrust of the Company is on product innovation and diversification. Besides it, your Company also tries to reduce cost of production to make its Products more competitive without sacrificing the quality of the product. As a part of cost reduction efforts, your Company is continuously increasing the production of value added Products at its Himachal Pradesh Unit which is enjoying the benefits of Excise Duty, Concessional Power, and Income Tax.

International alliance with various Companies always helps your Company to bring new and innovative Products to India at competitive price. Recently your Company has entered into an agreement with IPS Corporation of USA for manufacturing Solvent Cement in India. Your Company has already put up a facility for manufacturing the Solvent Cement by its Subsidiary Company "Advanced Adhesives Ltd". The unit is expected to commence commercial production by the end of the third quarter of the current year.

Distribution Network is very important in our Industry. Your Company is continuously focusing on it and is slowly and gradually increasing the same. As a part of this effort, during the current year, your Company has launched "Fly Drive & Shop" scheme for its dealers and is trying to reward each and every dealer participating in this scheme. Your Company believes that the scheme will help it to cement a close relationship with its dealers who are continuously supporting the Company's growth story. It will also encourage the new dealers to join the scheme.

To cope up with the upcoming demand in the plumbing segment as discussed above, your Company is planning to further increase the manufacturing capacity from 48,000 M.T. to 70,000 M.T. The new capacity will come at the Company's new factory premises at Dholka – 40 km. away from Ahmedabad. Your Company expects that this additional capacity would be ready by October 2011 to March 2012 in phased manner. The construction work at Dholka is going on in full swing. Apart from, this your Company has already completed the construction of its new warehousing facility at Ahmedabad.

Your Company is happy to inform you that the construction of its New Corporate House has been completed and the Company will be shifting its offices to the new building in the Month of July -2011.

Our joint venture company at Kenya has already started production recently and will slowly pickup the sales in East Africa and in turn Astral India will also increase its sales of fittings in coming days. This will add to our present export revenues from the neighboring countries. Your Company has appointed a new head for its export division which is expected to give further fillip to your Company's efforts to increase its export revenues.

Similarly, during the current year, your Company has introduced a new Product Viz. "Column Pipe" for borewell application. Your Company expects reasonable revenue from this Product in the coming years. Similarly, the sales of Manholes, which the Company launched last year, is slowly and gradually getting acceptance in the market and will contribute a reasonable revenue in the coming years.

Risk and Concerns :

Foreign Exchange Risk

Being significantly dependent on imports & loans in foreign currency, the Company is exposed to the risk of fluctuation in exchange rate of foreign currency. Appropriate decisions are being taken for hedging the exposure from time to time based on the market scenario.

Raw Material Prices

Since significant part of the raw material is imported, any increase in the import price or fluctuation in currency may affect the margins of your Company. Further, the price of raw material is to some extent, linked to International crude price, which may affect the price of raw material. But your Company has been successfully managing this risk for the past several years. Whenever the revision in raw material prices is on the higher side, it is passed on to the customers.

Internal Control and their adequacy :

Your Company has an adequate Internal Control System and Procedures commensurate with the size of the Company and its nature of business. The independent Internal Auditors continuously review the adequacy and effectiveness of the internal control systems on the on – going operation of the Company, which provides reasonable assurance of adequacy and effectiveness, control, governance and risk management procedure to Audit Committee. The recommendations of Internal Auditors and the Audit Committee are followed up effectively for implementation.

Financial Performance :

An overview of the financial performance is given in the Directors' Report. The Audit Committee constituted by the Board of Directors periodically reviews the financial performance and reporting systems.

Human Resources :

Your Company continues to maintain constructive relationship with its employees with a positive environment so as to improve efficiency. The industrial relations at plant were cordial. Your Company places great value on the commitment, competence and vigour shown by its employees in all aspects of business. Your Company confirms its commitment to take initiative to further align its HR policies in order to meet the growing needs of the business.

Your Company has employee focus in the sense that it provides fulfillment, stretch and opportunity for development of its employees at all levels. It is because of the considerable skill and motivation of the employees, that your Company is able to deliver performance satisfaction. Your Board would like to express its sincere appreciation and gratitude to all employees on behalf of the Stakeholders of your Company, who benefit from their hard work.

Cautionary Statement :

Some of the statements in this Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable Laws and Regulations.

Actual results might differ substantially from those expressed or implied. Important developments that could affect the Company's operations include changes in economic conditions affecting demand supply and price conditions in the domestic and overseas markets in which the Company operates, change in the Government regulations, Tax Laws and other Statues or other incidental factors.

The Company assumes no responsibility in respect of forward looking statements which may be amended or modified in future.

On behalf of the Board of Directors

Auditors' Certificate on Corporate Governance

To

The Members,

Astral Poly Technik Limited

We have examined the compliance of the conditions of Corporate Governance by Astral Poly Technik Limited for the year ended on March 31, 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges in India.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

We 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, Deloitte Haskins and Sells
Chartered Accountants
(Registration No. 117365W)

Place : Ahmedabad
Date : May 20, 2011

(Gaurav J. Shah)
Partner
(Membership No. 35701)

Auditors' Report

To
The Members,
Astral Poly Technik Limited

1. We have audited the attached Balance Sheet of ASTRAL POLY TECHNIK LIMITED ("the Company") as at 31st March, 2011, the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date, both annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (CARO) issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report as follows:
 - (a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956;
 - (e) in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the Balance Sheet, of the state of the affairs of the Company as at 31st March, 2011;
 - (ii) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
 - (iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.
5. On the basis of the written representations received from the Directors as on 31st March, 2011 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of Section 274(1)(g) of the Companies Act, 1956.

For, Deloitte Haskins and Sells
Chartered Accountants
(Registration No. 117365W)

Place : Ahmedabad
Date : May 20, 2011

(Gaurav J. Shah)
Partner
(Membership No. 35701)

Annexure to the Auditors' Report

(Referred to in paragraph 3 of our report of even date)

- (i) Having regard to the nature of the Company's business/activities/result, clauses (xii), (xiii) and (xiv) of CARO are not applicable.
- (ii) In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.
 - (b) The fixed assets were physically verified during the year by the management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The fixed assets disposed off during the year, in our opinion, do not constitute a substantial part of the fixed assets of the Company and such disposal has, in our opinion, not affected the going concern status of the Company.
- (iii) In respect of its inventory:
 - (a) As explained to us, the inventories were physically verified during the year by the management at reasonable intervals.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
- (iv) In respect of loans, secured or unsecured, granted by the Company to companies, firms or other parties covered in the Register under Section 301 of the Companies Act, 1956, according to the information and explanations given to us:
 - (a) The Company has granted loans to three such parties during the year. At the year-end, the outstanding balances of such loans to four parties aggregated Rs. 933.18 lacs and the maximum amount involved during the year was Rs. 1,087.60 lacs.
 - (b) The rate of interest, if any, and other terms and conditions of such loans are, in our opinion, prima facie not prejudicial to the interests of the Company.
 - (c) The receipts of principal amounts and interest have been as per stipulations.
 - (d) There are no overdue amounts during the year and hence the question of taking reasonable steps for recovery of principal amount and interest does not arise.
 - (e) The Company has not taken any loans, secured or unsecured from any such companies, firms or other parties.
- (v) 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 purchases of inventory and fixed assets and the sale of goods and services. During the course of our audit, we have not observed any major weakness in such internal control system.
- (vi) In respect of contracts or arrangements entered in the Register maintained in pursuance of Section 301 of the Companies Act, 1956, to the best of our knowledge and belief and according to the information and explanations given to us:
 - (a) The particulars of contracts or arrangements referred to in Section 301 that needed to be entered in the Register maintained under the said Section have been so entered.
 - (b) Where each of such transaction is in excess of Rs.5 lakhs in respect of any party, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at

the relevant time.

- (vii) According to the information and explanations given to us, the Company has not accepted any deposit from the public.
- (viii) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (ix) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the Products of the Company.
- (x) According to the information and explanations given to us, in respect of statutory dues:
- The Company has generally been regular in depositing undisputed dues, including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
 - There were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other material statutory dues in arrears as at 31st March, 2011 for a period of more than six months from the date they became payable.
 - Details of dues of Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31st March, 2011 on account of dispute is given below:

Statute	Nature of Dues	Forum where matter is pending	Period to which the matter pertains	Amount involved (Rs. in lacs)
Income Tax Act	Income Tax	Commissioner of Income Tax (Appeals), Ahmedabad.	2007-08	47.79

- (xi) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the financial year under report and the immediate preceding financial year.
- (xii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks and financial institutions.
- (xiii) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xiv) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- (xv) In our opinion and according to the information and explanations given to us and on an overall examination of the Balance Sheet, we report that funds raised on short-term basis have not been used during the year for long- term investment.
- (xvi) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
- (xvii) The Company did not have any outstanding debentures during the year.
- (xviii) The Company has not raised any money by way of public issues during the year.
- (xix) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company has been noticed or reported during the year.

For, Deloitte Haskins and Sells
Chartered Accountants
(Registration No. 117365W)

Place : Ahmedabad
Date : May 20, 2011

(Gaurav J. Shah)
Partner
(Membership No. 35701)

Balance Sheet As At 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	As At 31.03.2011	As At 31.03.2010
SOURCES OF FUNDS :			
SHARE HOLDERS' FUNDS			
Share Capital	1	1,123.81	1,123.81
Reserves & Surplus	2	13,754.94	10,689.92
		14,878.75	11,813.73
LOAN FUNDS			
Secured Loans	3	4,072.47	4,040.06
DEFERRED TAX LIABILITY (NET) (Refer Note : 18)		169.00	169.00
Total		19,120.22	16,022.79
APPLICATION OF FUNDS :			
FIXED ASSETS			
Gross Block	4	13,798.70	11,121.16
Less : Depreciation		3,397.76	2,337.35
Net Block		10,400.94	8,783.81
Capital Work-in-Progress		1,270.60	615.54
		11,671.54	9,399.35
INVESTMENTS	5	9.52	5.27
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	6	8,618.49	6,972.67
Sundry Debtors	7	8,631.05	6,743.11
Cash and Bank Balances	8	1,015.12	377.76
Loans and Advances	9	3,466.74	2,588.02
		21,731.40	16,681.56
LESS : CURRENT LIABILITIES & PROVISIONS			
Current Liabilities	10	14,039.76	9,831.89
Provisions	11	252.48	231.50
		14,292.24	10,063.39
NET CURRENT ASSETS		7,439.16	6,618.17
Total		19,120.22	16,022.79
Significant Accounting Policies & Notes on Accounts	17		

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701
Place : Ahmedabad
Date : May 20, 2011

(Richa P. Jain)
Company Secretary
Place : Ahmedabad
Date : May 20, 2011

Profit & Loss Account For The Year Ended On 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	2010-11	2009-10
I N C O M E			
Gross Sales	12	43,676.34	30,452.36
Less : Excise duty		2,593.87	1,433.56
Net Sales		41,082.47	29,018.80
Other Income	13	421.32	522.81
Total		41,503.79	29,541.61
E X P E N D I T U R E			
Materials	14	29,429.17	19,982.50
Operating and Other Expenses	15	6,323.82	4,841.69
Interest and Finance Charges	16	459.17	484.21
Depreciation		1,071.92	860.43
Total		37,284.08	26,168.83
PROFIT FOR THE YEAR BEFORE TAX		4,219.71	3,372.78
Provision For Tax			
Current Tax		794.97	557.06
Wealth Tax		0.24	0.28
Short provision of income tax in earlier years		65.17	12.64
PROFIT AFTER TAX		3,359.33	2,802.80
Balance of Profit Brought Forward		6,418.05	4,097.78
AMOUNT AVAILABLE FOR APPROPRIATIONS		9,777.38	6,900.58
APPROPRIATIONS			
General Reserve		350.00	220.00
Dividend			
- Interim		112.38	112.38
- Proposed Final Dividend		140.48	112.38
Corporate Dividend Tax		41.45	37.77
BALANCE CARRIED TO THE BALANCE SHEET		9,133.07	6,418.05
Earnings Per Share (In Rs.) - Basic & Diluted (Face Value of Rs. 5/- each) (Refer Note : 10)		14.95	12.47
Significant Accounting Policies & Notes on Accounts	17		

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director(Gaurav J. Shah)
Partner
Membership No.: 35701
Place : Ahmedabad
Date : May 20, 2011(Richa P. Jain)
Company Secretary
Place : Ahmedabad
Date : May 20, 2011

Cash flow statement for the year ended on 31st March, 2011

(Rs. In Lacs)

Sr. No.	Particulars	2010-11	2009-10
A	Cash flow from Operating Activities		
	Net Profit before tax and Extraordinary items	4,219.71	3,372.78
	Adjustments for :		
	Depreciation	1,071.92	860.43
	Interest charges paid	459.17	484.21
	Provision for Doubtful debts	39.00	34.00
	Unrealised foreign exchange	(223.67)	(338.23)
	Loss/(Profit) on sale of fixed assets	7.19	4.33
	Preliminary Expenses written off	-	0.05
	Prior Year Adjustments (Net)	(270.00)	(94.55)
	Dividend Income	(3.29)	(0.01)
	Interest Received	(29.16)	(34.92)
	Operating profit before Working Capital Changes	5,270.87	4,288.09
	Adjustments for :		
	(Increase)/Decrease in Inventory	(1,645.82)	(2,018.89)
	Increase in Trade & Other Receivables	(2,829.20)	(3,280.61)
	Increase/(Decrease) in Trade Payables	4,712.46	4,085.14
	Cash generated from Operations	5,508.31	3,073.73
	Direct Taxes Paid	(871.62)	(521.29)
	Net Cash from Operating Activities	4,636.69	2,552.44
B	Cash flow from Investing Activities		
	Purchase of Fixed Assets	(2,721.98)	(1,771.21)
	Proceeds from the sales of fixed assets	25.76	7.08
	Capital work-in-progress	(655.06)	(14.39)
	Increase/(Decrease) in Loans & Advances	22.90	(75.54)
	Interest received	29.16	34.92
	Dividend Income	3.29	0.01
	Increase in Investment in subsidiary and joint venture	(4.25)	(0.04)
	Net Cash used in Investing Activities	(3,300.18)	(1,819.17)
C	Cash flow from Financing Activities		
	Dividend paid	(262.10)	(262.96)
	Interest	(459.17)	(484.21)
	Net proceeds from Borrowing	22.18	172.25
	Net Cash flow from Financing Activities	(699.09)	(574.92)
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	637.41	158.35
	Cash and Cash Equivalents at the beginning of the year	377.76	219.42
	Effect of Foreign Exchange rate changes	(0.06)	(0.01)
	Cash and Cash Equivalents at the end of the year	1,015.12	377.76

Notes: 1. Cash and Cash Equivalents represent Cash and Bank Balances. (refer schedule 8)

2. Fixed Deposits of Rs. 0.48 Lacs (Previous Year : Rs. 10.06 Lacs) are pledged with a bank towards letters of Credit/Bank Guarantees.

3. Cash and Cash Equivalents include Rs. 1.28 Lacs (Previous Year : Rs. 0.62 Lacs) of unpaid dividend not available for use by the Company.

4. The previous year's figures have been regrouped wherever necessary.

5. The cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on cash flow statements issued by the Institute of Chartered Accountants Of India.

