

FILTRON ENGINEERS LIMITED
31st ANNUAL REPORT 2012-2013

31st ANNUAL REPORT 2012-2013

BOARD OF DIRECTORS

Srinivas Reddy	MANAGING DIRECTOR
Joachim Engelbrecht	DIRECTOR
Parinakar Kashyap	DIRECTOR
Prashant Hegde	DIRECTOR
Yashraj Rao Mal	WHOLE TIME DIRECTOR (w.e.f. 21.01.12)
Walter Gull	WHOLE TIME DIRECTOR (w.e.f. 12.12.12)

AUDITORS

Chartered Accountants

BANKERS

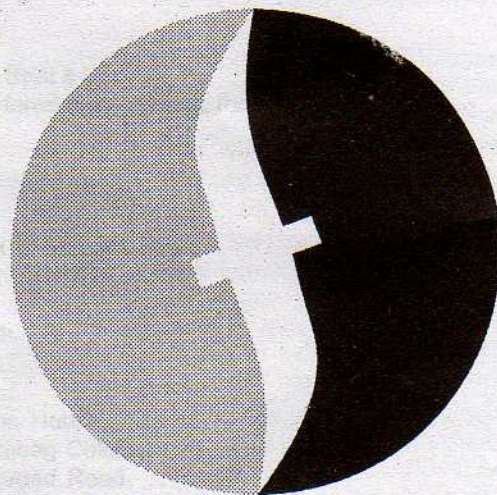
Bank

REGISTERED OFFICE

Plot No. 40
E-Block, C
2nd Floor, Road
P.O. 411 030

REGISTRAR AND SHARE TRANSFER AGENTS

Link India Pvt. Ltd.
Block No 202, 2nd Floor
B-Block Complex
Old, Chhatrapati Shivaji Road, Pune 411 001
Ph: 020-2619084/1079
Telefax: 020-26185703
E-mail: share@linkindia.com



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Key Dates

Time

Place

Registered Office

Shareholder's Meeting

Shareholder's Meeting

FILTRON

ENGINEERS LTD.

FILTRON ENGINEERS LIMITED

31st ANNUAL REPORT 2012-2013

BOARD OF DIRECTORS :

Sadanand Hegde	(CHAIRMAN & MANAGING DIRECTOR)
Joachim Friedsch	DIRECTOR
Padmakar Kashyapi	DIRECTOR
Prabhakar Hegde	DIRECTOR
Yashwantrao Mali	WHOLE TIME DIRECTOR (w.e.f. 21.01.12)
Venkat Giri	WHOLE TIME DIRECTOR (w.e.f. 08.07.13)

AUDITORS : A. A. Bhat & Co.
Chartered Accountants, Pune

BANKERS : Bank of Maharashtra

REGISTERED OFFICE : Filtron House,
6 Sitabag Colony,
Sinhadgad Road,
Pune 411 030.

**REGISTRAR AND SHARE :
TRANSFER AGENTS** **Link Intime India Pvt. Ltd.**
Block No.202, 2nd Floor,
Akshay Complex,
Off. Dhole Patil Road, Pune 411 001
Ph. : 020-26160084/1629
Telefax: 020-26163503
E-mail : pune@linkintime.co.in

31st ANNUAL GENERAL MEETING

Day & Date : Saturday, 28th September 2013

Time : 4 p.m.

Place : Registered Office

Filtron House, 6, Sitabag Colony,
Sinhadgad Road, Pune 411 030.

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NOTICE

NOTICE is hereby given that the 31st Annual General Meeting of the members of Filtron Engineers Limited will be held on Saturday, 28th September 2013 at the Registered Office at Filtron House, 6 Sitabag Colony, Sinhagad Road, Pune 411030 at 4 p.m. to transact the following business:

ORDINARY BUSINESS:-

1. To consider and adopt the audited Profit & Loss Account of the Company for the Financial Year ended on 31st March, 2013 and the Balance Sheet as on that date, together with the Directors Report, Auditors Reports thereon and the Cash Flow Statement for the year ended on 31st March 2013.
2. To appoint a Director in place of Mr. Joachim Friedsch, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors to hold the office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting, and to fix their remuneration.

SPECIAL BUSINESS:

4. To pass with or without modifications the following resolution as a Special Resolution:

TO AMEND CLAUSE NO. 130 OF THE ARTICLES OF ASSOCIATION OF THE COMPANY:

"RESOLVED THAT pursuant to the provisions of section 31 of the Companies Act, 1956 and other applicable provisions, if any, Article 130 of the Articles of Association of the Company be and is hereby amended by deleting the words "Whole Time Director" in the existing Article 130. The said Article 130 shall now be read as under:

"The Managing Director shall not while they continue to hold that office be subject to retirement by rotation. If Managing Director ceases to hold the office of Director he shall ipso facto and immediately cease to be the Managing Director as the case may be."