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701

(Richa P. Jain)
Company Secretary

Place : Ahmedabad
Date : May 20, 2011

Place : Ahmedabad
Date : May 20, 2011

Schedules to the Financial Statements

Particulars	(Rs. In Lacs)	
	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 1 : SHARE CAPITAL		
AUTHORISED		
3,00,00,000 Equity Shares of Rs. 5/- each (Previous year 1,50,00,000 Equity Shares of Rs. 10/- each)	1,500.00	1,500.00
	1,500.00	1,500.00
ISSUED, SUBSCRIBED AND PAID UP		
2,24,76,112 Equity Shares of Rs. 5/- each fully paid up (Previous Year 1,12,38,056 Equity Shares of Rs. 10/- each fully paid up) Note : Of the above issued, subscribed and paid up 84,32,708 Equity Shares (Previous Year 42,16,354 Equity Shares) were allotted as fully paid-up bonus shares by capitalisation of surplus in the Profit and Loss Account	1,123.81	1,123.81
Total	1,123.81	1,123.81
SCHEDULE - 2 : RESERVES & SURPLUS		
GENERAL RESERVE		
Balance as per last Balance Sheet	220.00	-
Add : Transferred from Profit and Loss Account	350.00	220.00
	570.00	220.00
CAPITAL RESERVE		
Balance as per last Balance Sheet	40.00	40.00
REVALUATION RESERVE		
Balance as per last Balance Sheet	121.14	121.14
SECURITIES PREMIUM ACCOUNT		
Balance as per last Balance Sheet	3,890.73	3,890.73
PROFIT & LOSS ACCOUNT		
	9,133.07	6,418.05
Total	13,754.94	10,689.92
SCHEDULE - 3 : SECURED LOANS		
From Banks		
a) Term Loans (Refer Note 1 below)		
i) In Rupee	646.88	1,270.23
ii) In Foreign Currency	3,362.10	2,349.27
b) Cash Credit/Short Term (Refer Note 1 below)		
i) In Rupee	-	349.62
ii) In Foreign Currency	-	-
c) Vehicle Loans (Refer Note 2 below)	63.49	70.94
Notes: 1. Secured by way of first pari-passu charge, both present and future, in respect of all the current assets of the Company and Fixed assets and further secured by personal guarantees of Directors. 2. Secured by way of hypothecation of respective motor vehicles purchased.		
Total	4,072.47	4,040.06

Schedules to the Financial Statements

SCHEDULE - 4 : FIXED ASSETS

(Rs. In Lacs)

Sr. No.	Assets	Gross Block				Depreciation				Net Block	
		As At 01.04.2010	Additions	Deductions	As At 31.03.2011	As At 01.04.2010	For The Year	Deductions	As At 31.03.2011	As At 31.03.2011	As At 31.03.2010
1	Land	430.65	436.51	-	867.16	-	-	-	-	867.16	430.65
2	Buildings *	2,413.37	115.38	-	2,528.75	172.19	74.71	-	246.90	2,281.85	2,241.18
3	Plant & Machinery	7,824.03	2,069.27	10.98	9,882.32	2,074.10	960.12	2.23	3,031.99	6,850.33	5,749.93
4	Furniture & Fixtures	255.52	59.07	0.79	313.80	41.36	17.99	0.12	59.23	254.57	214.16
5	Vehicles	197.59	41.75	32.67	206.67	49.70	19.10	9.16	59.64	147.03	147.89
	Total	11,121.16	2,721.98	44.44	13,798.70	2,337.35	1,071.92	11.51	3,397.76	10,400.94	8,783.81
	Capital Work In Progress** (Includes Advances)									1,270.60	615.54
		11,121.16	2,721.98	44.44	13,798.70	2,337.35	1,071.92	11.51	3,397.76	11,671.54	9,399.35
	Previous Year	9,372.32	1,771.21	22.37	11,121.16	1,487.87	860.43	10.96	2,337.35	9,399.35	8,485.60

* Note : Includes Rs. 750/- being face value of 15 number of shares of Rs. 50/- each held in Kant Apartment Co-operative Housing Society Limited. Also includes Rs. 127.11 Lacs (Previous Year Rs.127.11 Lacs) for which the procedure for transfer of title in the name of the company is in process.

** Capital Work in Progress includes Rs. 3.60 Lacs (Previous Year - Rs. Nil) on account of Pre-Operative Expenses.

(Rs. In Lacs)

Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 5 : INVESTMENTS (At Cost)		
Long Term Investment - Trade		
a) Quoted		
44 Nos. (Previous Year : 22 Nos.) of Equity Shares of Rs. 5/- (P.Y.: Rs.10/-) Each in Parsvnath Developers Limited (Market Value as on 31.03.2011 Rs. 0.02 Lacs (P.Y. : Rs. 0.03 Lacs))	0.07	0.07
b) Unquoted		
638 Nos. (P. Y. : 638 Nos.) of Equity Shares of KSHS 50/- each in Astral Technologies Limited, Kenya	0.20	0.20
In Subsidiary Companies		
a) Unquoted		
50,000 Nos. (P.Y. : 50,000 Nos.) of Equity Shares of Rs. 10/- each in Astral Biochem Private Limited	5.00	5.00
42,500 Nos. (P.Y. : Nil Nos.) of Equity Shares of Rs. 10/- each in Advanced Adhesives Limited	4.25	-
Investments purchased and sold during the year : (Refer Note : 13)		
Total	9.52	5.27
SCHEDULE - 6 : INVENTORIES		
Raw Materials	4,148.03	2,536.49
Goods Traded In	1,067.54	863.28
Finished Goods	3,402.92	3,572.90
Total	8,618.49	6,972.67
SCHEDULE - 7 : SUNDRY DEBTORS (Unsecured)		
Outstanding over six months		
Considered good	685.32	140.03
Considered doubtful	94.86	57.27
Less : Provision	94.86	57.27
	685.32	140.03
Others - Considered good	7,945.73	6,603.08
Total	8,631.05	6,743.11

Schedules to the Financial Statements

(Rs. In Lacs)		
Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 8 : CASH AND BANK BALANCES		
Cash on Hand	6.22	3.23
Balances with Scheduled banks		
In Current Accounts	1,008.42	364.47
In Fixed Deposits	0.48	10.06
(Under Bank Lien for Letters of Credit and Bank Guarantees)		
Total	1,015.12	377.76
SCHEDULE - 9 : LOANS AND ADVANCES (Unsecured Considered Good)		
Advances recoverable in cash or in kind or for value to be received	773.74	735.46
Balance with Excise Authority	2,102.84	1,387.56
Advance to Subsidiary - Astral Biochem Private Limited (Maximum Balance outstanding during the year Rs. 485.17 Lacs (P.Y. : Rs. 465.00 Lacs))	485.17	465.00
Advance to Subsidiary - Advanced Adhesives Limited (Maximum Balance outstanding during the year Rs. 104.99 Lacs (P.Y. : Rs. Nil))	104.99	-
Total	3,466.74	2,588.02
SCHEDULE - 10 : CURRENT LIABILITIES		
Sundry Creditors (Refer Note : 16)	7,403.03	5,096.25
Acceptances	6,575.03	4,697.49
Advance from Customers	42.61	23.60
Interest accrued but not due	19.09	14.55
Total	14,039.76	9,831.89
SCHEDULE - 11 : PROVISIONS		
For Taxation (Net of Advance Tax and TDS)	88.97	100.17
For Wealth Tax	0.24	0.28
For Proposed Dividend	140.48	112.38
For Tax on Dividend	22.79	18.67
Total	252.48	231.50
(Rs. In Lacs)		
Particulars	2010-11	2009-10
SCHEDULE - 12 : SALES		
Domestic Sales	43,019.58	29,907.96
Export Sales	656.76	544.40
Total	43,676.34	30,452.36
SCHEDULE - 13 : OTHER INCOME		
Dividend Income	3.29	0.01
Interest Received (Gross)	29.16	34.92
{Tax deducted at source from Interest Rs. 3.25 Lacs (P.Y. : Rs. 4.39 Lacs)}		
Profit on Sale of Other Investments (Current)	24.28	1.52
Miscellaneous Income	94.59	391.81
Excess Provision of Expenses in Earlier Year now Written Back	270.00	94.55
Total	421.32	522.81

Schedules to the Financial Statements

(Rs. In Lacs)

Particulars	2010-11	2009-10
SCHEDULE - 14 : MATERIALS		
Materials Consumed	29,259.19	21,534.62
(Increase) / Decrease in Finished Goods		
Opening Stock of Finished Goods	3,572.90	2,020.78
Less :		
Closing Stock of Finished Goods	3,402.92	3,572.90
	169.98	(1,552.12)
Total	29,429.17	19,982.50
SCHEDULE - 15 : OPERATING AND OTHER EXPENSES		
Personnel Cost		
Salaries, Wages and Bonus	943.10	789.49
Contributions to Provident Fund, Gratuity and Other Funds	59.47	54.90
Staff Welfare Expenses	47.71	31.10
Factory Stores and Other Expenses	91.51	83.53
Changes in Excise Duty on Inventory of Finished Goods	46.93	153.91
Packing Expenses	459.38	338.28
Freight and Handling Charges	565.04	409.42
Power and Fuel	998.51	699.43
Repairs and Maintenance		
Plant and Machinery	342.89	241.05
Building	71.22	65.73
Others	16.04	17.10
Research and Development Expenses	23.20	43.11
Rent	61.68	51.60
Insurance	35.17	24.42
Audit Fees	6.17	4.03
Communication Expenses	63.13	57.38
Traveling	248.75	192.10
Loss on Sale of Assets (Net)	7.19	4.33
Printing and Stationery	31.53	28.76
Security Service Charges	44.36	34.89
Legal and Professional Fees	48.19	39.87
Donation Expenses	1.82	4.80
Discount on Sales	1,214.07	952.62
Advertisement Expenses	193.79	27.85
Commission	181.65	167.21
Sales Promotion Expenses	363.00	205.46
Provision for Bad and Doubtful Debts	39.00	34.00
Other Expenses	119.32	85.27
Preliminary Expenses Written Off	-	0.05
Total	6,323.82	4,841.69
SCHEDULE -16 : INTEREST AND FINANCE CHARGES		
Interest to Banks		
On Term Loans	290.41	323.46
On Working Capital Loans	95.97	95.51
Bank and Finance Charges	72.78	65.20
Other Interest	0.01	0.04
Total	459.17	484.21

SCHEDULE – 17

Significant accounting policies and notes on accounts

A. SIGNIFICANT ACCOUNTING POLICIES: -

1. Basis of Preparation of Financial Statements

The financial statements have been prepared on a going concern basis under the historical cost convention, except in case of certain fixed assets which are re-valued, on accrual basis of accounting in accordance with the generally accepted accounting principles and applicable provisions of the Companies Act, 1956. Except where otherwise stated, the accounting principles are consistently applied.

2. Use of Estimates

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principles (GAAP), requires estimates and 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 recognised in the period in which the results are known/materialized.

3. Fixed Assets

Fixed Assets are stated at cost of acquisition inclusive of freight, duties, taxes & incidental expenses related to acquisition/installation, adjusted by revaluation of Land in 2004-05.

4. Lease

Operating lease rentals are expensed with reference to lease terms and other considerations. There are no finance leases.

5. Impairment of Assets

An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. Impairment is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

6. Depreciation

Depreciation is charged under Straight Line Method in accordance with the rates and manner as specified in Schedule XIV of the Companies Act, 1956.

7. Investments

Long Term investments are stated at cost less provision for diminution in value other than temporary, if any.

8. Inventories

Inventories are valued at lower of cost and net realizable value. Cost is determined on first-in-first-out (FIFO) basis. The cost of finished goods comprises of raw materials, direct labour, other direct costs and related production overhead, but excludes interest expenses. Net realizable value is the estimate of the selling price in the ordinary course of business, less the cost of completion and selling expenses.

9. Revenue Recognition

Sales are recognised on transfer of significant risks and rewards of ownership to the buyer. Sales are net of trade discounts but exclude Excise duty and Sales Tax.

10. Cenvat

Cenvat (Central Value Added Tax) credit in respect of Excise, Custom and Service tax is accounted on accrual basis on purchase of eligible inputs, capital goods and services. The balance of cenvat credit is reviewed at the end of each year and amount estimated to be un-utilisable is charged to the Profit and Loss Account for the year.

11. Foreign Currency Transactions

Transactions denominated in foreign currencies are normally recorded at exchange rate prevailing at the time of transaction. Monetary items denominated in foreign currencies at the year end and not covered by forward exchange contracts are translated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year-end rate and rate on the date of the contract is recognised as

exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

Any income or expenses on account of exchange difference either on settlement or on translation are recognised in the Profit and Loss Account.

12. Borrowing costs

Borrowing costs relating to (i) funds borrowed for qualifying assets are capitalised up to the date the assets are put to use, and (ii) funds borrowed for other purposes are charged to the Profit and Loss Account.

13. Taxes on Income

Income tax expenses for the year comprises of current tax and deferred tax. Current tax provision is determined on the basis of taxable income computed as per the provisions of the Income Tax Act. Deferred tax is recognised for all timing differences that are capable of reversal in one or more subsequent periods by applying tax rates that have been substantively enacted by the balance sheet date. Deferred tax assets are recognised to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

14. Research & Development Expenditure

Research and Development expenses of revenue nature are charged to the Profit and Loss Account and the expenditure on capital assets is added to the fixed assets.

15. Employee Benefits

Contributions to Provident Fund, a defined contribution scheme, is made to a government administered Provident Fund and is charged to the Profit and Loss account as incurred. The Company has no further obligations beyond its monthly contributions to this fund. Provision for gratuity, under a LIC administered fund, which is in the nature of defined benefit plan, is provided based on valuations, as at the balance sheet date, made by the independent actuaries. Termination benefits are recognised as expense as and when incurred.

Short Term employee benefits are recognised as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

16. Amortization of Miscellaneous Expenditure

Preliminaries Expenses are being written off equally over a period of ten years.

Share issue expenses are deducted from the balance of Securities Premium Account as per the permission of Section 78 of the Companies Act, 1956.

17. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

B. NOTES ON ACCOUNTS :-

1. Contingent Liabilities not provided for :

(Rs. In Lacs)

Sr. No.	Particulars	As At 31.03.2011	As At 31.03.2010
1	Bank Guarantees	109.96	23.94
2	Letters of Credit for Purchases	-	64.34
3	Export Obligations under EPCG Scheme (Duty Involved)	-	6.89
4	Capital Contracts remaining to be executed	808.57	607.87
5	Income tax matters under appeal	77.79	-

2. Interest in Joint Venture:

The Company has 31.90% ownership interest in joint venture Company Astral Technologies Limited ('ATL'), incorporated in Kenya. Its proportionate share in the assets, liabilities, income and expenses etc. in the said joint venture company is given below:

(Rs. In Lacs)

Particulars	As At 31.12.2010	As At 31.12.2009
Net Fixed Assets	247.87	2.25
Net Current Assets	(44.79)	78.48
Loans/Borrowings	225.19	86.20
Income	115.33	69.27
Expenses (including Depreciation and taxation)	134.47	78.00
Contingent Liabilities	-	-
Capital Commitments (estimated amount of contracts remaining to be executed)	61.77	10.54

3. Employee Benefits :

The disclosures required under Accounting Standard 15 (Revised) "Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006 are given below :

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised and charged off the year, is as under :

Employer's Contribution to Provident Fund Rs. 42.25 Lacs

Defined Benefit Plan

The Company has defined benefit plans for gratuity to eligible employees, contributions for which are made to Life Insurance Corporation of India, who invests the funds as per IRDA guidelines. The details of these defined benefit plans recognised in the financial statements are as under:

General Description of the Plan:

The Company operates a defined benefit plan (the Gratuity Plan) covering eligible employees, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees salary and the tenure of employment.

Status of gratuity plan as required under AS 15 [Revised]:

a. Reconciliation of opening and closing balances of the present value of the defined benefit obligation:

(Rs. In Lacs)

Particulars	2010-11	2009-10
Obligations at the beginning of the year	45.88	32.15
Current service cost	10.26	9.58
Interest cost	3.83	2.67
Actuarial (gain) / loss	(0.41)	1.66
Benefits paid	(6.05)	(0.18)
Obligations at the end of the year	53.51	45.88

b. Reconciliation of opening and closing balances of the fair value of plan assets:

(Rs. In Lacs)

Particulars	2010-11	2009-10
Plan assets at the beginning of the year, at fair value	56.52	26.18
Expected return on plan assets	6.05	3.72
Actuarial gain / (loss)	(0.29)	(0.11)
Contributions	19.42	26.91
Benefits paid	(6.05)	(0.18)
Plan assets at the end of the year, at fair value	75.65	56.52

c. Reconciliation of the present value of the defined benefit obligation & fair value of plan assets :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Obligations at the end of the year	53.51	45.88
Plan assets at the end of the year, at fair value	75.65	56.52
Liability / (Assets) recognised in Balance sheet as on 31-Mar-11	(22.14)	(10.64)

d. Gratuity cost for the year :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Current service cost	10.26	9.58
Interest cost	3.83	2.67
Expected return on plan assets	(6.05)	(3.72)
Net Actuarial (gain)/Loss	(0.12)	1.77
Net gratuity cost	7.92	10.30

e. Investment details of plan assets :

To fund the obligations under the Gratuity Plan, Contributions are made to Life Insurance Corporation of India, who invests the funds as per IRDA guidelines.

f. Assumptions :

Particulars	2010-11	2009-10
Discount Rate	8.34%	8.30%
Expected return on plan assets	9.15%	9.00%
Annual Increase in Salary Costs	5.00%	5.00%

Future Salary increases are based on long term average salary rise expected taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employee market. Future Separation & Mortality rates are obtained from relevant data of Life Insurance Corporation of India.

g. Experience History :

(Rs. In Lacs)

Particulars	2010-11	2009-10	2008-09
Defined Benefit Obligation at the end of the period	53.51	45.88	32.15
Plan Assets at the end of the period	75.65	56.52	26.18
Funded Status	(22.14)	(10.64)	5.97
Experience Adjustments on Plan Liabilities	—	—	—
Experience Adjustments on Plan Assets	—	—	—

h. Contributions expected to be paid to the plan during the next financial year Rs. Nil (Previous Year : Rs. 10.00 Lacs)

The Liability for Leave Encashment and compensated absences as at year end is Rs. 39.21 lacs (Previous Year : Rs. 32.68 lacs)

4. Accumulated Depreciation upto March 31, 2011 (Schedule '4') includes impairment loss on Plant & Machinery – Rs. 96.20 lacs (Previous Year. : Rs. 96.20 lacs).

5. Auditors' remuneration :

(Rs. In Lacs)

Sr. No.	Particulars	2010-11	2009-10
a.	For Statutory Audit	6.00	4.00
b.	Service Tax	0.93	0.62
c.	For Other Services	3.01	2.06
	Total	9.94	6.68

6. Managerial Remuneration :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Remuneration	46.00	38.00
Allowances	15.50	12.50
Total	61.50	50.50

Commission is not payable to the directors and hence the computation of net profit under section 349 of the Companies Act, 1956 has not been given.

7. Related Party Disclosures as required by Accounting Standard 18, "Related Party Disclosures", issued by the Institute of Chartered Accountants of India are given below.

1. Name of the party and relationships

- a) Companies and firms in which Directors/Directors' Relatives exercise control / significant influence :

Kairav Chemicals Limited
Saumya Polymers Private Limited
Astral Biochem Private Limited
Astral Technologies Limited
Advanced Adhesives Limited

- b) Key management personnel :

Mr. Sandeep P. Engineer
Mrs. Jagruti S. Engineer
Mr. K.R. Shenoy

- c) Relatives of key management personnel :

Sandeep P. Engineer HUF
Mr. Bipin R. Mehta
Mrs. Rekha B. Mehta
Mrs. Hansa P. Engineer

2. Transactions carried out with related parties referred in (1) above, in ordinary course of business and their year end balances :

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
Part I : Volume of Transactions				
a) Unsecured Loans Given				
Astral Biochem Private Limited	20.17	-	-	20.17
	(4.56)	-	-	(4.56)
Kairav Chemicals Limited	-	-	-	-
	(299.75)	-	-	(299.75)
Astral Technologies Limited	106.69	-	-	106.69
	(65.81)	-	-	(65.81)
Advanced Adhesives Limited	104.99	-	-	104.99
	-	-	-	-
b) Subscription to Share Capital				
Astral Technologies Limited	-	-	-	-
	(0.04)	-	-	(0.04)
Advanced Adhesives Limited	4.25	-	-	4.25
	-	-	-	-
c) Purchase of Goods/Assets				
Kairav Chemicals Limited	231.56	-	-	231.56
	(1,434.08)	-	-	(1,434.08)
d) Sale of Goods / Assets				
Astral Technologies Limited	112.57	-	-	112.57
	(156.97)	-	-	(156.97)
Kairav Chemicals Limited	0.17	-	-	0.17
	(335.69)	-	-	(335.69)
Advanced Adhesives Limited	0.72	-	-	0.72
	-	-	-	-
e) Rent Received				
Kairav Chemicals Limited	3.31	-	-	3.31
	(3.31)	-	-	(3.31)
f) Dividend Paid				
Saumya Polymers Pvt. Ltd.	31.52	-	-	31.52
	(31.52)	-	-	(31.52)
Mr. Sandeep P. Engineer	-	34.75	-	34.75
	-	(34.75)	-	(34.75)
Mrs. Jagruti S. Engineer	-	18.29	-	18.29
	-	(18.29)	-	(18.29)
Mr. Bipin R. Mehta	-	-	1.30	1.30
	-	-	(1.30)	(1.30)
Mrs. Hansa P. Engineer	-	-	0.01	0.01
	-	-	(0.01)	(0.01)

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
g) Interest on Loans				
Kairav Chemicals Limited	24.20	-	-	24.20
	(29.98)	-	-	(29.98)
h) Remuneration				
Mr. Sandeep P. Engineer	-	49.50	-	49.50
	-	(40.50)	-	(40.50)
Mrs. Jagruti S. Engineer	-	9.00	-	9.00
	-	(9.00)	-	(9.00)
Mr. Bipin R. Mehta	-	-	14.00	14.00
	-	-	(13.75)	(13.75)
Mr. K. R. Shenoy	-	3.00	-	3.00
	-	(1.00)	-	(1.00)
i) Rent Paid				
Sandeep P. Engineer (H.U.F.)	-	-	4.31	4.31
	-	-	(3.60)	(3.60)
Mrs. Hansa P. Engineer	-	-	0.60	0.60
	-	-	(0.60)	(0.60)

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
Part II : Balance at the end of the period				
a) Unsecured Loans Given				
Kairav Chemicals Limited	150.00	-	-	150.00
	(299.75)	-	-	(299.75)
Astral Biochem Private Limited	485.17	-	-	485.17
	(465.00)	-	-	(465.00)
Astral Technologies Limited	193.02	-	-	193.02
	(86.32)	-	-	(86.32)
Advanced Adhesives Limited	104.99	-	-	104.99
	-	-	-	-
b) Subscription to Share Capital				
Astral Biochem Private Limited	5.00	-	-	5.00
	(5.00)	-	-	(5.00)
Astral Technologies Limited	0.20	-	-	0.20
	(0.20)	-	-	(0.20)
Advanced Adhesives Limited	4.25	-	-	4.25
	-	-	-	-

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
Part II : Balance at the end of the period				
c) Purchase of Goods/Assets				
Mr. Sandeep P. Engineer	-	99.50	-	99.50
	-	(99.50)	-	(99.50)
Mrs. Jagruti S. Engineer	-	87.50	-	87.50
	-	(87.50)	-	(87.50)
d) Sale of Goods / Assets				
Astral Technologies Limited	51.58	-	-	51.58
	(18.38)	-	-	(18.38)
e) Interest on Loans				
Kairav Chemicals Limited	24.20	-	-	24.20
	(26.98)	-	-	(26.98)
f) Current Liabilities				
Mr. Sandeep P. Engineer	-	-	-	-
	-	(3.02)	-	(3.02)
Mrs. Jagruti S. Engineer	-	-	-	-
	-	(0.75)	-	(0.75)
Mr. K. R. Shenoy	-	0.50	-	0.50
	-	-	-	-
Mr. Bipin R. Mehta	-	-	1.00	1.00
	-	-	(1.00)	(1.00)

Figures in brackets are in respect of the previous year.

8. Segment Reporting :

The Company is engaged mainly in production of plastic Products and as such is the only reportable segment as per Accounting Standard on Segment Reporting (AS – 17) issued by the Institute of Chartered Accountants of India. The geographical segmentation is not relevant as export turnover is not significant in respect of total turnover.

9. Operating Lease :

The Company is Lessee under various operation leases under which rental expenses for the year was Rs. 61.68 Lacs. (Previous Year : Rs. 51.60 Lacs). The Company has not executed any non cancelable lease agreement.

10. Earnings Per Share :

(Rs. In Lacs)

Particulars	As at 31.03.2011	As at 31.03.2010
Profit after tax (Rs. in Lacs)	3,359.33	2,802.80
Weighted Average No. of Equity Shares Outstanding	2,24,76,112	2,24,76,112
Basic & Diluted Earnings Per Share (In Rs.) (Face Value of Rs. 5/- each)	14.95	12.47

11. Derivative Instruments :

The Company uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions. The use of foreign currency forward contracts is governed by the Company's strategy approved by the Board of Directors, which provide principles on the use of such forward contracts consistent with the Company's Risk Management Policy. The Company does not use forward contracts for speculative purposes.

Outstanding Forward Exchange Contracts entered into by the Company on accounts of payables and receivables:

As at	No. of Contracts	US \$ Equivalent (Lacs)	INR Equivalent (Lacs)
March 31, 2011	4	47.34	2,111.18
March 31, 2010	8	69.07	3,102.62

Expenditure on account of premium on forward exchange contracts to be recognised in the profit and loss of subsequent accounting period aggregates to Rs. 29.37 Lacs (Previous Year : Rs. 22.68 Lacs).

Foreign Currency Exposures not hedged by derivative instruments as at 31st March 2011 on payables, amounting to US\$ 243.70 Lacs & EURO 6.49 Lacs Equivalent INR. 11,280.67 Lacs (Previous Year : US\$ 140.80 Lacs Equivalent INR. 6,377.82 Lacs) and on receivables, amounting to US\$ 5.86 Lacs Equivalent INR. 261.34 Lacs (Previous Year : US\$ 3.47 Lacs Equivalent INR. 156.00 Lacs).

Foreign Exchange Gain (Net) of Rs. 286.99 Lacs (Previous Year : Rs. 613.60 Lacs) for the year has been included in respective heads of Profit and Loss Account.

12. Components of Deferred Tax liability are as under :

(Rs. In Lacs)

Particulars	As at 31.03.2011	As at 31.03.2010
Difference between block and tax depreciation	167.47	167.47
Disallowance under Income Tax Act, 1961	1.53	1.53
TOTAL :->	169.00	169.00

13. Following current investments in Mutual Funds have been purchased and redeemed by the Company during the year ended March 2011 :

Sr. No.	Particulars	No. of Units	Face Value	Cost (Rs. In Lacs)
1	Reliance Floating Rate Fund – Short Term Plan – Growth Plan – Growth Option	10,32,609.82	10/-	150.00
2	Reliance Liquid Fund – Treasury Plan – Institutional Option – Growth Option – Growth Plan	2,27,30,466.28	10/-	5,215.03
3	Reliance Medium Term Fund – Retail Plan – Growth Plan – Growth Option	1,46,16,519.76	10/-	2,848.46
4	Reliance Money Manager Fund – Institutional Option – Growth Plan	2,03,804.29	1,000/-	2,610.41
5	Reliance Liquid Fund – Cash Plan – Growth Option – Growth Plan	2,88,21,387.50	10/-	4,530.00
6	Birla Sun Life Cash Manager – Institutional Plan – Growth	54,48,802.98	10/-	865.22
7	Birla Sun Life Cash Plus – Instl. Growth	18,28,916.53	10/-	465.00
8	Religare Liquid Fund – Regular Weekly Dividend	7,49,737.59	10/-	75.00
9	Religare Liquid Fund – Institutional Daily Dividend	1,27,51,381.05	10/-	1,275.24
10	Religare Ultra Short Term Fund – Institutional Daily Dividend	97,57,394.10	10/-	975.10
11	Religare Ultra Short Term Fund – Institutional Daily Dividend	10,137.46	1,000/-	100.91
12	Religare Ultra Short Term Fund – Regular Daily Dividend	7,49,054.96	10/-	75.01
13	Birla Sun Life Cash Plus – Instl. Daily Dividend - Reinvestment	16,20,188.68	10/-	175.00
14	Birla Sun Life Cash Manager – IP – Daily Dividend - Reinvestment	17,50,945.87	10/-	175.02
	TOTAL :->			19,535.40

14. Information pursuant to provision of paragraphs 3 & 4 of part II, schedule VI of the Companies Act, 1956:

[A] Opening and Closing Stock of goods manufactured :-

(Rs. In Lacs)

Sr. No.	Product	Unit	Closing Stock		Opening Stock	
			Qty.	Rs.	Qty.	Rs.
1	Pipes	Mtrs./Pcs	2,840,765	1,368.68	3,527,894	1,710.90
2	Fittings	Pcs.	12,848,647	1,373.69	12,544,577	1,351.13
3	Others	Mtrs./ Pcs.	2,336,451	354.70	2,009,013	251.94

[B] Opening and Closing Stock of goods traded :-

(Rs. In Lacs)

Sr. No.	Product	Unit	Closing Stock		Opening Stock	
			Qty.	Rs.	Qty.	Rs.
1	Fittings	Pcs.	649,164	832.76	789,882	572.99
2	Pipes	Pcs.	59,060	178.02	105,477	235.08
3	Others	Pcs.	59,512	56.76	63,478	55.21

[C] Consumption of Raw Materials :-

(Rs. In Lacs)

Sr. No.	Product	Unit	2010-11		2009-10	
			Qty.	Rs.	Qty.	Rs.
1	Resin	Kgs.	33,869,464	22,868.66	22,197,802	16,639.33
2	Others / Fittings	Kgs./ Pcs.	18,588,176	5,313.32	14,409,734	3,663.71

[D] Production and Sales of goods manufactured during the year :-

INSTALLED CAPACITY			2010-11 M.T. 48,432		2009-10 M.T. 30,867	
Sr. No.	Product	Unit	2010-11		2009-10	
			Prodn. in Qty.	Sales in Qty.	Prodn. in Qty.	Sales in Qty.
1	Pipes	Mtrs.	47,605,360	48,292,489	35,946,611	34,055,012
2	Fittings	Pcs.	101,158,364	100,854,293	77,232,720	69,986,572
3	Others	Mtrs./ Pcs.	15,110,621	14,783,183	8,892,174	8,966,395

[E] Purchase and Sales of goods traded during the year :-

Sr. No.	Product	Unit	2010-11		2009-10	
			Purchase in Qty.	Sales in Qty.	Purchase in Qty.	Sales in Qty.
1	Fittings	Pcs.	2,492,273	2,632,991	1,854,055	2,395,568
2	Pipes	Pcs.	2,306	48,723	1,067	55,492
3	Others	Pcs.	4,318	8,283	902	9,672

[F] Value of Imported and Indigenous Raw Material and components Consumed :-

(Rs. In Lacs)

Sr. No.	Particulars	2010-11		2009-10	
		Value	% of Total Consumption	Value	% of Total Consumption
1	Imported	14,616.76	51.87	11,424.04	56.27
2	Indigenous	13,565.22	48.13	8,879.00	43.73
	TOTAL :->	28,181.98	100.00	20,303.04	100.00

(G) Value of Imported and Indigenous Stores & Spares and components consumed :- (Rs. In Lacs)

Sr. No.	Particulars	2010-11		2009-10	
		Value	% of Total Consumption	Value	% of Total Consumption
1	Imported	-	-	-	-
2	Indigenous	153.26	100.00	159.28	100.00
	TOTAL :->	153.26	100.00	159.28	100.00

16. There are no dues to Micro and Small Enterprises as at 31st March, 2011. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

17. Earnings and Expenses in foreign currency and CIF value of Imports :

a) CIF Value of Imports :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Capital Goods	284.49	333.91
Resin, Pipes & Fittings	15,383.33	10,380.47

b) Expenditure in foreign currency :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Interest	83.01	64.49
Traveling	10.92	14.06
Others	25.12	---

c) Dividend Remitted to Non-resident Shareholders :

Particulars	2010-11	2009-10
Number of Non-resident Shareholders	3	3
Number of shares held by Non-resident Shareholders	35,82,052	17,91,026
Amount remitted during the year (Rs. In Lacs)	35.82	35.82
Year to which dividend relates	2009-10 & 2010-11	2008-09 & 2009-10

d) Earnings in foreign currency :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Value of Export Sales	656.76	544.40

18. Provision for current tax has been made in accounts under MAT. Since the Company estimates that there will be no taxable profits under normal working of taxable income for the year, Deferred Tax Charges/ Credits have not been recognised in view of the tax holiday enjoyed by a unit of the Company and on considerations of prudence as set out in AS 22 on "Accounting for Taxes on Income".