FURTHER RESOLVED THAT the Board of Directors be and is hereby authorized to sign and file necessary forms, eforms with the Registrar of Companies and do all such acts, deeds and things and to sign all such documents as may be necessary to give effect to the above resolution,"

5. To pass with or without modifications the following resolution as an Ordinary Resolution:

TO CONSIDER AND APPROVE THE APPOINTMENT OF MR. VENKAT GIRI AS THE WHOLE-TIME DIRECTOR OF THE COMPANY LIABLE TO RETIRE BY ROTATION:

"RESOLVED THAT pursuant to the provisions of section 260, 269, 198, 309, 310, 311 read with Schedule XIII and other applicable provisions, if any of the Companies Act, 1956 read with the Articles of Association of the Company, Mr. Venkat Giri who was co-opted as an Additional Director and designated as the Wholetime Director of the Company with effect from 8th July 2013 and who holds office until the conclusion of the ensuing Annual General Meeting be and is hereby appointed as the Whole-Time Director of the Company liable to retire by rotation on the terms and conditions as stated in the Letter of Appointment, copy of which is initialed by Mr. Sadanand Hegde, Chairman for the purpose of identification.

FURTHER RESOLVED THAT the Board of Directors be and is hereby authorized to alter or vary the terms and conditions of appointment of the Mr. Venkat Giri within the limits laid down in Schedule XIII of the Companies Act, 1956 including any statutory modification or reenactment thereof.

By order of the Board of Directors
of Filtron Engineers Limited

Place : Pune

Date : 03rd August 2013

SADANAND HEGDE

Chairman and Managing Director

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING MAY APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY
2. THE INSTRUMENT APPOINTING A PROXY SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHTY HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
3. THE REGISTER OF THE MEMBERS AND THE SHARE TRANSFER BOOKS WILL REMAIN CLOSED FROM 24.09.2013 to 28.09.2013 BOTH DAYS INCLUSIVE.
4. MEMBERS ARE REQUESTED TO NOTIFY TO THE COMPANY IMMEDIATELY ANY CHANGE IN THEIR REGISTERED ADDRESS.
5. MEMBERS DESIROUS OF OBTAINING ANY INFORMATION CONCERNING THE ACCOUNTS AND OPERATIONS OF THE COMPANY ARE REQUESTED TO ADDRESS THEIR QUESTIONS IN WRITING TO THE COMPANY AT LEAST 7 DAYS BEFORE THE DATE OF THE MEETING SO THAT THE INFORMATION REQUIRED MAY BE MADE AVAILABLE AT THE MEETING.

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956

In conformity with the provision of section 173(2) of the Companies Act, 1956 the following explanatory statement sets out all the material facts relating to the business mentioned in the Notice and should be taken as forming part of the Notice.

Item No. 4

The existing Article 130 of the Articles of Association of the Company, inter-alia, provide that the Managing Director and the Whole-time Director (if any) shall not while they continue to hold that office be subject to retirement by rotation.

As per the provisions of section 255 of the Companies Act, 1956, not less than two-third of the total numbers of Directors of a Public Limited Company shall be liable to retire by rotation. Further as per the provisions of section 256 of the Companies Act, 1956, one-third of such of the Directors for the time being are liable to retire by rotation at every Annual General Meeting. Presently the Company has total six Directors out of which one is Managing Director and two are Whole-time Directors and as per the provisions of existing Article 130 of the Articles of Association of the Company, they are not liable to retire by rotation.

To comply with the provisions of section 255 and 256 of the Companies Act, 1956, the Company needs to have four rotational Directors and hence the said Article 130 of the Articles of Association of the Company is required to be amended.

The Board of Directors recommend the Resolution mentioned at Item No 4 of the Notice for the approval of the members.

Copy of the duly amended Articles of Association of the Company is available for inspection by the members at the registered office of the Company during usual working hours on all working days up to the date of Annual General Meeting.

None of the Directors are concerned or interested in the Resolution.

Item No. 5

The Remuneration of the Managing Director and Wholetime Directors of a Public Limited Company are governed by the provisions of section 198, 309, 310, 311 read with Schedule XIII of the Companies Act, 1956.

The Board members thought it fit to broad base the Board of Directors of the Company by appointing experts in the field of Engineering and Technology. As a move towards this, the Board of Directors and the Remuneration Committee of the Board of Directors in their meetings held on 9th July 2013 co-opted Mr. Venkat Giri, as an Additional Director and designated him as the Wholetime Director of the Company with effect from 8th July 2013. Mr. Venkat Giri is B.E. Mechanical and is presently working as the General Manager (Food & Drinks Technology) of the Company. He has an experience of more than 23 years in this field. His contribution to the Company is commendable. Mr. Venkat Giri holds office until the conclusion of the ensuing Annual General Meeting in terms of section 260 of the Companies Act, 1956.

The appointment and remuneration of Mr. Venkat Giri, Wholetime Director is subject to the provisions of section 269, 198, 309, 310, 311 read with schedule XIII of the Companies Act, 1956 and further subject to the approval of the members in the ensuing Annual General Meeting.

In compliance with section 302 of the Companies Act, 1956 an abstract of the terms and conditions of the appointment of Mr. Venkat Giri, Wholetime Director alongwith Memorandum of Interest was sent to all the members of the Company on 18th July 2013.

Notice under section 257 of the Companies Act, 1956 along with deposit of Rs. 500/- have been received from a member signifying his intention to propose the candidature of Mr. Venkat Giri to the office of Director.

The Board of Directors recommend the Resolution mentioned at Item No. 5 of the Notice for the approval of the members.

Copy of the Letter of Appointment of Mr. Venkat Giri, Wholetime Director is available for inspection by the members at the registered office of the Company on all working days during usual business hours upto the date of the Annual General Meeting.

Except Mr. Venkat Giri, none of the Directors are concerned or interested in the Resolution.