19. Previous year's figures have been regrouped and reclassified, wherever necessary, so as to make them comparable.

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701
Place : Ahmedabad
Date : May 20, 2011

(Richa P. Jain)
Company Secretary
Place : Ahmedabad
Date : May 20, 2011

STATEMENT PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration details

Registration No.	L25200GJ1996PLC029134	State Code	04
Balance Sheet Date	31st March, 2011		

II. Capital raised during the year (Amount Rs. in thousands)

Public Issue	Right Issue
NIL	NIL
Bonus Issue	Private Issue
NIL	NIL

III. Position of mobilisation and deployment of funds (Amount Rs. In thousands)

	Total Liabilities	Total Assets
	1912022	1912022
SOURCES OF FUNDS	Paid-up Capital	Reserves & Surplus
	112381	1375494
	Secured Loans	Unsecured Loans
	407247	NIL
APPLICATION OF FUNDS	Net Fixed Assets	Investments
	1167154	952
	Net Current Assets	Misc. Expenditure
	743916	NIL
	Accumulated Losses	
	NIL	

IV. Performance of Company (Amount Rs. in thousands)

Turnover & Other Income	Total Expenditure
4150379	3728408
Profit Before Tax	Profit After Tax
421971	335933
Earning Per Share	Dividend Rate %
14.95	22.50 %

V. Generic names of three principal Products of the Company (As per monetary terms)

Item code no. (ITC code)	39173990
Product description	Pipes
Item code no. (ITC code)	39174000
Product description	Fittings

Auditors' Report On Consolidated Financial Statements

To
The Board of Directors
Astral Poly Technik Limited

1. We have audited the attached Consolidated Balance Sheet of ASTRAL POLY TECHNIK LIMITED ("the Company"), its subsidiaries and jointly controlled entity (the Company, its subsidiaries and jointly controlled entity constitute "the Group") as at 31st March, 2011 the Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement of the Group for the year ended on that date, both annexed thereto. The Consolidated Financial Statements includes the jointly controlled entity accounted in accordance with Accounting Standard 27 (Financial Reporting of Interests in Joint Ventures) as notified under the Companies (Accounting Standards) Rules, 2006. These financial statements are the responsibility of the Company's management and have been prepared on the basis of the separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of the subsidiaries and joint venture, whose financial statements reflect total assets of Rs. 1,924.49 lacs as at 31st March, 2011, total revenues of Rs. 361.52 lacs and net cash outflows amounting to Rs. 290.47 lacs for the year ended on that date as considered in the Consolidated Financial Statements. These financial statements have been audited by other auditors whose reports have been furnished to us and our opinion in so far as it relates to the amounts included in respect of the subsidiary and joint venture is based solely on the reports of the other auditors.
4. We report that the Consolidated Financial Statements have been prepared by the Company in accordance with the requirements of Accounting Standard 21 (Consolidated Financial Statements), and Accounting Standard 27 (Financial Reporting of Interests in Joint Ventures) as notified under the Companies (Accounting Standards) Rules, 2006.
5. Based on our audit and on consideration of the separate audit reports on individual financial statements of the Company, its aforesaid subsidiaries and joint venture and to the best of our information and according to the explanations given to us, in our opinion, the Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at 31st March, 2011;
 - (ii) in the case of the Consolidated Profit and Loss Account, of the profit of the Group for the year ended on that date and
 - (iii) in the case of the Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

For, Deloitte Haskins and Sells
Chartered Accountants
(Registration No. 117365W)

Place : Ahmedabad
Date : May 20, 2011

(Gaurav J. Shah)
Partner
Membership No. 35701

Consolidated Balance Sheet As At 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	As At 31.03.2011	As At 31.03.2010
SOURCES OF FUNDS :			
SHARE HOLDERS' FUNDS			
Share Capital	1	1,123.81	1,123.81
Reserves & Surplus	2	13,640.17	10,642.06
		14,763.98	11,765.87
Minority Interest		5.07	-
LOAN FUNDS			
Secured Loans	3	4,386.58	4,126.26
DEFERRED TAX LIABILITY (NET)		162.25	167.55
Total		19,317.88	16,059.68
APPLICATION OF FUNDS :			
FIXED ASSETS			
Gross Block	4	14,256.26	11,563.51
Less : Depreciation		3,402.45	2,338.42
Net Block		10,853.81	9,225.09
Capital Work-in-Progress		1,734.16	646.03
		12,587.97	9,871.12
Goodwill on Consolidation		0.58	1.37
INVESTMENTS	5	0.07	0.07
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	6	8,692.59	7,025.17
Sundry Debtors	7	8,582.35	6,759.44
Cash and Bank Balances	8	1,022.89	429.15
Loans and Advances	9	2,864.65	2,040.79
		21,162.48	16,254.55
LESS : CURRENT LIABILITIES & PROVISIONS			
Current Liabilities	10	14,180.74	9,836.11
Provisions	11	252.48	231.50
		14,433.22	10,067.61
NET CURRENT ASSETS		6,729.26	6,186.94
Miscellaneous Expenditure		-	0.18
Total		19,317.88	16,059.68
Significant Accounting Policies & Notes on Accounts	17		

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701
Place : Ahmedabad
Date : May 20, 2011

(Richa P. Jain)
Company Secretary
Place : Ahmedabad
Date : May 20, 2011

Consolidated Profit & Loss Account For The Year Ended On 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	2010-11	2009-10
I N C O M E			
Gross Sales	12	43,719.17	30,470.20
Less : Excise duty		2,593.87	1,433.56
Net Sales		41,125.30	29,036.64
Other Income	13	423.26	524.17
Total		41,548.56	29,560.81
E X P E N D I T U R E			
Materials	14	29,505.83	20,009.59
Operating and Other Expenses	15	6,358.80	4,857.38
Interest and Finance Charges	16	468.60	491.89
Depreciation		1,075.62	861.34
Total		37,408.85	26,220.20
PROFIT BEFORE TAX		4,139.71	3,340.61
Provision For Tax			
Current Tax		794.97	557.06
Deferred Tax		(4.98)	(1.09)
Wealth Tax		0.24	0.28
Short provision of income tax in earlier years		65.17	12.64
PROFIT AFTER TAX		3,284.31	2,771.72
Balance of Profit Brought Forward		6,368.20	4,079.00
AMOUNT AVAILABLE FOR APPROPRIATIONS		9,652.51	6,850.72
APPROPRIATIONS			
General Reserve		350.00	220.00
Dividend			
- Interim		112.38	112.38
- Proposed Final Dividend		140.48	112.38
Corporate Dividend Tax		41.45	37.76
BALANCE CARRIED TO THE BALANCE SHEET		9,008.20	6,368.20
Earnings Per Share (In Rs.) - Basic & Diluted (Face Value of Rs. 5/- each) (Refer Note : 10 of schedule 17)		14.61	12.33
Significant Accounting Policies & Notes on Accounts	17		

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701
Place : Ahmedabad
Date : May 20, 2011

(Richa P. Jain)
Company Secretary
Place : Ahmedabad
Date : May 20, 2011

Consolidated Cash flow statement for the year ended on 31st March, 2011

(Rs. In Lacs)

Sr. No.	Particulars	2010-11	2009-10
A	Cash flow from Operating Activities		
	Net Profit before tax and Extraordinary items	4,139.71	3,340.61
	Adjustments for :		
	Depreciation	1,075.62	861.34
	Interest	468.60	491.89
	Provision for Doubtful debts	39.00	34.00
	Unrealised foreign exchange	(223.67)	(338.24)
	Loss/(Profit) on sale of fixed assets	7.19	4.37
	Preliminary Expenses written off	-	0.05
	Dividend Income	(3.29)	(0.01)
	Prior Year Adjustments	(270.00)	(94.55)
	Interest Received	(29.16)	(34.92)
	Operating profit before Working Capital Changes	5,204.00	4,264.54
	Adjustments for :		
	(Increase)/Decrease in Inventory	(1,663.12)	(2,026.58)
	Increase in Trade & Other Receivables	(2,691.93)	(3,350.94)
	Increase/(Decrease) in Trade Payables	4,849.57	4,083.40
	Cash generated from Operations	5,698.52	2,970.42
	Direct Taxes Paid	(866.64)	(520.22)
	Net Cash from Operating Activities	4,831.88	2,450.20
B	Cash flow from Investing Activities		
	Purchase of Fixed Assets	(2,737.51)	(1,778.50)
	Proceeds from the sales of fixed assets	25.98	8.09
	Capital work-in-progress	(1,088.13)	(14.58)
	Interest received	29.16	34.92
	Dividend Income	3.29	0.01
	Pre-Operative Expenses	-	(0.18)
	Net Cash used in Investing Activities	(3,767.21)	(1,750.24)
C	Cash flow from Financing Activities		
	Dividend paid	(262.10)	(262.96)
	Interest	(468.60)	(491.89)
	Proceeds from Long Term Borrowings	259.84	258.43
	Net Cash flow from Financing Activities	(470.86)	(496.42)
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	593.81	203.54
	Cash and Cash Equivalents - as at the Opening	429.15	225.61
	Effect of Foreign Exchange rate changes	(0.07)	(0.01)
	Cash and Cash Equivalents - as at the Closing	1,022.89	429.15

- Notes: 1. Cash and Cash Equivalents represent Cash and Bank Balances. (refer schedule 8)
2. Fixed Deposits of Rs. 0.48 Lacs (Previous Year : Rs. 10.06 Lacs) are pledged with a bank towards letters of Credit/Bank Guarantees.
3. Cash and Cash Equivalents include Rs. 1.28 Lacs (Previous Year : Rs. 0.62 Lacs) of unpaid dividend not available for use by the Company.
4. The previous year's figures have been regrouped wherever necessary.
5. The cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on cash flow statements issued by the Institute of Chartered Accountants Of India.

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701

(Richa P. Jain)
Company Secretary

Place : Ahmedabad
Date : May 20, 2011

Place : Ahmedabad
Date : May 20, 2011

Schedules to the Consolidated Financial Statements

		(Rs. In Lacs)
Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 1 : SHARE CAPITAL		
AUTHORISED		
3,00,00,000 Equity Shares of Rs. 5/- each (Previous year 1,50,00,000 Equity Shares of Rs. 10/- each)	1,500.00	1,500.00
	1,500.00	1,500.00
ISSUED, SUBSCRIBED AND PAID UP		
2,24,76,112 Equity Shares of Rs. 5/- each fully paid up (Previous Year 1,12,38,056 Equity Shares of Rs. 10/- each fully paid up)	1,123.81	1,123.81
Note :		
Of the above issued, subscribed and paid up Equity Shares, 84,32,708 Equity Shares (Previous Year 42,16,354 Equity Shares) were allotted as fully paid-up bonus shares by capitalisation of surplus in the Profit and Loss Account)		
Total	1,123.81	1,123.81
SCHEDULE - 2 : RESERVES & SURPLUS		
GENERAL RESERVE		
Balance as per last Balance Sheet	220.00	-
Add : Transferred from Profit and Loss Account	350.00	220.00
	570.00	220.00
CAPITAL RESERVE		
Balance as per last Balance Sheet	40.00	40.00
REVALUATION RESERVE		
Balance as per last Balance Sheet	121.14	121.14
SECURITIES PREMIUM ACCOUNT		
Balance as per last Balance Sheet	3,890.73	3,890.73
PROFIT & LOSS ACCOUNT	9,008.20	6,368.20
FOREIGN CURRENCY TRANSLATION RESERVE	10.10	1.99
Total	13,640.17	10,642.06
SCHEDULE - 3 : SECURED LOANS		
From Banks		
a) Term Loans (Refer Note 1 below)		
i) In Rupee	735.80	1,270.23
ii) In Foreign Currency	3,362.10	2,349.27
b) Cash Credit/Short Term (Refer Note 1 below)		
i) In Rupee	-	349.62
ii) In Foreign Currency	225.19	86.20
c) Vehicle Loans (Refer Note 2 below)	63.49	70.94
Notes: 1. Secured by way of first pari-passu charge, both present and future, in respect of all the fixed assets and current assets of the Company and further secured by personal guarantees of Directors.		
2. Secured by way of hypothecation of respective motor vehicles purchased.		
Total	4,386.58	4,126.26

Schedules to the Consolidated Financial Statements

SCHEDULE - 4 : FIXED ASSETS

(Rs. In Lacs)

Sr. No.	Assets	Gross Block				Depreciation				Net Block	
		As At 01.04.2010	Additions	Deductions	As At 31.03.2011	As At 01.04.2010	For The Year	Deductions	As At 31.03.2011	As At 31.03.2011	As At 31.03.2010
1	Land	869.66	436.51	-	1,306.17	-	-	-	-	1,306.17	869.66
2	Buildings *	2,413.37	115.38	-	2,528.75	172.19	74.71	-	246.90	2,281.85	2,241.18
3	Plant & Machinery	7,826.08	2,070.39	11.18	9,885.29	2,074.87	960.81	2.20	3,033.48	6,851.81	5,751.21
4	Furniture & Fixtures	255.63	66.47	0.80	321.30	41.37	18.97	0.18	60.16	261.14	214.26
5	Vehicles	198.77	48.76	32.78	214.75	49.99	21.13	9.21	61.91	152.84	148.78
	Total	11,563.51	2,737.51	44.76	14,256.26	2,338.42	1,075.62	11.59	3,402.45	10,853.81	9,225.09
	Capital Work In Progress (Includes Advances)**									1,734.16	646.03
		11,563.51	2,737.51	44.76	14,256.26	2,338.42	1,075.62	11.59	3,402.45	12,587.97	9,871.12
	Previous Year	9,808.41	1,778.50	23.40	11,563.51	1,488.02	861.34	10.94	2,338.42	9,871.12	

* Note : Includes Rs. 750/- being face value of 15 number of shares of Rs. 50/- each held in Kant Apartment Co-operative Housing Society Limited. Also includes Rs. 127.11 Lacs (Previous Year Rs. 127.11 Lacs) for which the procedure for transfer of title in the name of the company is in process.

** Capital Work in Progress includes Rs. 233.07 Lacs (Previous Year - Rs. 1.99 Lacs) on account of Pre-Operative Expenses.

(Rs. In Lacs)

Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 5 : INVESTMENTS (At Cost)		
Trade and Quoted		
44 Nos. (P.Y. : 22 Nos.) of Equity Shares of Rs. 5/- (Previous Year : Rs. 10/-) Each in Parsvanth Developers Limited (Market Value as on 31.03.2011 Rs. 0.02 Lacs (P.Y. : Rs. 0.03 Lacs))	0.07	0.07
Investments purchased and sold during the year : (Refer Note : 13)		
Total	0.07	0.07
SCHEDULE - 6 : INVENTORIES		
Raw Materials	4,159.60	2,536.49
Goods Traded In	1,130.07	915.78
Finished Goods	3,402.92	3,572.90
Total	8,692.59	7,025.17
SCHEDULE - 7 : SUNDRY DEBTORS (Unsecured)		
Outstanding over six months		
Considered good	685.32	140.03
Considered doubtful	94.86	57.27
Less : Provision	94.86	57.27
	685.32	140.03
Others - Considered good	7,897.03	6,619.41
Total	8,582.35	6,759.44
SCHEDULE - 8 : CASH AND BANK BALANCES		
Cash on Hand	6.56	3.59
Balances with Scheduled banks		
In Current Accounts	1,015.85	415.50
In Fixed Deposits	0.48	10.06
(Under Bank Lien for Letters of Credit and Bank Guarantees)		
Total	1,022.89	429.15

Schedules to the Consolidated Financial Statements

(Rs. In Lacs)		
Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 9 : LOANS AND ADVANCES (Unsecured Considered Good)		
Advances recoverable in cash or in kind or for value to be received	743.29	653.22
Balance with Excise Authority	2,121.36	1,387.57
Total	2,864.65	2,040.79
SCHEDULE - 10 : CURRENT LIABILITIES		
Sundry Creditors (Refer Note : 16)	7,544.01	5,100.47
Acceptances	6,575.03	4,697.49
Advance from Customers	42.61	23.60
Interest accrued but not due	19.09	14.55
Total	14,180.74	9,836.11
SCHEDULE - 11 : PROVISIONS		
For Taxation (Net of Advance Tax and TDS)	88.97	100.17
For Wealth Tax	0.24	0.28
For Proposed Dividend	140.48	112.38
For Tax on Dividend	22.79	18.67
Total	252.48	231.50
(Rs. In Lacs)		
Particulars	2010-11	2009-10
SCHEDULE - 12 : SALES		
Domestic Sales	43,132.96	29,975.87
Export Sales	586.21	494.33
Total	43,719.17	30,470.20
SCHEDULE - 13 : OTHER INCOME		
Dividend Income	3.29	0.01
Excess Provision of Expenses in Earlier Year now Written Back	270.00	94.55
Interest Received (Gross)	29.16	34.92
{Tax deducted at source from Interest Rs. 3.25 Lacs (P.Y. : Rs. 4.39 Lacs)}		
Profit on Sale of Other Investments (Current)	24.28	1.52
Miscellaneous Income	96.53	393.17
Total	423.26	524.17
SCHEDULE - 14 : MATERIALS		
Materials Consumed	29,335.85	21,561.71
(Increase) / Decrease in Finished Goods		
Opening Stock of Finished Goods	3,572.90	2,020.78
Less :		
Closing Stock of Finished Goods	3,402.92	3,572.90
	169.98	(1,552.12)
Total	29,505.83	20,009.59

Schedules to the Consolidated Financial Statements

(Rs. In Lacs)

Particulars	2010-11	2009-10
SCHEDULE - 15 : OPERATING AND OTHER EXPENSES		
Personnel Cost		
Salaries, Wages and Bonus	959.92	799.70
Contributions to Provident Fund, Gratuity and Other Funds	59.47	54.90
Staff Welfare Expenses	48.76	31.33
Factory Stores and Other Expenses	91.51	83.53
Changes in Excise Duty on Inventory of Finished Goods	46.93	153.91
Packing Expenses	459.38	338.28
Freight and Handling Charges	565.04	409.42
Power and Fuel	998.51	699.43
Repairs and Maintenance		
Plant and Machinery	342.89	241.05
Building	71.22	65.73
Others	16.99	17.29
Research and Development Expenses	23.20	43.11
Rent	70.02	53.25
Insurance	36.45	24.90
Audit Fees	6.45	4.16
Communication Expenses	63.63	57.56
Traveling	251.48	193.19
Loss on Sale of Assets (Net)	7.19	4.37
Printing and Stationery	32.08	29.07
Security Service Charges	45.50	34.89
Legal and Professional Fees	48.91	40.47
Donation Expenses	1.82	4.80
Discount on Sales	1,214.07	952.62
Advertisement Expenses	193.87	28.43
Commission	181.65	167.21
Sales Promotion Expenses	363.00	205.46
Provision for Bad and Doubtful Debts	39.00	34.00
Other Expenses	119.86	85.27
Preliminary Expenses Written Off	-	0.05
Total	6,358.80	4,857.38
SCHEDULE -16 : INTEREST AND FINANCE CHARGES		
Interest to Banks		
On Term Loans	290.41	323.46
On Working Capital Loans	104.48	103.11
Bank and Finance Charges	73.70	65.28
Other Interest	0.01	0.04
Total	468.60	491.89

SCHEDULE – 17

Significant accounting policies to the consolidated financial statements

A. SIGNIFICANT ACCOUNTING POLICIES :-

1. Principles of Consolidation :

The Consolidated Financial Statements relate to Astral Poly Technik Limited ("the Company") and its subsidiary companies. The Consolidated Financial Statements have been prepared on the following basis :

- The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as per Accounting Standard 21 – Consolidated Financial Statements issued by The Institute of Chartered Accountants of India.
- In case of foreign joint venture, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing at the end of the year. Exchange gains/ (losses) arising on conversion are recognised under Foreign Currency Translation Reserve.
- Interests in Joint Venture have been accounted by using the proportionate consolidation method as per Accounting Standard 27 - Financial Reporting of Interests in Joint Ventures issued by The Institute of Chartered Accountants of India.
- The financial statements of the subsidiaries used in the consolidation are drawn up to the same reporting date as that of the Company i.e. 31st March, 2011 and in case of joint venture the financial statements used in the consolidation are drawn up to 31st December, 2010.
- The excess of cost to the Company, of its investment in the subsidiary company and joint venture over the Company's portion of equity is recognised in the financial statement as Goodwill.
- The excess of the Company's portion of equity of the subsidiary and joint venture on the acquisition date over its cost of investment is treated as Capital Reserve.
- Intra-group balances and intra-group transactions and resulting unrealised profits have been eliminated.

2. Investments other than in subsidiaries and associates have been accounted as per Accounting Standard (AS) 13 "Accounting for Investments"

3. Other significant accounting policies

These are set out under "Significant Accounting Policies" as given in the Standalone Financial Statements of Astral Poly Technik Limited.

B. NOTES ON ACCOUNTS TO CONSOLIDATED BALANCE SHEET AND PROFIT AND LOSS ACCOUNT :

1. The list of subsidiaries company and joint venture which are included in the consolidation and the Company's holdings therein are as under :

Name of the Company	% of Holding		Country of Incorporation
	2010-11	2009-10	
Subsidiaries			
Astral Biochem Private Limited	100%	100%	India
Advanced Adhesives Limited	85 %	Nil	India
Joint Venture			
Astral Technologies Limited	31.90%	31.90%	Kenya

The audited financial statements of Astral Technologies Limited (Kenya) up to 31st December, 2010 have been prepared in accordance with International Financial Reporting Standards. Differences in accounting policies of the Company and the joint venture are not material and there are no material transactions from 1st January, 2011 to 31st March, 2011 in respect of the joint venture having financial year ended on 31st December, 2010. There is no change in Company's interest in the joint venture from 1st January, 2011 till 31st March, 2011.

Figures pertaining to the subsidiary companies and the joint venture have been reclassified wherever necessary to bring them in line with the Company's financial statements.

2. Contingent Liabilities not provided for : (Rs. In Lacs)

Sr. No.	Particulars	As at 31.03.2011	As at 31.03.2010
1	Bank Guarantees	109.96	23.94
2	Letters of Credit for Purchases	-	64.34
3	Export Obligations under EPCG Scheme (Duty Involved)	-	6.89
4	Capital Contracts remaining to be executed	870.34	618.41
5	Income tax matters under appeal	77.79	-

3. Employee Benefits :

The disclosures required under Accounting Standard 15 (Revised) " Employee Benefits" notified in the Companies (Accounting Standards) Rules 2006 are given below :

Defined Contribution Plan :

Contribution to Defined Contribution Plan, recognised and charged off the year, is as under :

Employer's Contribution to Provident Fund Rs. 42.25 Lacs

Defined Benefit Plan :

The Company has defined benefit plans for gratuity to eligible employees, contributions for which are made to Life Insurance Corporation of India, who invests the funds as per IRDA guidelines. The details of these defined benefit plans recognised in the financial statements are as under:

General Description of the Plan :

The Company operates a defined benefit plan (the Gratuity Plan) covering eligible employees, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees salary and the tenure of employment.

Status of gratuity plan as required under AS 15 [Revised] :

a. Reconciliation of opening and closing balances of the present value of the defined benefit obligation : (Rs. In Lacs)

Particulars	2010-11	2009-10
Obligations at the beginning of the year	45.88	32.15
Current service cost	10.26	9.58
Interest cost	3.83	2.67
Actuarial (gain) / loss	(0.41)	1.66
Benefits paid	(6.05)	(0.18)
Obligations at the end of the year	53.51	45.88

b. Reconciliation of opening and closing balances of the fair value of plan assets : (Rs. In Lacs)

Particulars	2010-11	2009-10
Plan assets at the beginning of the year, at fair value	56.52	26.18
Expected return on plan assets	6.05	3.72
Actuarial gain / (loss)	(0.29)	(0.11)
Contributions	19.42	26.91
Benefits paid	(6.05)	(0.18)
Plan assets at the end of the year, at fair value	75.65	56.52

c. Reconciliation of the present value of the defined benefit obligation & fair value of plan assets : (Rs. In Lacs)

Particulars	2010-11	2009-10
Obligations at the end of the year	53.51	45.88
Plan assets at the end of the year, at fair value	75.65	56.52
Liability/(Assets) recognised in Balance sheet as on 31-Mar-11	(22.14)	(10.64)

d. Gratuity cost for the year : (Rs. In Lacs)

Particulars	2010-11	2009-10
Current service cost	10.26	9.58
Interest cost	3.83	2.67
Expected return on plan assets	(6.05)	(3.72)
Net Actuarial (gain)/Loss.	(0.12)	1.77
Net gratuity cost	7.92	10.30

e. Investment details of plan assets :

To fund the obligations under the Gratuity Plan, Contributions are made to Life Insurance Corporation of India, who invests the funds as per IRDA guidelines.

f. Assumptions : (Rs. In Lacs)

Particulars	2010-11	2009-10
Discount Rate	8.34%	8.30%
Expected return on plan assets	9.15%	9.00%
Annual Increase in Salary Costs	5.00%	5.00%

Future Salary increases are based on long term average salary rise expected taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employee market. Future Separation & Mortality rates are obtained from relevant data of Life Insurance Corporation of India.

g. Experience History : (Rs. In Lacs)

Particulars	2010-11	2009-10	2008-09
Defined Benefit Obligation at the end of the period	53.51	45.88	32.15
Plan Assets at the end of the period	75.65	56.52	26.18
Funded Status	(22.14)	(10.64)	5.97
Experience Adjustments on Plan Liabilities	—	—	—
Experience Adjustments on Plan Assets	—	—	—

- h. Contributions expected to be paid to the plan during the next financial year Rs. Nil (Previous Year : Rs. 10.00 Lacs).

The Liability for Leave Encashment and compensated absences as at year end is Rs. 39.21 lacs (Previous Year : Rs. 32.68 lacs).

4. Accumulated Depreciation upto March 31, 2011 (Schedule '4') includes impairment loss on Plant & Machinery – Rs. 96.20 lacs (Previous Year : Rs. 96.20 lacs).

5. Auditors' remuneration :

(Rs. In Lacs)

Sr. No.	Particulars	2010-11	2009-10
a.	For Statutory Audit	6.00	4.00
b.	Service Tax	0.93	0.62
c.	For Other Services	3.01	2.06
	TOTAL :->	9.94	6.68

6. Managerial Remuneration :

(Rs. In Lacs)

Particulars	2010-11	2009-10
Remuneration	47.66	39.91
Allowances	15.50	12.50
TOTAL :->	63.16	52.41

Commission is not payable to the directors and hence the computation of net profit under section 349 of the Companies Act, 1956 has not been given.

7. Related party disclosures as required by Accounting Standard 18, "Related Party Disclosures", issued by the Institute of Chartered Accountants of India are given below.

1. Name of the party and relationships :

- a) Companies and firms in which Directors/Directors' Relatives exercise control / significant Influence :

Kairav Chemicals Limited
Saumya Polymers Private Limited
Plumbware Limited
Packhard Limited (Till 09/10/2009)
Allied Plumbers Limited
Architectural Supplies Limited

- b) Key management personnel :

Mr. Sandeep P. Engineer
Mrs. Jagruti S. Engineer
Mr. K. R. Shenoy
Mr. Yogesh Patel

- c) Relatives of key management personnel :

Sandeep P. Engineer HUF
Mr. Bipin R. Mehta
Mrs. Rekha B. Mehta
Mrs. Hansa P. Engineer

2. Transactions carried out with related parties referred in (1) above, in ordinary course of business and their year end balances : (Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
Part I : Volume of Transactions				
a) Unsecured Loans Given				
Kairav Chemicals Limited	-	-	-	-
	(299.75)	-	-	(299.75)
b) Purchase of Goods/Assets				
Kairav Chemicals Limited	231.56	-	-	231.56
	(1,434.08)	-	-	(1,434.08)
Plumbware Limited	0.35	-	-	0.35
	(0.11)	-	-	(0.11)
Packhard Limited	-	-	-	-
	(2.07)	-	-	(2.07)
Allied Plumbers Limited	7.43	-	-	7.43
	-	-	-	-
Architectural Supplies Limited	1.19	-	-	1.19
	-	-	-	-
c) Sale of Goods / Assets				
Kairav Chemicals Limited	0.17	-	-	0.17
	(335.69)	-	-	(335.69)
Plumbware Limited	7.21	-	-	7.21
	(14.06)	-	-	(14.06)
Packhard Limited	-	-	-	-
	(0.66)	-	-	(0.66)
Allied Plumbers Limited	27.30	-	-	27.30
	(32.10)	-	-	(32.10)
Architectural Supplies Limited	0.68	-	-	0.68
	-	-	-	-
d) Rent Received				
Kairav Chemicals Limited	3.31	-	-	3.31
	(3.31)	-	-	(3.31)
e) Dividend Paid				
Saumya Polymers Pvt. Ltd.	31.52	-	-	31.52
	(31.52)	-	-	(31.52)
Mr. Sandeep P. Engineer	-	34.75	-	34.75
	-	(34.75)	-	(34.75)
Mrs. Jagruti S. Engineer	-	18.29	-	18.29
	-	(18.29)	-	(18.29)
Mr. Bipin R. Mehta	-	-	1.30	1.30
	-	-	(1.30)	(1.30)
Mrs. Hansa P. Engineer	-	-	0.01	0.01
	-	-	(0.01)	(0.01)

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
f) Interest on Loans				
Kairav Chemicals Limited	24.20	-	-	24.20
	(29.98)	-	-	(29.98)
g) Remuneration				
Mr. Sandeep P. Engineer	-	49.50	-	49.50
	-	(40.50)	-	(40.50)
Mrs. Jagruti S. Engineer	-	9.00	-	9.00
	-	(9.00)	-	(9.00)
Mr. Bipin R. Mehta	-	-	14.00	14.00
	-	-	(13.75)	(13.75)
Mr. K. R. Shenoy	-	3.00	-	3.00
	-	(1.00)	-	(1.00)
Mr. Yogesh Patel	-	1.66	-	1.66
	-	(1.91)	-	(1.91)
h) Rent Paid				
Sandeep P. Engineer (H.U.F.)	-	-	4.31	4.31
	-	-	(3.60)	(3.60)
Mrs. Hansa P. Engineer	-	-	0.60	0.60
	-	-	(0.60)	(0.60)

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
Part II : Balance at the end of the period				
a) Unsecured Loans Given				
Kairav Chemicals Limited	150.00	-	-	150.00
	(299.75)	-	-	(299.75)
b) Purchase of Goods/Assets				
Plumbware Limited	-	-	-	-
	(0.03)	-	-	(0.03)
Allied Plumbers Limited	1.05	-	-	1.05
	-	-	-	-
Architectural Supplies Limited	0.40	-	-	0.40
	(0.02)	-	-	(0.02)
Mr. Sandeep P. Engineer	-	99.50	-	99.50
	-	(99.50)	-	(99.50)
Mrs. Jagruti S. Engineer	-	87.50	-	87.50
	-	(87.50)	-	(87.50)
c) Sale of Goods / Assets				
Allied Plumbers Limited	18.51	-	-	18.51
	(16.11)	-	-	(16.11)

(Rs. In Lacs)

Particulars	Related Referred in 1 (a) above	Related Referred in 1 (b) above	Related Referred in 1 (c) above	Total
Architectural Supplies Limited	0.65	-	-	0.65
	-	-	-	-
Plumbware Limited	1.96	-	-	1.96
	(5.43)	-	-	(5.43)
d) Interest on Loans				
Kairav Chemicals Limited	24.20	-	-	24.20
	(26.98)	-	-	(26.98)
e) Current Liabilities				
Mr. Sandeep P. Engineer	-	-	-	-
	-	(3.02)	-	(3.02)
Mrs. Jagruti S. Engineer	-	-	-	-
	-	(0.75)	-	(0.75)
Mr. K. R. Shenoy	-	0.50	-	0.50
	-	-	-	-
Mr. Bipin R. Mehta	-	-	1.00	1.00
	-	-	(1.00)	(1.00)

Figures in brackets are in respect of the previous year.

8. Segment Information :

The Company is engaged mainly in production of plastic Products and as such is the only reportable segment as per Accounting Standard on Segment Reporting (AS – 17) issued by the Institute of Chartered Accountants of India. The geographical segmentation is not relevant as export turnover is not significant in respect of total turnover.

9. Operating Lease :

The Company is Lessee under various operation leases under which rental expenses for the year was Rs. 73.00 Lacs (Previous Year : Rs. 51.60 Lacs). The Company has not executed any non cancelable lease agreement.