By order of the Board of Directors
of Filtron Engineers Limited

Date : 3rd August 2013

Place : Pune

Sadanand Hegde
Chairman & Managing Director

DIRECTOR'S REPORTFor the year ended on 31st March, 2013

Dear Members of
Filtron Engineers Limited

Your Directors are pleased to present their Thirty-First Annual Report and the Audited Statement of Accounts for the Financial Year ended on 31st March, 2013.

1. FINANCIAL RESULTS & OPERATIONS :

Particulars	(Rs. In Lacs)	
	2012-2013	2011-2012
Profit/loss before exceptional and extraordinary items and tax	11.19	6.34
Exceptional Items	10.65	NIL
Profit/loss before extraordinary items and tax	0.54	6.34
Extraordinary Items	NIL	NIL
Profit Before Tax	0.54	6.34
Less: Tax Expense:		
1. Current Tax	NIL	NIL
2. MAT Credit	0.11	1.15
3. Current tax expenses relating to prior years	NIL	NIL
4. Deferred tax	NIL	NIL
Net current Tax Expenses	0.11	1.15
Profit/(Loss) from the year from continuing operations	0.43	5.19
Profit/(Loss) for the year	0.43	5.19

OPERATIONS:

During the Financial Year under this report the Company has satisfactorily executed Local & Export order worth Rs. 642.44 Lacs (previous year Rs.425.92 Lacs).

The order booking is picking up, and it is hoped that your Company will achieve better turnover and profitability in the next year.

The Company has undertaken process for revocation of suspension of trading the Company's securities (Equity shares) on BSE. The scrip code of the Company on BSE is 531191. The internal committee of the BSE vide its letter dated 25/05/2012 has informed the Company of it's in principal approval for revocation of suspension of trading in equity shares subject to certain conditions. The Company is trying all its efforts to comply with the same. The Company Shares are demated with NSDL and the process of demat of shares with CDSL is in progress.

2. DIRECTORS:

In accordance with the provisions of the Companies Act, 1956 Mr. Joachim Friedsch, Director of the Company is due to retire by rotation, and being eligible, have offered himself for reappointment. Members are requested to reappoint him as the Director of the Company liable to retire by rotation.

The Board of Directors co-opted Mr. Venkat Giri as an Additional Director and designated him as the Whole-time Director of the Company with effect from 8th July 2013 in the Board meeting held on 9th July 2013. His appointment and remuneration is subject to the approval of the members in the ensuing Annual General Meeting. The knowledge and experience of Mr. Venkat Giri will benefit the Company immensely in future. Members are requested to appoint him as the Wholetime Director liable to retire by rotation.

3. INFORMATION AS PER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED ON 31ST MARCH, 2013.**a) CONSERVATION OF ENERGY:**

Your Company has successfully maintained energy efficient lighting has been at a low level, it also implemented the plan to utilize energy efficient welding sets in the Factory. The Company is making all efforts for better utilizations of

energy wherever possible. The Company is not being a specified industry under (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, the details regarding consumption of electricity, fuel, oil etc. is not annexed.

RESEARCH & DEVELOPMENT:

The Company undertakes turnkey Project Works. The plants commissioned and installed at Customer's site. This activity involves peculiar designing work which entails high precision and continuous R & D.

b) TECHNOLOGY ABSORPTION:

c) Required technology is absorbed, adapted wherever necessary to keep the Company competitive.

d) FOREIGN EXCHANGE EARNING AND OUTGO:

(All figures in Rs.)

Particulars	2012-2013	2011-2012
Foreign Exchange earnings	35,478,692.00	23,262,721.00
Foreign Exchange outgo	Nil	Nil

e) EMPLOYEES RELATIONS:

Relations between the employees and the management continued to be cordial throughout the year under report. Information as required under the provisions of sections 217(2A) of the Companies Act, 1956 read with the Companies (particulars of Employees) Rules, 1975, has not been annexed since there are no employees to whom the said provisions are applicable.

4. AUDITORS:

M/s. A.A Bhat & Co. Chartered Accountants will retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The Board requests you to reappoint them and fix their remuneration for the year 2013-2014.

5. DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirement under the section 217(2AA) of the Companies Act, 1956, with respect to Directors responsibility statement for the year ended on 31st March 2013 the Directors of the Company do state as under:

1. In preparation of the annual accounts for the Financial Year ended on 31st March 2013 the applicable accounting standards have been followed along with proper explanation relating to material departures. Also necessary disclosures are made in the Notes to the Accounts.
2. That the Directors have selected such accounting policies and applied them consistently so as to give a true & fair view of the state of affairs of the Company at the end of the Financial Year and of the profit of the Company for the year under review.
3. That the Directors have taken proper and sufficient care for the maintenance of the adequate accounting records in accordance with provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. That the Directors have prepared the accounts for the Financial Year ended on 31st March 2013 on going concern basis.

6. OBSERVATION IN AUDITOR'S REPORT :

In respect to observations made by the Auditors regarding the internal audit system of the Company in their report on 25th May 2013, the Board of Directors would like to state that steps are being taken for implementation of internal audit.