10. Earnings Per Share :

(Rs. In Lacs)

Particulars	As at 31.03.2011	As at 31.03.2010
Profit after tax (Rs. In Lacs)	3,284.31	2,771.72
Weighted Average No. of Equity Shares Outstanding	2,24,76,112	2,24,76,112
Basic & Diluted Earnings Per Share (In Rs.) (Face Value of Rs. 5/- each)	14.61	12.33

11. Derivative Instruments :

The Company uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions. The use of foreign currency forward contracts is governed by the Company's strategy approved by the Board of Directors, which provide principles on the use of such forward contracts consistent with the Company's Risk Management Policy. The Company does not use forward contracts for speculative purposes.

Outstanding Forward Exchange Contracts entered into by the Company on accounts of payables and receivables :

As at	No. of Contracts	US \$ Equivalent (Lacs)	INR Equivalent (Lacs)
March 31, 2011	4	47.34	2,111.18
March 31, 2010	8	69.07	3,102.62

Expenditure on account of premium on forward exchange contracts to be recognised in the profit and loss of subsequent accounting period aggregates to Rs. 29.37 Lacs (Previous Year : Rs. 22.68 Lacs).

Foreign Currency Exposures not hedged by derivative instruments as at 31st March 2011 on payables, amounting to US\$ 243.70 Lacs & EURO 6.49 Lacs Equivalent INR. 11,280.67 Lacs (Previous Year : US\$ 140.80 Lacs Equivalent INR. 6,377.82 Lacs) and on receivables, amounting to US\$ 5.86 Lacs Equivalent INR. 261.34 Lacs (Previous Year : US\$ 3.47 Lacs Equivalent INR. 156.00 Lacs).

12. Foreign Exchange Gain (Net) of Rs. 286.99 Lacs (Previous Year : Rs. 613.60 Lacs) for the year has been included in respective heads of Profit and Loss Account.
13. Following current investments in mutual funds have been purchased and redeemed by the Company during the year ended 31st March, 2011 :

Sr. No.	Particulars	No. of Units	Face Value	Cost (Rs. In Lacs)
1	Reliance Floating Rate Fund – Short Term Plan – Growth Plan – Growth Option	10,32,609.82	10/-	150.00
2	Reliance Liquid Fund – Treasury Plan – Institutional Option – Growth Option – Growth Plan	2,27,30,466.28	10/-	5,215.03
3	Reliance Medium Term Fund – Retail Plan – Growth Plan – Growth Option	1,46,16,519.76	10/-	2,848.46
4	Reliance Money Manager Fund – Institutional Option – Growth Plan	2,03,804.29	1,000/-	2,610.41
5	Reliance Liquid Fund – Cash Plan – Growth Option – Growth Plan	2,88,21,387.50	10/-	4,530.00
6	Birla Sun Life Cash Manager – Institutional Plan – Growth	54,48,802.98	10/-	865.22
7	Birla Sun Life Cash Plus – Instl. Growth	18,28,916.53	10/-	465.00
8	Religare Liquid Fund – Regular Weekly Dividend	7,49,737.59	10/-	75.00
9	Religare Liquid Fund – Institutional Daily Dividend	1,27,51,381.05	10/-	1,275.24
10	Religare Ultra Short Term Fund – Institutional Daily Dividend	97,57,394.10	10/-	975.10
11	Religare Ultra Short Term Fund – Institutional Daily Dividend	10,137.46	1,000/-	100.91
12	Religare Ultra Short Term Fund – Regular Daily Dividend	7,49,054.96	10/-	75.01
13	Birla Sun Life Cash Plus – Instl. Daily Dividend - Reinvestment	16,20,188.68	10/-	175.00
14	Birla Sun Life Cash Manager – IP – Daily Dividend - Reinvestment	17,50,945.87	10/-	175.02
	TOTAL :->			19,535.40

14. Figures pertaining to the subsidiary companies and joint venture have been reclassified, wherever necessary to bring them in line with the Company's financial statements.
15. Previous year's figures have been recast/restated wherever necessary.

As per our report of even date

For and on behalf of the Board

For, Deloitte Haskins & Sells
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Managing Director Executive Director

(Gaurav J. Shah)
Partner
Membership No.: 35701
Place : Ahmedabad
Date : May 20, 2011

(Richa P. Jain)
Company Secretary
Place : Ahmedabad
Date : May 20, 2011

Statement Pursuant to Section 212 of the Companies Act, 1956 relating to Company's interest in the Subsidiary Company

1	Name of the Subsidiary Company	:	Astral Biochem Private Limited
2	The Financial Year of the Subsidiary Company ended on	:	March 31, 2011
3	Date from which it became Subsidiary	:	July 19, 2008
4	a) No. of Shares held by The Astral Poly Technik Limited (Holding Company) with its nominees in the Subsidiary at the end of the financial year of the Subsidiary	:	50,000 No. Equity shares of Rs. 10/- each fully paid up.
	b) Extent of Interest of Holding Company at the end of the financial year of the Subsidiary	:	100%
5	Net aggregate amount of the Subsidiary's Profit /(loss) so far as they concern the members of the Holding Company.		
	a) Not dealt with in Holding Company's accounts.		
	i) For the Financial Year ended March 31, 2011	:	NIL
	ii) For the Previous Financial Years	:	NIL
	b) Dealt with in Holding Company's accounts.		
	i) For the Financial Year ended March 31, 2011	:	NIL
	ii) For the Previous Financial Years	:	NIL
6	Changes in the Holding Company's interest in the Subsidiary between the end of the financial year of the Subsidiary and the end of the Holding Company's financial year.	:	None
7	Material Changes between the end of the financial year of the Subsidiary and the end of the Holding Company's financial year in respect of	:	
	a) Fixed Asset		NIL
	b) Investments		NIL
	c) Money Lent by the Subsidiary		NIL
	d) Money borrowed by the Subsidiary for any purpose other than for meeting current liabilities.		NIL

For, Astral Poly Technik Limited

Sandeep P. Engineer
Managing DirectorPlace: Ahmedabad
Date: May 20, 2011

For, Astral Poly Technik Limited

Jagruti S. Engineer
Executive Director

Statement Pursuant to Section 212 of the Companies Act, 1956 relating to Company's interest in the Subsidiary Company

1	Name of the Subsidiary Company	:	Advanced Adhesives Limited
2	The Financial Year of the Subsidiary Company ended on	:	March 31, 2011
3	Date from which it became Subsidiary	:	October 25, 2010
4	a) No. of Shares held by The Astral Poly Technik Limited (Holding Company) with its nominees in the Subsidiary at the end of the financial year of the Subsidiary	:	42,500 No. Equity shares of Rs. 10/- each fully paid up.
	b) Extent of Interest of Holding Company at the end of the financial year of the Subsidiary	:	85%
5	Net aggregate amount of the Subsidiary's Profit less/(loss) so far as they concern the members of the Holding Company.		
	a) Not dealt with in Holding Company's accounts.		
	i) For the Financial Year ended March 31, 2011	:	NIL
	ii) For the Previous Financial Years	:	NIL
	b) Dealt with in Holding Company's accounts.		
	i) For the Financial Year ended March 31, 2011	:	NIL
	ii) For the Previous Financial Years	:	NIL
6	Changes in the Holding Company's interest in the Subsidiary between the end of the financial year of the Subsidiary and the end of the Holding Company's financial year.	:	None
7	Material Changes between the end of the financial year of the Subsidiary and the end of the Holding Company's financial year in respect of	:	
	a) Fixed Asset		NIL
	b) Investments		NIL
	c) Money Lent by the Subsidiary		NIL
	d) Money borrowed by the Subsidiary for any purpose other than for meeting current liabilities.		NIL

For, Astral Poly Technik Limited

For, Astral Poly Technik Limited

Sandeep P. Engineer
Managing Director

Jagruti S. Engineer
Executive Director

Place: Ahmedabad
Date: May 20, 2011

ASTRAL BIOCHEM PRIVATE LIMITED

3rd ANNUAL REPORT

2010-2011

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Sandeep P. Engineer	Director
	Mrs. Jagruti S. Engineer	Director
	Mrs. Hansaben P. Engineer	Director
AUDITORS	Pankaj Ghiya & Associates Chartered Accountants 202, Vedant Complex, Kalpana Colony, Near Ganesh Plaza, Off. C.G. Road, Navrangpura, Ahmedabad-380 009.	
BANKERS	Corporation Bank Industrial Finance Branch, Ashram Road, Ahmedabad.	
REGISTERED OFFICE	901, Parshwa Towers, Opp. Rajpath Club, Sarkhej-Gandhinagar Highway, Ahmedabad-380 054, Gujrat, India.	

Directors' Report

Dear Shareholders,

Your Directors have pleasure in presenting the 3rd Annual Report of the Company together with the audited statements of accounts for the year ended on March 31, 2011.

OPERATIONS :

Till date your Company has not commenced any business activity and is looking forward for setting up a project in the near future. The management is putting in all its efforts to ensure that the project is conceived and implemented at the earliest possible.

DIRECTORS :

There has been no change in the Board of your Company.

Mrs. Hansaben Pravinbhai Engineer, who retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment. The Management recommends her reappointment.

CHANGE IN STATUTORY AUDITOR :

During the year under review, M/s. N. Gamadia & Co., Statutory Auditor of the Company has conveyed their inability to continue as the Statutory Auditor of the Company. Hence the Management has recommended the Members of the Company to appoint M/s. Pankaj Ghiya & Associates, Chartered Accountants as the Statutory Auditors of the Company.

Accordingly, the members of the Company at their meeting held on September 28, 2010 have appointed M/s. Pankaj Ghiya & Associates, Chartered Accountants, Ahmedabad, having CA Firm Regn. No. 125017W as Statutory Auditor of the Company.

AUDITORS :

M/s. Pankaj Ghiya & Associates, the Statutory Auditors of the Company retire at the forthcoming Annual General Meeting and are eligible for re-appointment. The retiring Auditors have furnished a certificate of their eligibility for re-appointment under section 224(1B) of the Companies Act, 1956 and have indicated their willingness to continue.

DIRECTOR'S RESPONSIBILITY STATEMENT :

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

- (i) in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed ;
- (ii) the Directors have selected such Accounting Policies and have applied them consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the Provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Annual Accounts have been prepared on a going concern basis.

PERSONNEL :

Information required under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 regarding employees is not applicable as none of the employees of the company is in receipt of remuneration which is more than the sum specified by the prevalent law.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, AND FOREIGN EXCHANGE EARNING AND OUT GO :

The particulars of Section 217(1) (e) with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo, pursuant to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not provided as the Company has not started any manufacturing activity and consequently there is no relevant information in this regard.

ACKNOWLEDGMENTS :

The Directors would like to express their deep appreciation for the support extended by agencies working with the Company and wish to place on record their appreciation for the services of the all who have contributed to the functioning of the Company.

By the Order of the Board of Directors

Place: Ahmedabad
Date: April 5, 2011

SANDEEP P. ENGINEER
Chairman

Auditors' Report

To,
The Members,
ASTRAL BIOCHEM PRIVATE LIMITED
Ahmedabad

We have audited the attached Balance Sheet of ASTRAL BIOCHEM PRIVATE LIMITED, as at 31st March, 2011 and also the Statement of Expenditure and Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- (i) 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.
- (ii) 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.
- (iii) The Balance Sheet, Statement of Expenditure and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (iv) In our opinion, the Balance Sheet, Statement of Expenditure and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- (v) On the basis of written representations received from the Directors, as on 31st March, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with schedules and notes thereon and give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011; and
 - (b) in the case of the Statement of Expenditure prepared, of the expenditure incurred for the year ended on that date, and
 - (c) in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For, Pankaj Ghiya & Associates
Chartered Accountants
FRN: 125017W

Place : Ahmedabad
Date : April 5, 2011

(Pankaj Ghiya)
Partner
M. No. 111025

Annexure to the Auditors' Report

Referred to in paragraph 3 of our report of even date to the members of ASTRAL BIOCHEM PRIVATE LIMITED.

1. (a) The Company has maintained proper records showing full particulars of Fixed Assets purchased during the year.
(b) As the Company's project is in start up phase, expenditures incurred during the year are shown as Pre-operative expenses awaiting capitalization under the Capital work-in -progress.
2. (a) During the year, Company has not disposed of any substantial/major part of Fixed Assets.
(b) As the company has not purchased and sold goods during the year nor is there any opening stocks, requirement of reporting on physical verification of stocks or maintenance of inventory records, in our opinion, does not arise.
3. (a) According to the information and explanations given to us, company has not granted any loan to parties covered in the register maintained under section 301 of the Companies Act, 1956.
(b) According to information and explanations given to us, the Company has taken loan from one party listed in the Register maintained under Section 301 of the Companies Act, 1956 and the maximum amount involved during the year was Rs. 485.17 lacs and the year-end balance was Rs. 485.17 lacs.
(c) According to the information and explanations given to us, in our opinion, the rate of interest and other terms and conditions on which above loans have been taken from the parties listed in the registers maintained under Section 301 are not, prima facie, prejudicial to the interest of the Company.
(d) According to the information and explanations given to us, the Company is regular in repaying the principal amounts as stipulated and is regular in payment of interest.
(e) There is no overdue amount of loan taken from the parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to information and explanation given to us, we report that the company's activity do not include purchase of inventory and sale of goods. In our opinion and according to information and explanation given to us, we report that there are adequate internal control procedures commensurate with the size of the Company and nature of its business with regard to the purchase of fixed assets. During the course of our audit, no major weakness has been noticed in the internal controls with regards to purchase of fixed assets.
5. In respect of transactions entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956,
(a) Based on audit procedures applied by us, to the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the transactions that needed to be entered into the register maintained under Section 301 have been so entered.
(b) According to the information and explanations given to us, where each of such transactions is in excess of Rs. 5 lakhs in respect of any party, in our opinion, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public and therefore, the provisions of Section 58A and 58AA of the Companies Act, 1956 and Rules there under are not applicable to the Company.
7. In our opinion and in accordance with the information and explanation given to us, the aggregate of the paid up capital and free reserve did not exceed Rupees fifty lakhs nor did the turnover exceed Rupees five crores. Hence, no comment on the Internal Audit System is required.
8. The requirement of maintenance of cost records as prescribed by the Central Government under Section 209(1) (d) is not applicable to the company.
9. (a) According to the records of the Company and information and explanations given to us, the Company has been regular in depositing with appropriate authorities undisputed statutory dues including Income Tax, Service Tax, Cess and other statutory dues applicable to it.