7. ACKNOWLEDGMENT:

The Directors place on record their appreciation for the whole hearted and sincere co-operation received by the Company during the year from Employees, Customers, Suppliers, Business Associates, Consultants, Shareholders, Bankers and various Government authorities at all levels.

on behalf of Board of Directors
of Filtron Engineers Limited

Place : Pune

Date : 3rd August 2013

SADANAND HEGDE

Chairman and Managing Director

COMPLIANCE CERTIFICATE

(see rule 3)

To,

The Members,

Filtron Engineers Limited

We, have examined the registers, records, books and papers of Filtron Engineers Limited (having registration number as CIN U57909PN1982PLC026929 and having the scrip code 531191 on Bombay Stock Exchange) required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company as stated more particularly in Annexure 'A' to this certificate, for the year ended on 31st March, 2013 (01.04.2012 to 31.03.2013). The Authorized share capital of the Company as on 31st March, 2013 is Rs.3,50,00,000/- and paid up capital is Rs. 2,61,65,000/- and the company has Rs.19,81,500 towards shares forfeited by it. The Company is a listed company however it is suspended from trading due to penal reason. Our certificate relates to compliances made by the Company in respect of "The Companies Act, 1956" and the rules laid down there under and no other Acts, rules, regulations and laws. In our opinion and to the best of our information and according to the examinations carried out by us of documents provided to us and explanations furnished to us by the Company, its officers and agents, we certify that, in respect of the aforesaid financial year:

1. The Company has kept and maintained the registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under.
2. The Company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies or such authorities as may be as prescribed under the Act and the rules made thereunder.
3. The Company is a Public Limited Company, listed on Bombay Stock Exchange and has the minimum prescribed paid-up capital as required by the Act, under scrutiny however has been suspended by the said stock exchange.
4. The Board of Directors duly met 5 (Five) times on 30/05/2012, 12/06/2012, 04/08/2012, 10/11/2012, and 09/02/2013 in respect of which meetings the proceedings were recorded. The Share Transfer committee of the Board duly met 6 (Six) times on 13/04/2012, 28/08/2012, 30/09/2012, 04/10/2012, 06/10/2012 and 21/01/2013 in respect of which meeting the proceedings were recorded. No circular resolutions were passed during the year.
5. The Company closed its Register of Members from 18/09/2012 to 22/09/2012 both days inclusive during the year; and necessary compliance of Section 154 of the Companies Act, 1956 has been made.
6. The 30th Annual General meeting for the financial year ended on 31st March, 2012 was held on Saturday, 22nd September 2012. The resolutions passed thereat were recorded in Minutes Book maintained for the purpose.
7. No Extra ordinary General meeting was held during the financial year ended as on 31st March, 2013.
8. As informed to us the Company has not advanced loan to its directors and /or persons or firms / companies referred in the section 295 of the Act.
9. The Company is required to comply with the provisions of section 297 of the Act in respect to the contracts specified in that section.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. The Company has obtained necessary permission from the Board of Directors in pursuance to provisions of section 314 of the Act in respect of holding of office or place of profit by Mr. Ramesh Hosmane, General Manager (Finance & Administration). The Company was not required to obtain any approvals from the Shareholders or Central Government.
12. The Company has not issued any duplicate share certificates during the year.
13. The Company has:-
 - i. delivered all the certificates on lodgment thereof for transfer of shares in accordance with the provisions of the Act.

- There was no allotment/transmission of securities during the Financial Year.
- ii. not deposited any amount in a separate Bank Account as no dividend was declared during the financial year under review of this report;
 - iii. not posted warrants to any member of the Company as no dividend was declared during the year under the review;
 - iv. no unpaid dividend, share application money due for refund, matured deposits, matured debentures, any interest accrued thereon which has remained unpaid or unclaimed for a period of 7 years to be transferred to the Investor Education and Protection Fund;
 - v. duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of additional directors, alternate directors, and directors to fill casual vacancy during the financial year ending as on 31st March, 2013. However Mr. Gajanan Hegde, Director of the Company resigned from the Directorship of the Company with effect from 4th August, 2012. Form 32 filed in the matter with Registrar of Companies, Pune vide SRN B62527122.
 15. The Company has a Managing Director and Whole-time Director(s) which are appointed in accordance with the provisions of section 269 read with schedule XIII of the Act. There was no fresh appointment of any Managing Director/Whole-time Director/Manager during the financial year.
 16. The Company has not appointed any sole-selling agent during the financial year ending as on 31st March, 2013.
 17. The Company was not required to obtain approvals of the Company Law Board, Central Government, Registrar or such other authorities as may be prescribed under the various provisions of the Act except for taking approval of Regional Director under section 297 of the Act read together with other notes thereon.
 18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under except Mr. Joachim Friedsch.
 19. The Company has not issued any shares, debentures or other securities during the financial year ending as on 31st March, 2013.
 20. The Company has not bought back any shares during the financial year ending as on 31st March, 2013.
 21. There was no redemption of preference shares/debentures during the year as the Company has not issued any redeemable preference shares/debentures.
 22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
 23. The Company has not accepted/ invited any deposit including unsecured loans during the financial year ended as on 31st March, 2013.
 24. The amount borrowed by the Company from financial institutions and banks during the financial year ending as on 31st March, 2013 are within the borrowing limits of the Company.
 25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
 26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the financial year ended as on 31st March, 2013 under scrutiny.
 27. The Company has not altered the provisions of the Memorandum of Association of the Company with respect to the object of the Company during the financial year ended as on 31st March, 2013 under scrutiny.
 28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the financial year ended as on 31st March, 2013 under scrutiny.
 29. The Company has not altered the provisions of the Memorandum with respect to the authorized share capital of the Company during the financial year ended as on 31st March, 2013 under scrutiny.

30. The Company has not altered its Articles of Association during the financial year ended as on 31st March, 2013 under scrutiny.
31. There was no prosecution initiated against or show cause notice received by the Company and no fines or penalties or any other punishment was imposed during the financial year ended as on 31st March, 2013, for offences under the Companies Act 1956.
32. The Company has not received any money as security from its employees during the year under certification.
33. The Company has not constituted its own Provident Fund and is governed by the Employees Provident Fund Act, 1952 and hence the provisions of Section 418 of the Act are not attracted as stated in Department's circular no. 8/58 (418)/63 -PR.

Matters with respect to trading of securities:

34. The Bombay Stock Exchange vide their letter no DCS/COMP/OT/TB/46/2012-13 dated 25/05/2012 as stated that the application made by the company for revocation of suspension has been considered by its internal committee on 25/05/2012 and that on the basis of submissions made by the company, the Internal Committee has decided to revoke the suspension in the trading of securities of the company subject to the conditions stated in the said letter. This certificate is issued keeping in view the compliances under the Companies Act, 1956 and rules laid down thereunder. The compliances related to Stock Exchange/Listing Agreement are not mentioned in this certificate.

**For Kale Chikodikar & Associates
Company Secretaries**

Place : Pune
Date : 3rd August 2013

Shantanu A. Kale Manish M.Chikodikar
Partner Partner
C. P. No. 3334 C. P. No. 3976

**ANNEXURE FOR COMPLIANCE CERTIFICATE UNDER SECTION 383A
OF THE COMPANIES ACT, 1956 OF FILTRON ENGINEERS LIMITED
FOR THE YEAR ENDED AS ON 31ST MARCH 2013.**

Annexure A: - Register under the Companies Act, 1956

1. Register of Member u/s 150
2. Register of Contracts, companies and firms in which directors are interested u/s 301.
3. Register of Directors u/s 303
4. Register of Directors Shareholding etc. 307
6. Register of Transfer of securities.
7. Books of Accounts u/s 209 (We have relied upon the Auditors Report for the same).
8. Minutes for the meeting of the Board of Directors of the Company.
9. Minutes for the meeting of the Shareholder/members of the Company

**For Kale Chikodikar & Associates
Company Secretaries**

Place : Pune
Date : 3rd August 2013

Shantanu A. Kale Manish M.Chikodikar
Partner Partner
C. P. No. 3334 C. P. No. 3976

Annexure B: - Forms and Returns as filed by the Company with the Registrar of companies, during the financial year ending on 31st March, 2013.

Forms filed with ROC

Sr.No	Form No.	Filed u/s	Event Date	Filing Date	Challan No.
1	Form 20B	159	22/09/2012	15/03/2013	Q07451180
2	Form 66	383A	22/09/2012	23/11/2012	Q01409895
3	(XBRL) Form 23AC & ACA	220	22/09/2012	27/02/2013	Q07044225
4	Form 23	192	24/02/2012	03/05/2012	B38246179
5	Form 23	192	26/02/2008	03/05/2012	B38243713
6	Form 32	303	21/01/2012	03/05/2012	B38248696
7	Form 25C	269	01/01/2012	03/05/2012	B38247946
8	Form 25C	269	01/01/2008	03/05/2012	B38245437
9	Form 25C	269	21/01/2012	03/05/2012	B38258166
10	Form 32	303	04/08/2012	27/11/2012	B62527122
12	Form 8	125	26/06/2012	04/07/2012	B42616821
11	Form 8	125	07/12/2012	26/01/2013	B66505124
12	Form 8	125	24/01/2013	15/02/2013	B67961664
13	Form 17	138	12/06/2012	16/06/2012	B41352105
14	Form 17	138	12/06/2012	16/06/2012	B41352774
15	Form 17	138	12/06/2012	16/06/2012	B41353202
16	Form 17	138	12/06/2012	16/06/2012	B41353566
17	Form 17	138	12/06/2012	16/06/2012	B41354267

For Kale Chikodikar & Associates
Company Secretaries

Place : Pune
Date : 3rd August 2013

Shantanu A. Kale Partner
C. P. No. 3334
Manish M.Chikodikar Partner
C. P. No. 3976

INDEPENDENT AUDITOR'S REPORT

To The Members of,
FILTRON ENGINEERS LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **M/s. FILTRON ENGINEERS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

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

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

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

OPINION

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

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

EMPHASIS OF MATTER

We draw attention to note no 11 to Financial Statements relating to change in the method of Depreciation on Vehicles and the effect of such change. Our Opinion is not qualified in respect of this matter.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 (the order) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the order.
2. As required by section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit ;

- b. In our opinion proper books of account as required by law have been kept by the company so far as it appears from our examination of the books and proper returns adequate for the purposes of our audit have been received from branches not visited by us ;
- c. The balance sheet, profit and loss account dealt with by this report are in agreement with the books of account and with the returns received from branches not visited by us;
- d. In our opinion, the Balance Sheet, statement of Profit and Loss and Cash Flow statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, except AS 15 in respect of Retirement Benefits and AS 22 in respect of Deferred Tax Asset & Liability.
- e. On the basis of written representations received from the directors, as on 31st March 2013 and taken on record by the Board of Directors, none of the director is disqualified as on 31st March 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act 1956;
- f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For and on behalf of
A.A.BHAT & CO.
Chartered Accountants
Firm Registration No. 101282W