- (b) According to the records of the company, there are no dues of Income tax, Service tax, cess etc. which have not been deposited on account of any dispute.
10. In our opinion, the Company has an Internal Audit System commensurate with the size of the Company and the nature of its business.
 11. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not borrowed from the financial institutions, banks or issued debenture, hence, reporting requirement under this clause does not arise.
 12. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the company hence clause (xiii) of para 4 is not applicable.
 14. As per records of the company and the information and explanation given to us by the management, company is not dealing in shares, securities and debentures and other investment.
 15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
 16. According to the information and explanations given to us, the Company has not availed any term loans. Hence, Comments under this clause are not applicable.
 17. According to the records examined by us and according to the information and explanations given to us, on overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa except the permanent working capital.
 18. The Company has not made any preferential allotment to parties and companies covered under register maintained under Section 301 of the Companies Act, 1956, during the year and the question of whether the price at which the shares have been issued is prejudicial to the interest of the Company does not arise.
 19. The Company has not issued any Debentures hence question of creation of Securities does not arise.
 20. The Company has not raised money by any public issues during the year and hence the question of disclosure and verification of end use of such money does not arise.
 21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For, Pankaj Ghiya & Associates
Chartered Accountants
FRN: 125017W

Place : Ahmedabad
Date : April 5, 2011

(Pankaj Ghiya)
Partner
M. No. 111025

Balance Sheet As On 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	As At 31.03.2011	As At 31.03.2010
SOURCES OF FUNDS :			
SHARE HOLDERS' FUNDS			
Share Capital	1	5.00	5.00
Reserves & Surplus		-	-
LOAN FUNDS			
Secured Loans		-	-
Unsecured Loans	2	485.17	465.00
DEFERRED TAX LIABILITY		-	-
Total		490.17	470.00
APPLICATION OF FUNDS :			
FIXED ASSETS			
Gross Block	3	439.00	439.00
Less : Depreciation		-	-
Net Block		439.00	439.00
Capital Work-in-Progress		49.84	1.99
		488.85	440.99
INVESTMENTS			
		-	-
CURRENT ASSETS, LOANS & ADVANCES			
Inventories		-	-
Sundry Debtors		-	-
Cash and Bank Balances	4	1.15	0.39
Other current assets / Loans and Advances	5	-	28.50
		1.15	28.89
LESS : CURRENT LIABILITIES & PROVISIONS			
Current Liabilities & Provisions	6	0.11	0.16
		0.11	0.16
NET CURRENT ASSETS			
		1.04	28.73
DEFERRED TAX ASSET			
		-	-
Miscellaneous Expenditure	7	0.29	0.28
(To the extent not written off)			
Total		490.17	470.00
Significant Accounting Policies & Notes on Accounts	10		

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

Statement of Expenditure for the Year Ended on 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	2010-11	2009-10
Administrative Expenses	8	0.42	0.38
Financial Expenses	9	0.05	0.00
Total		0.47	0.38
Tr. to Preliminary Expenses		-	0.18
Tr. to Pre-Operative Expenses (CWIP in Fixed Assets)		0.47	0.19
Significant Accounting Policies & Notes on Accounts	10		

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

Cash flow statement for the year ended on 31st march, 2011

(Rs. In Lacs)

Sr. No.	Particulars	2010-11		2009-10	
A	Cash flow from Operating Activities				
	Net Profit after tax and Extraordinary items		-		-
	Adjustments for :				
	Add. :				
	Depreciation	-		-	
	Interest	-		-	
	Taxation	-		-	
	Less : Interest received	-		-	
	Operating profit before working Capital Changes		-		-
	Adjustment for :				
	Increase/(Decrease) in Trade Payables	(0.05)		-	
	Add: (Increase) in Trade & Other Receivables	28.50	28.45	-	-
	Cash generated from operations		28.45		-
	Interest	-		-	
	Income tax	-	-	-	-
	Net Cash from Operating Activities (A)		28.45		-
B	Cash flow from Investing Activities				
	Purchase of Fixed Assets	-		(4.41)	
	Capital work-in-progress	(47.86)		(0.14)	
	Advances for Capital Goods	-		-	
	Interest received	-	(47.86)	-	(4.55)
	Net Cash used in Investing Activities (B)		(47.86)		(4.55)
C	Cash flow from Financing Activities				
	Equity Share Capital	-		-	
	Preliminary Expenses	-		(0.18)	
	Dividend Tax paid	-		-	
	Proceeds from Long Term Borrowings	20.17	20.17	4.56	4.38
	Net Cash flow from Financing Activities (C)		20.17		4.38
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		0.76		(0.17)
	Cash and Cash Equivalents (Opening Balance)		0.39		0.56
	Cash and Cash Equivalents (Closing Balance)		1.15		0.39

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

Schedules to the Financial Statements

(Rs. In Lacs)

Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 1 : SHARE CAPITAL		
AUTHORISED SHARE CAPITAL :		
50,000 Equity Shares of Rs.10/- each	5.00	5.00
	5.00	5.00
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
50,000 Equity Shares of Rs.10/- each fully paid up	5.00	5.00
(P.Y. : 50,000 Equity Shares of Rs. 10/- each fully paid up)		
Total	5.00	5.00
SCHEDULE - 2 : UNSECURED LOANS		
Inter corporate loans - Holding Company		
Astral Poly Technik Limited	485.17	465.00
Total	485.17	465.00

SCHEDULE - 3 : FIXED ASSETS

(Rs. In Lacs)

Sr. No.	Assets	Gross Block				Depreciation				Net Block	
		As At 01.04.2010	Additions	Deductions/ Adjustments	As At 31.03.2011	As At 01.04.2010	For The Year	Deductions/ Adjustments	As At 31.03.2011	As At 31.03.2011	As At 31.03.2010
1	Land	426.59	-	-	426.59	-	-	-	-	426.59	426.59
2	Land Development	12.42	-	-	12.42	-	-	-	-	12.42	12.42
	Total	439.00	-	-	439.00	-	-	-	-	439.00	439.00
3	Capital Work In Progress Pre-Operative Expenses	1.99	47.85	-	49.84	-	-	-	-	49.84	1.99
	Grand Total	440.99	47.85	-	488.85	-	-	-	-	488.85	440.99
	Previous Year	-	436.39	-	436.39	-	-	-	-	440.99	-

(Rs. In Lacs)

Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 4 : CASH AND BANK BALANCE		
Cash on hand	0.11	0.07
BALANCE WITH BANKS :		
With Scheduled Banks :		
In current A/c with Corporation Bank :		
Corporation Bank - IFB Curr. A/c.	1.04	0.32
Total	1.15	0.39
SCHEDULE - 5 : LOANS AND ADVANCES		
(Advances Considered Good, Unsecured unless otherwise Stated recoverable in cash or in kind or for the value to be received)		
Advances For Capital Goods	-	28.50
Total	-	28.50
SCHEDULE - 6 : CURRENT LIABILITIES AND PROVISIONS		
Sundry Creditors for expenses	0.11	0.16
Total	0.11	0.16
SCHEDULE - 7 : MISCELLANEOUS EXPENDITURE		
(To the extent not written off or adjusted)		
Preliminary expenses not written off	0.29	0.28
Total	0.29	0.28

Schedules to the Financial Statements

(Rs. In Lacs)		
Particulars	2010-11	2009-10
SCHEDULE - 8 : ADMINISTRATIVE EXPENSES		
Traveling expenses	0.28	-
Audit Fees	0.11	0.11
Professional fees	-	0.05
Legal Expenses	0.02	0.18
Printing & stationery	0.00	-
Fringe Benefit Tax	-	0.03
Total	0.42	0.38
SCHEDULE - 9 : FINANCIAL EXPENSES		
Bank Charges	0.05	0.00
Total	0.05	0.00

SCHEDULE – 10

Significant accounting policies and notes to accounts forming part of the Balance Sheet & Statement of Expenditure

A. ACCOUNTING POLICIES :

(1) Accounting Policies :

- (a) The Company generally follows the Mercantile System of Accounting and recognizes Income & Expenditure on accrual Basis, except otherwise stated.
- (b) The financial statements are prepared on historical cost basis and following the generally accepted accounting principles.

(2) Fixed Assets :

Fixed Assets are stated at historical costs less accumulated depreciation. All costs relating to acquisition and installation of fixed assets, if any, till the assets get ready for their intended use are capitalized.

(3) Taxation:

Provisions for Income-tax are made in accordance with the tax provisions of the Indian Income Tax Act, 1961 applicable to the relevant assessment year.

Deferred tax liabilities/Assets is recognised subject to the consideration of prudence, on timing differences being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods.

(4) Miscellaneous Expenditure :

Preliminary Expenses will be written off equally over a period of Five Years starting from the year in which company commences its operating activity.

B. NOTES TO THE ACCOUNTS :

1. Since commercial activities are yet to commence, hence Profit & Loss Account is not prepared and instead a Statement of Expenditure is prepared for the year.
2. Entire Share Capital of the Company is owned by Astral Poly Technik Limited (APL) and hence Company is wholly owned subsidiary of APL since 19th July, 2008.
3. The Expenditures are transferred to Pre-operative Expenditure & Preliminary Expenditure account according to their nature, and will be Capitalized / Amortized respectively after commencement of commercial operation.

4. Details of Auditors' Remuneration:

(Rs. In Lacs)

Particulars	2010-11	2009-10
For Statutory Audit	0.10	0.10
For Service Tax	0.01	0.01
Total	0.11	0.11

5. There is no contingent liability not provided for in the books except otherwise stated.

6. Related Party Disclosure:

1) Relationship

a) Enterprise over which Key Management Personnel and their relatives exercise significant influence.

- (i) Astral Poly Technik Limited
- (ii) Kairav Chemicals Limited
- (iii) Saumya Polymers Private Limited
- (iv) Advanced Adhesives Limited

b) Key Management Personnel

- (i) Mr. Sandeep P. Engineer
- (ii) Mrs. Jagruti S. Engineer

c) Relatives of Key Management Personnel

- (i) Mr. Bipin R. Mehta
- (ii) Mrs. Rekha B. Mehta
- (iii) Mr. Kairav Engineer
- (iv) Mr. Saumya Engineer

2) Transactions carried out with related parties referred in (1) above, in ordinary course of business and their year end balances :

(Rs. in Lacs)

Particulars	Referred in 1(a) above	Referred in 1(b) above	Referred in 1(c) above
Part I : Volume of Transactions			
Equity Share Capital	-	-	-
	-	-	-
Inter Corporate Loan	20.17	-	-
	(4.56)	-	-
Part II : Balance at the end of the year			
Equity Share Capital	5.00	-	-
	(5.00)	-	-
Inter Corporate Loan	485.17	-	-
	(465.00)	-	-

Note: Figures in brackets are in respect of the previous year.

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

ADVANCED ADHESIVES LIMITED

2nd ANNUAL REPORT

2010-2011

COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Sandeep P. Engineer	Director
	Mrs. Jagruti S. Engineer	Director
	Mr. Bhavesh Merchant	Director
AUDITORS	Pankaj Ghiya & Associates Chartered Accountants 202, Vedant Complex, Kalpana Colony, Near Ganesh Plaza, Off. C.G. Road, Navrangpura, Ahmedabad-380 009.	
BANKERS	Corporation Bank Industrial Finance Branch, Ashram Road, Ahmedabad.	
REGISTERED OFFICE	901, Parshwa Towers, Opp. Rajpath Club, Sarkhej-Gandhinagar Highway, Ahmedabad-380 054, Gujrat, India.	

Directors' Report

Dear Shareholders,

Your Directors have pleasure in presenting the 2nd Annual Report of the Company together with the audited statements of accounts for the year ended on March 31, 2011.

OPERATIONS :

Till date your Company has not commenced any business activity and is looking forward for setting up a project in the near future. The management is putting in all its efforts to ensure that the project is conceived and implemented at the earliest possible.

DIRECTORS :

There has been no change in the Board of your Company.

Mr. Sandeep P. Engineer, who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Management recommends his reappointment.

INCREASE IN AUTHORIZED SHARE CAPITAL OF THE COMPANY :

During the year under review, the Company has increased its Authorised Share Capital from Rs. 1,00,000 (Rs. One Lac only) divided into 10,000 Equity Shares of Rs. 10/- each to Rs. 5,00,000 (Rupees Five Lacs only) divided into 50,000 Equity Shares of Rs. 10/- each, ranking pari passu with the existing Equity Shares vide its resolution dated September 27, 2010.

CHANGE OF NAME OF THE COMPANY ON CONVERSION TO PUBLIC LIMITED COMPANY :

During the year under review, the name of the Company has been changed from "Advanced Adhesives Private Limited" to "Advanced Adhesives Limited" vide its resolution dated November 22, 2010 in terms of Section 31/21 read with Section 44 of the Companies Act, 1956.

AUDITORS :

M/s. Pankaj Ghiya & Associates, the Statutory Auditors of the Company retire at the forthcoming Annual General Meeting and are eligible for re-appointment. The retiring Auditors have furnished a certificate of their eligibility for re-appointment under section 224(1B) of the Companies Act, 1956 and have indicated their willingness to continue.

DIRECTOR'S RESPONSIBILITY STATEMENT :

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

- (i) in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed ;
- (ii) the Directors have selected such Accounting Policies and have applied them consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period;
- (iii) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the Provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Annual Accounts have been prepared on a going concern basis.

PERSONNEL :

Information required under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 regarding employees is not applicable as none of the employees of the company is in receipt of remuneration which is more than the sum specified by the prevalent law.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUT GO :

The particulars of Section 217(1) (e) with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo, pursuant to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not provided as the Company has not started any manufacturing activity.

ACKNOWLEDGMENTS :

The Directors would like to express their deep appreciation for the support extended by agencies working with the Company and wish to place on record their appreciation for the services of the all who have contributed to the functioning of the Company.

By the Order of the Board of Directors

Place: Ahmedabad
Date: April 5, 2011

SANDEEP P. ENGINEER
Chairman

Auditors' Report

To,
The Members,
ADVANCED ADHESIVES LIMITED
Ahmedabad.

We have audited the attached Balance Sheet of ADVANCED ADHESIVES LIMITED, as at 31st March, 2011 and also the Statement of Expenditure and Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- (i) 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.
- (ii) 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.
- (iii) The Balance Sheet and the Statement of Expenditure dealt with by this report are in agreement with the books of account.
- (iv) In our opinion, the Balance Sheet and the Statement of Expenditure dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
- (v) On the basis of written representations received from the Directors, as on 31st March, 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with schedules and notes thereon and give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - (b) in the case of the Statement of Expenditure prepared, of the expenditure incurred for the year ended on that date; and
 - (c) in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For, Pankaj Ghiya & Associates
Chartered Accountants
FRN: 125017W

Place : Ahmedabad
Date : April 5, 2011

(Pankaj Ghiya)
Partner
M. No. 111025

Annexure to the Auditors' Report

Referred to in paragraph 3 of our report of even date to the members of Advanced Adhesives Limited.

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) All the Fixed Assets have not been physically verified by the management during the year but there is a regular program of verification, which in our opinion, is reasonable having regard to the size of the Company and the nature of its Assets. As explained to us, no material discrepancies were noticed on such physical verification.
- (c) During the year, Company has not disposed of any substantial/major part of Fixed Assets.
2. (a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of inventory, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared the book records were not material and have been properly dealt with in the books of account.
3. (a) According to the information and explanations given to us, 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.
- (b) According to the information and explanations given to us, Company has taken loan from one company listed in the Register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 104.99 lacs and the year-end balance was Rs. 104.99 lacs.
- (c) In our opinion, the rate of interest and other terms and conditions on which above loans have been taken from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956, are not, prima facie, prejudicial to the interest of the Company.
- (d) The Company is regular in repaying the principal amounts as stipulated and has been regular in payment of interest.
4. 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 nature of its business, for the purchase of inventory and Fixed Assets. During the course of our audit, we have not observed any major weakness in such internal control system.
5. In respect of contracts or arrangements entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956, to the best of our knowledge and belief and according to the information and explanations given to us:
 - (a) the particulars of contracts or arrangements referred to in Section 301 that needed to be entered in the Register maintained under the said Section have been so entered.
 - (b) where each of such transactions is in excess of Rs. 5 lakhs in respect of any party, in our opinion, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public and therefore, the provisions of Section 58A and 58AA of the Companies Act, 1956 and Rules there under are not applicable to the Company.
7. In our opinion, the Company has an Internal Audit System commensurate with the size of the Company and the nature of its business.