CA. NISHIKANT V. BADWE
Partner
Membership No. 31637

Place : Pune
Dated : 25/05/2013

ANNEXURE TO THE AUDITORS' REPORT
(Referred to in paragraph 3 of our report of even date)

- (i) In respect of its fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the management at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the Company during the year.
- (ii) In respect of its inventories:
- (a) As explained to us, inventories were physically verified at the year end by the management.
 - (b) In our opinion and according to the information and explanation given to us the procedure for physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) On the basis of our examinations of records of inventory in our opinion the Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification of inventory and book records.
- (iii) (a) In our opinion and according to the information and explanations given to us the Company has granted Loans/Advances to the parties covered in the register maintained U/s. 301 of The Companies Act, 1956. The maximum amount of Loans/Advances during the year was Rs. 91.97 Lacs P.Y. Rs. 74.78Lacs)
- (b) As per the information and explanation given to us we are unable to express our opinion in respect of whether the rate of interest and other terms & condition of the Loans/Advances, repayments thereof and over dues amount of more than rupees one lacs of Loans/Advances given by the Company is prima facie prejudicial to the interest of the company.
- (iv) In our opinion there is an adequate internal control procedure commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and sale of goods and services.
- (v) In respect of transactions entered in the register maintained in pursuance of section 301 of the Companies Act, 1956:
- (a) To the best of our knowledge and belief and according to the information and explanations given to us, transactions that needed to be entered into the register 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 Lacs 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.
- (vi) The Company has not accepted any deposits from public within the meaning of section 58A & 58AA of the Act and rules framed there under.
- (vii) The Company does not have an internal audit system. We are informed that the steps are being taken for implementation of internal audit.
- (viii) According to the information and explanation given to us, The Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956, for any of the products of the company.
- (ix) According to the information and explanations given to us in respect of the Statutory and other dues:
- (a) The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other statutory dues except Sales Tax with the appropriate authorities during the year. Undisputed dues in respect of sale tax outstanding for the period of more than 6 month from the date they become payable is nil. (P.Y. Rs. NIL)
- (x) The accumulated losses of the company as at the end of the year are not more than 50% of its net worth. The Company has not incurred cash losses during the financial period covered by our audit in the immediately preceding financial year.

- (xi) According to the records of company examined by us and as per 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 as at the balance sheet date.
- (xii) According to the information and explanations given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in securities.
- (xv) 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.
- (xvi) In our opinion, and the information and explanation given to us the term loans were applied on an overall basis, for the purpose for which they obtained.
- (xvii) According to the Cash Flow Statement and other records examined by us and the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment and vice versa.
- (xviii) 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, during the year and hence the question of whether the price at which shares have been issued is prejudicial to the interest of the Company does not arise.
- (xix) According to the information and explanations given to us and the records examined by us, the company has not made any debenture issue.
- (xx) The Company has not raised money by public issues during the year and hence the question of disclosure and verification of end use of such monies does not arise.
- (xxi) During the course of examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year nor have we have been informed of any such case by the management.

For and on behalf of
A.A.BHAT & CO.
Chartered Accountants
Firm Registration No. 101282W

CA. N. V. BADWE
Partner
Membership No. 31637

Place : Pune
Dated : 25/05/2013

MR. SADANANDHEDGE
MANAGING DIRECTOR
Pune 25 May 2013

BALANCE SHEET AS AT 31ST MARCH, 2013

	Note No.	As at 31 March 2013	As at 31 March 2012
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	28,146,500.00	28,146,500.00
(b) Reserves and surplus	4	(154,985.08)	(197,786.62)
		<u>27,991,514.92</u>	<u>27,948,713.39</u>
Non-current liabilities			
(a) Long-term borrowings	5	946,527.64	2,395,619.64
(b) Deferred tax liabilities (net)		-	-
(c) Other long-term liabilities	6	1,182,500.00	1,191,346.00
		<u>2,129,027.64</u>	<u>3,586,965.63</u>
Current liabilities			
(a) Short-term borrowings	7	24,351,932.70	6,820,295.22
(b) Trade payables	8	22,342,824.03	23,763,189.15
(c) Other current liabilities	9	14,353,424.80	22,508,229.30
(d) Short-term provisions	10	874,117.00	978,793.00
		<u>61,922,298.53</u>	<u>54,070,506.68</u>
TOTAL		<u>92,042,841.09</u>	<u>85,606,185.70</u>
ASSETS			
Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	22,622,427.87	22,212,042.00
(ii) Capital work-in-progress		-	-
		<u>22,622,427.87</u>	<u>22,212,042.00</u>
(b) Non-current investments	12	-	-
(d) Long-term loans and advances	13	9,174,500.43	9,166,444.43
(e) Other non-current assets	14	9,112,049.45	8,262,103.43
		<u>40,908,977.75</u>	<u>39,640,589.86</u>
Current assets			
(b) Inventories	15	14,116,037.00	12,251,178.00
(c) Trade receivables	16	19,169,990.76	19,404,425.79
(d) Cash and cash equivalents	17	4,666,034.37	6,423,341.04
(e) Short-term loans and advances	18	12,880,549.21	7,768,291.01
(f) Other current assets	19	301,252.00	118,360.00
		<u>51,133,863.34</u>	<u>45,965,595.84</u>
TOTAL		<u>92,042,841.09</u>	<u>85,606,185.70</u>

See accompanying notes forming part of the financial statements

As per our Report attached of even date

For and on behalf of

For and on behalf of the Board of Directors

A. A. Bhat & Co.

Chartered Accountants

(Firm Reg. No. 101282W)

Nishikant V. Badwe

Partner

Membership No. 31637

Pune, 25 May 2013

MR. SADANAND HEGDE

MANAGING DIRECTOR

Pune, 25 May 2013

MR. YASHWANTRAO MALI

WHOLE TIME DIRECTOR

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

	Note No.	For the year ended 31 March 2013 (Rs.)	For the year ended 31 March 2012 (Rs.)
CONTINUING OPERATIONS			
Revenue from operations (gross)	20	64,244,095.00	42,592,522.00
Less: Excise duty	20	-	-
Revenue from operations (net)		64,244,095.00	42,592,522.00
Other income	21	2,355,196.85	1,425,618.75
Total revenue		66,599,291.85	44,018,140.75
Expenses			
(a) Cost of materials consumed	22 a	41,404,714.00	24,547,777.00
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22 b	2,474,580.00	31157.00
(d) Employee benefits expense	23	7,112,325.00	6,596,891.00
(e) Finance costs	24	3,019,260.67	2,252,047.62
(f) Depreciation and amortisation expense	11	1,945,983.36	2,368,241.00
(g) Other expenses	25	9,523,267.28	7,587,923.99
Total expenses		65,480,130.31	43,384,037.61
Profit / (Loss) before exceptional and extraordinary items and tax		1,119,161.54	634,103.14
Exceptional items	26	1,065,360.00	-
Profit / (Loss) before tax		53,801.54	634,103.14
Tax expense:			
(a) Current tax expense for current year		-	-
(b) (Less): MAT credit		11,000.00	115,000.00
(c) Current tax expense relating to prior years		-	-
(d) Net current tax expense		11,000.00	115,000.00
(e) Deferred tax		-	-
		11,000.00	115,000.00
Profit / (Loss) from continuing operations		42,801.54	519,103.14
TOTAL OPERATIONS			
Profit / (Loss) for the year		42,801.54	519,103.14

See accompanying notes forming part of the financial statements

As per our Report attached of even date
For and on behalf of

A. A. Bhat & Co.
Chartered Accountants
(Firm Reg. No. 101282W)

Nishikant V. Badwe
Partner
Membership No. 31637
Pune, 25 May 2013

For and on behalf of the Board of Directors

MR. SADANAND HEGDE **MR. YASHWANTRAO MALI**
MANAGING DIRECTOR WHOLE TIME DIRECTOR
Pune, 25 May 2013

NOTES FORMING PART OF THE FINANCIAL STATEMENTS.**NOTE - 1**

Established in 1982, the Company is a manufacturing and suppliers Food, Dairy, Beverages and Chemical Equipment. The Company currently operates through its facilities located at Pune and Chakan.

I) SIGNIFICANT ACCOUNTING POLICIES**NOTE - 2****Basis of Accounting:-**

Accounts of the company are prepared under the historical cost convention and accrual basis as a going concern. The Company has complied with accounting standards recommended by Institute of Chartered Accountants of India & as per prescribed under Sec. 211(3C) of the Companies Act 1956 except Accounting Standard 15 in respect of Retirement Benefits

A) Inventories:

Valuation of Inventories: Inventories are valued at cost or at net realisable value which ever is lower. Scrap generated in manufacturing process is accounted for on sale.

B) Revenue Recognition:

1. Sales: Sales are accounted as soon as material is dispatched and are shown net of MVAT
2. Income arising out of Erection and Installation and Commissioning of equipment is accounted for on completion. The erection and/ or commissioning of
 - i) The Composite and independently functional portion of the project
 - or
 - ii) On completion of the project itself, as is applicable.

C) Fixed Assets:

Fixed assets are stated at cost of acquisition and other attributable costs to bring the Assets to their working condition

- 1) Depreciation is charged on all the assets on straight-line method at rates and manner prescribed in schedule XIV of the Companies Act, 1956 except on Vehicles, it is charged on WDV method. Prorata depreciation is provided in the year of installation as also in the year of sale or disposal of the assets.
- 2) The cost of Leasehold land is amortized over the period of the lease.

D) Foreign currency Transactions:

Foreign Currency transactions of income and expenditure are accounted for at the exchange rate prevailing as on the date of the transaction. Debtors & Creditors in respect of Foreign Currency transactions outstanding as on 31/03/2013 have been expressed at the foreign exchange rates prevailing as on the year end date. The difference between the rate prevailing on the transaction date and settlement /year ended is recognized as Income or Expenses as the case may be.

E) Retirement Benefits - Accounting Standard 15:

Contributions are made to provident funds, Provisions for gratuity is made as per the amount ascertained by the management. No provision is made for amount towards earned leave.

F) Taxation - Accounting Standard 22:

- i) Provision for taxation includes current income tax.
- ii) The Company follows - Accounting for taxes on income issued by the Institute of Chartered Accountants of India'. The Company has timing difference between accounting & tax profits on account of accumulated losses and unabsorbed depreciation. As per the perception of the management since there is no convincing evidence which demonstrates the virtual certainty of realisation of such 'Deferred tax assets', the Company has presently decided not to recognize any deferred tax asset or deferred tax liability either.

G) Segment Reporting under Accounting Standard 17:

The company operates in one business segment namely dairy and beverage equipment and hence reporting under this accounting standard is not applicable to the company.