8. According to the information and explanations given to us, the requirement of maintenance of cost records as prescribed by the Central Government under Section 209(1) (d) is not applicable to the company.
9. (a) According to the records of the Company and information and explanations given to us, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax Customs Duty, Excise Duty, Cess and any other statutory dues with the appropriate authorities during the year. There were no arrears as at 31st March, 2011 for a period more than six months from the date they became payable.
- (b) According to the records of the Company, there are no dues of Income-tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and Cess which have not been deposited as on 31st March, 2011 on account of any dispute.
10. The Company does not have accumulated losses at the end of the year and the Company has not incurred cash losses during current and the immediately preceding financial year.
11. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
12. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the company hence clause (xiii) of para 4 are not applicable.
14. As per records of the company and the information and explanations given to us by the management, Company is not dealing or trading in shares, securities, debentures and other Investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
16. To the best of our knowledge and belief and according to the information and explanations given to us, term loans availed by the Company were, prima facie, applied by the Company during the year for the purposes for which the loans were obtained.
17. According to the information and explanations given and on overall examination of the Balance Sheet of the company, we report that funds raised on short-term basis have not been used for long-term investment by the company or vice versa except the permanent working capital.
18. The Company has not made any preferential allotment to parties and companies covered under register maintained under Section 301 of the Companies Act, 1956, during the year and the question of whether the price at which the shares have been issued is prejudicial to the interest of the Company does not arise.
19. The Company has not issued any Debentures hence question of creation of securities or charges thereof does not arise.
20. The Company has not raised money by way of public issues during the year and hence the question of disclosure and verification of end use of such money does not arise.
21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For, Pankaj Ghiya & Associates
Chartered Accountants
FRN: 125017W

Place : Ahmedabad
Date : April 5, 2011

(Pankaj Ghiya)
Partner
M. No. 111025

Balance Sheet As On 31st March, 2011

		(Rs. In Lacs)	
Particulars	Schedule	As At 31.03.2011	As At 31.03.2010
SOURCES OF FUNDS :			
SHARE HOLDERS' FUNDS			
Share Capital	1	9.32	1.00
Reserves & Surplus		-	-
LOAN FUNDS			
Secured Loans	2	88.93	-
Unsecured Loans	3	104.99	0.17
DEFERRED TAX LIABILITY		-	-
Total		203.23	1.17
APPLICATION OF FUNDS :			
FIXED ASSETS			
Gross Block		-	-
Less : Depreciation		-	-
Net Block		-	-
Capital Work-in-Progress		179.63	0.18
		179.63	0.18
INVESTMENTS			
		-	-
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	6	11.57	-
Sundry Debtors		-	-
Cash and Bank Balances	5	3.68	(24.36)
Other current assets / Loans and Advances	7	25.05	25.37
		40.29	1.01
LESS : CURRENT LIABILITIES & PROVISIONS			
Current Liabilities & Provisions	8	16.98	0.11
		16.98	0.11
NET CURRENT ASSETS			
		23.31	0.90
DEFERRED TAX ASSET			
		-	-
Miscellaneous Expenditure	9	0.29	0.09
(To the extent not written off)			
Total		203.23	1.17
Significant Accounting Policies & Notes on Accounts	13		

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

Statement of Expenditure for the Year Ended on 31st March, 2011

(Rs. In Lacs)

Particulars	Schedule	2010-11	2009-10
Raw Material Consumed	10	-	-
Administrative Expenses	11	4.44	0.20
Financial Expenses	12	7.94	0.07
Total		12.38	0.27
Tr. to Preliminary Expenses		-	0.09
Tr. to Pre-Operative Expenses (CWIP in Fixed Assets)		12.38	0.18
Significant Accounting Policies & Notes on Accounts	13		

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

Cash flow statement for the year ended on 31st march, 2011

(Rs. In Lacs)

Sr. No.	Particulars	2010-11		2009-10	
A	Cash flow from Operating Activities				
	Net Profit after tax and Extraordinary items		-		-
	Adjustments for :				
	Add. :				
	Depreciation	-	-	-	-
	Interest	-	-	-	-
	Taxation	-	-	-	-
	Less : Interest received	-	-	-	-
	Operating profit before working Capital Changes		-		-
	Adjustment for :				
	Increase/(Decrease) in Trade Payables	16.87		0.11	
	Add: (Increase) / Decrease in Inventories	(11.57)		-	
	Add: (Increase) / Decrease in Trade & Other Receivables	0.32	5.63	(25.37)	(25.26)
	Cash generated from operations		5.63		(25.26)
	Interest	-	-	-	-
	Income tax	-	-	-	-
	Net Cash from Operating Activities (A)		5.63		(25.26)
B	Cash flow from Investing Activities				
	Purchase of Fixed Assets	-	-	-	-
	Capital work-in-progress	(179.45)		(0.18)	
	Advances for Capital Goods	-	-	-	-
	Interest received	-	(179.45)	-	(0.18)
	Net Cash used in Investing Activities (B)		(179.45)		(0.18)
C	Cash flow from Financing Activities				
	Equity Share Capital	8.32		1.00	
	Preliminary Expenses	(0.20)		(0.09)	
	Dividend Tax paid	-		-	
	Proceeds from Long Term Borrowings	193.75		0.17	
	(Decrease) / increase in Short Term Loans	-	201.86	-	1.08
	Net Cash flow from Financing Activities (C)		201.86		1.08
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		28.04		(24.36)
	Cash and Cash Equivalents (Opening Balance)		(24.36)		-
	Cash and Cash Equivalents (Closing Balance)		3.68		(24.36)

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025

Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

Schedules to the Financial Statements

(Rs. In Lacs)

Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 1 : SHARE CAPITAL		
AUTHORISED SHARE CAPITAL :		
50,000 (P.Y. : 10,000) Equity Shares of Rs.10/- each	50.00	1.00
	50.00	1.00
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
50,000 (P.Y. : 10,000) Equity Shares of Rs.10/- each fully paid up	5.00	1.00
Share Application Money	4.32	-
Total	9.32	1.00
SCHEDULE - 2 : SECURED LOANS		
From Corporation Bank	88.93	-
Notes : 1. Secured by way of first pari-passu charge, both present and future, in respect of all the current assets of the Company and Fixed assets and further secured by personal guarantees of Directors.		
Total	88.93	-
SCHEDULE - 3 : UNSECURED LOANS		
From Directors	-	0.17
From Astral Poly Technik Limited	104.99	-
Total	104.99	0.17

SCHEDULE - 4 : FIXED ASSETS

(Rs. In Lacs)

Sr. No.	Assets	Gross Block				Depreciation				Net Block	
		As At 01.04.2010	Additions	Deductions / Adjustments	As At 31.03.2011	As At 01.04.2010	For The Year	Deductions / Adjustments	As At 31.03.2011	As At 31.03.2011	As At 31.03.2010
1	Capital Work In Progress	0.18	179.45	-	179.63	-	-	-	-	179.63	0.18
	Pre-Operative Expenses	0.18	179.45	-	179.63	-	-	-	-	179.63	0.18
	Grand Total	0.18	179.45	-	179.63	-	-	-	-	179.63	0.18
	Previous Year	-	0.18	-	0.18	-	-	-	-	0.18	-

(Rs. In Lacs)

Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 5 : CASH AND BANK BALANCE		
Cash on hand	0.13	1.01
BALANCE WITH BANKS :		
With Scheduled Banks :		
In current A/c with Corporation Bank :		
Corporation Bank - IFB Current Account	3.55	(25.37)
Total	3.68	(24.36)
SCHEDULE - 6 : INVENTORIES		
Raw Material Closing Stock	11.57	-
Total	11.57	-
SCHEDULE - 7 : LOANS AND ADVANCES		
(Advances Considered Good, Unsecured unless otherwise Stated recoverable in cash or in kind or for the value to be received)		
Advance Recoverable in Cash or in Kind	21.43	-
Advance For Expenses	0.01	-
Advance For Capital Goods	0.04	25.37
Deposits	3.57	-
Total	25.05	25.37

Schedules to the Financial Statements

(Rs. In Lacs)		
Particulars	As At 31.03.2011	As At 31.03.2010
SCHEDULE - 8 : CURRENT LIABILITIES AND PROVISIONS		
CURRENT LIABILITIES		
Sundry Creditors for goods purchased	0.82	-
Sundry Creditors for capital goods	12.38	-
Sundry Creditors for expenses	3.74	0.11
PROVISIONS		
Tds Payable	0.04	-
Total	16.98	0.11
SCHEDULE - 9 : MISCELLANEOUS EXPENDITURE		
(To the extent not written off or adjusted)		
Preliminary expenses not written off	0.29	0.09
Total	0.29	0.09
(Rs. In Lacs)		
Particulars	2010-11	2009-10
SCHEDULE - 10 : RAW MATERIAL CONSUMED		
Opening Stock	-	-
Add :		
Purchases	11.49	-
Freight Charges	0.08	-
Less :		
Closing Stock	11.57	-
Total	-	-
SCHEDULE - 11 : ADMINISTRATIVE EXPENSES		
Auditor's Remuneration	0.11	0.11
Filing Fees	0.02	0.06
Professional fees	0.14	-
Telephone Expenses	0.02	-
Rent Expenses	3.15	-
Insurance Expenses	0.28	-
Printing & stationery	0.07	0.03
Security Service Charges	0.65	-
Total	4.44	0.20
SCHEDULE - 12 : FINANCIAL EXPENSES		
Interest Expenses	5.98	-
Bank Charges	1.96	0.07
Total	7.94	0.07

SCHEDULE – 13

Significant accounting policies and notes to accounts forming part of the Balance Sheet & Statement of Expenditure

A. ACCOUNTING POLICIES :

(1) Accounting Policies :

- The Company generally follows the Mercantile System of Accounting and recognizes Income & Expenditure on accrual Basis, except otherwise stated.
- The financial statements are prepared on historical cost basis and following the generally accepted accounting principles.

(2) Fixed Assets :

Fixed Assets are stated at historical costs less accumulated depreciation. All costs relating to acquisition and installation of fixed assets, if any, till the assets get ready for their intended use are capitalised.

(3) Taxation:

Provisions for Income-tax are made in accordance with the tax provisions of the Indian Income Tax Act, 1961 applicable to the relevant assessment year.

Deferred tax liabilities/Assets is recognised subject to the consideration of prudence, on timing differences being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods.

(4) Miscellaneous Expenditure :

Preliminary Expenses will be written off equally over a period of Five Years starting from the year in which company commences its operating activity.

B. NOTES TO THE ACCOUNTS :

1. Since commercial activities are yet to commence, hence Profit & Loss Account is not prepared and instead a Statement of Expenditure is prepared for the year.
2. Previous year balances have been regrouped, rearranged and reclassified wherever required.
3. The Expenditure are transferred to Pre-operative Expenditure & Preliminary Expenditure account according to their nature, and will be Capitalized/Amortized respectively after commencement of commercial operation.
4. Details of Auditors' Remuneration:

(Rs. In Lacs)

Particulars	2010-11	2009-10
For Statutory Audit	0.10	0.10
For Service Tax	0.01	0.01
Total	0.11	0.11

5. There is no contingent liability not provided for in the books except otherwise stated.
6. Related Party Disclosure:
 - 1) Relationship
 - a) Enterprise over which Key Management Personnel and their relatives exercise significant influence.
 - (i) Astral Poly Technik Limited
 - (ii) Astral Biochem Private Limited
 - (iii) Saumya Polymers Private Limited
 - (iv) Kairav Chemicals Limited
 - b) Key Management Personnel
 - (i) Mr. Sandeep P. Engineer
 - (ii) Mrs. Jagruti S. Engineer
 - (iii) Mr. Bhavesh Merchant
 - c) Relatives of Key Management Personnel
 - (i) Mrs. Rekha B. Mehta
 - (ii) Mr. Bipin R. Mehta
 - (iii) Mr. Kairav Engineer
 - (iv) Mr. Saumya Engineer

2) Transactions

(Rs. in Lacs)

Nature of Transactions	Referred in 1(a) above	Referred in 1(b) above	Referred in 1(c) above
Equity Share Capital	3.25	0.75	-
	-	(1.00)	-
Unsecured Loan Taken	104.99	-	-
	-	(0.17)	-

3) Year-end Balances

(Rs. in Lacs)

Particulars	Referred in 1(a) above	Referred in 1(b) above	Referred in 1(c) above
Equity Share Capital	4.25	0.75	-
	-	(1.00)	-
Unsecured Loan Taken	104.99	-	-
	-	(0.17)	-

7. During the year, amount of Foreign Exchange Outgo paid towards the purchase of Capital Goods is Rs. 64.90 Lacs. (P.Y. : Rs. 25.37 Lacs).
8. As the company has not started its operations, Accounting Standards, other than those for which disclosure is made in the notes above, are not applicable to the company.

As per our report of even date

For and on behalf of the Board

For, Pankaj Ghiya & Associates
Chartered Accountants

(Sandeep P. Engineer) (Jagruti S. Engineer)
Director Director

(Pankaj Ghiya)
Partner
Membership No. 111025
Place : Ahmedabad
Date : April 5, 2011

Place : Ahmedabad
Date : April 5, 2011

[illegible]

HIGHLIGHTS OF THE YEAR

Full range of UnderGround products introduced in Indian plumbing market during the year



- Astral believes in 'Green Environment': Plantation at factory site by our guests
- Astral the only pipe manufacturing company in India now have ISI certificate for CPVC pipes and NSF certificate for CPVC pipes and fittings

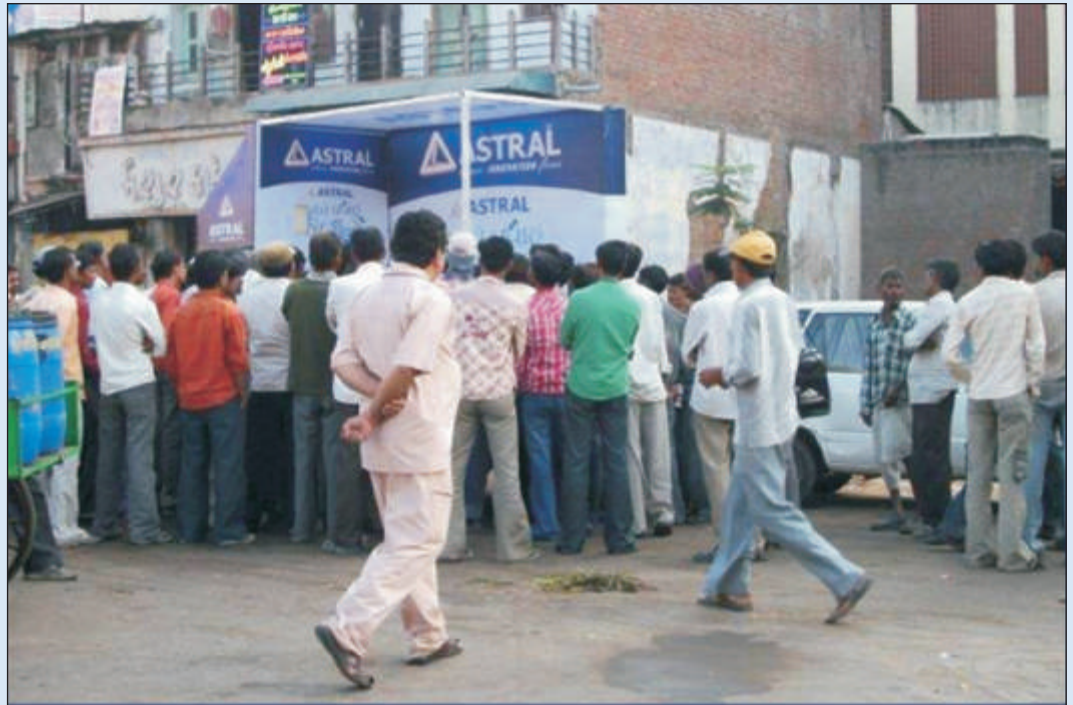


Opening of world class Quality Assurance Laboratory at Ahmedabad



BRANDING AND MARKETING ACTIVITIES

Plumber Contact:
Promoter addressing the crowd at the labour chowk



- Branding activities at dealer's shop
- Public transport system used in branding



Magazine advertisements on receiving ISI and NSF approvals, the only Indian company having both prestigious certifications

ASTRAL promises purity, quality and reliability of its CPVC products.



Only those products bearing the NSF Mark are certified

IS 15778



CM/L-3673470

ASTRAL
FLOWGUARD™
PIPE & FITTINGS

ASTRAL - the only pipe manufacturing company in India now having most prestigious quality certifications from National Sanitation Foundation and Bureau of Indian Standards.

ASTRAL now have ISI certificate for CPVC pipes and NSF certificate for CPVC pipes and fittings.

Always 1st in quality and innovations

*Check NSF website for listing of our products.

AVAILABLE SIZE :

- Class 1 (SDR 31) & Class 2 (SDR 13.5) : 15 mm (1/2") to 50 mm (2") CTS conforming to IS 15778:2007
- SCH 40 : 65 mm (2 1/2") to 300 mm (12") IPS As per ASTM F441
- SCH 80 : 65 mm (2 1/2") to 300 mm (12") IPS As per ASTM F441



ASTRAL
where INNOVATION flows

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New Delhi : 414, Ansal Chamber-III, 6, Bhaiji Cama Place, New Delhi-110 066. Phone: 011-26161661 Telefax: 011-26161666 E-mail: delhi@astralpipe.com
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EXHIBITIONS AT VARIOUS PLACES

Exhibition stall at
Plumbex - 11 - Mumbai



Exhibition stall at
ACETECH - 2010-11 - Mumbai
and Bengaluru



Exhibition stall at
ACETECH - 2010 - Chennai



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