H) Lease Accounting As per Accounting Standard 19:

This is not applicable to the company since no new lease transaction took place during the year under report.

I) Consolidated Financial Statement & Investment in Associate as per Accounting Standard 21 & 23:

Not applicable to the Company as the Company does not have any subsidiary.

J) Impairment of Assets as per Accounting Standard 28:

As on the Balance Sheet date the carrying amounts of the assets net of accumulated depreciation is less than the recoverable amount of those assets. Hence there is no impairment loss on the assets of the company.

K) Capital Commitment -

Estimated amount of contracts remaining to be executed on Capital Account and not provided for Rs. 2,50,000/-Lacs approx (P.Y. Rs. Nil/- Lacs)

L) Related party disclosures as per A.S. 18

A) Subsidiaries: Nil

B) Associates and Joint Ventures:

- 1) Real Centrifuges Asia Pvt. Ltd.
- 2) Fristam Pumps India Pvt. Ltd.
- 3) Filtron India
- 4) Bertron Equipments Pvt. Ltd.
- 5) Schimdt Bretten India Pvt. Ltd.
- 6) Nerb India Pvt Ltd.

C) Key Management Personnel & Relatives

- Mr. Sadanand Hegde : Chairman & Managing Director
 Mr. Joachim Friedech : Director
 Mr. Prabhakar Hegde : Director
 Mr. Padmakar Kashyapi : Director
 Mr. Yashwantrao Mail : Director

Relatives

M) AS 26 Accounting for intangible Assets

Details relating to intangible Assets:

Intangible assets represents cost of non competition fee paid. It is to be amortized equally over a estimated useful life as below:

	31.03.2013	31.03.2012
Useful life: 07 years		
Amortization method : Straight line method		
Carrying amount at the beginning	Rs.11,00,000	Rs.10,00,000
Amortization during this year	Rs.9,50,000	Rs.8,75,000
Carrying amount at the end of the year	Rs.1,50,000	Rs.2,25,000

N) In the opinion of the Board the balances in Current Assets, Loans & Advances are approximately of the value stated if realised in the ordinary course of business are taken as per books. The provision for depreciation and all known liabilities is adequate and not in excess of the amounts reasonably necessary. These are no Contingent Liabilities other than those stated in above note No.2(K)

For FILTRON ENGINEERS LIMITED

As per our report of even date
For A. A. BHAT & COMPANY
 CHARTERED ACCOUNTANTS
 Firm Registration No. 101282W

(S. HEGDE) MANAGING DIRECTOR
(Y. MALI) WHOLE TIME DIRECTOR

C.A. N. V. BADWE
 PARTNER
 Membership No.031637

DATE : 25/05/2013 PLACE : PUNE

Notes on Financial Statements for the Year Ended 31st March 2013.

The Previous year figures have been regrouped/reclassified, wherever necessary to conform to the current year presentation.

Note 3 Share capital

(Rs. in Lacs)

Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares		Number of shares	
(a) Authorised Equity shares of Rs.10 each with voting rights	35,00,000	35,000,000.00	35,00,000	35,000,000.00
	-	-	-	-
	35,00,000	35,000,000.00	35,00,000	35,000,000.00
(b) Issued Equity shares of Rs.10 each with fully Paid voting rights	2,616,500	26,165,000.00	2,616,500	26,165,000.00
	2,616,500	26,165,000.00	2,616,500	26,165,000.00
(c) Subscribed and fully paid up Equity shares of Rs.100 each with voting rights	2,616,500	26,165,000.00	2,616,500	26,165,000.00
	2,616,500	26,165,000.00	2,616,500	26,165,000.00
(d) Subscribed but not fully paid up Forfeited Equity shares of Rs 5 Paid Up	396,300	1,981,500.00	396,300	1,981,500.00
	396,300	1,981,500.00	396,300	1,981,500.00
Total	3,012,800	28,146,500.00	3,012,800	28,146,500.00

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Bonus	ESOP	Conversion	Buy back	Other changes	Closing Balance
Equity shares with voting rights Issued, Subscribed and fully Paid Up								
Year ended 31 March, 2013								2616500
- Number of shares	2499960	-	116540	0	0	0	0	2616500
- Amount @ Rs.10/-	24999600	-	1165400	0	0	0	0	26165000
Year ended 31 March, 2012								2616500
- Number of shares	2499960	-	116540	0	0	0	0	2616500
- Amount @ Rs.100 each	24999600	-	1165400	0	0	0	0	26165000

(ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Mr. Sadanand Hegde	1154980	44.14%	1154980	44.14%
S.G. Hegde (HUF)	142500	5.45%	142500	5.45%

(iii) Details of forfeited shares

Class of shares	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Amount originally paid up	Number of shares	Amount originally paid up
Equity shares with voting rights	396300	1981500	396300	1981500

Note 4 Reserves and surplus

Particulars	(Rs. in Lacs)	
	As at 31 March, 2013	As at 31 March, 2012
(a) General reserve		
Opening balance	58,857.00	58,857.00
Add: Transferred from surplus in Statement of Profit and Loss	-	-
Less: Utilised / transferred during the year	-	-
Closing balance	58,857.00	58,857.00
(b) Securities Premium Account		
Opening balance	9,037,544.94	9,037,544.94
Add: Premium on Shares issued during the year	-	-
Less: Utilised / transferred during the year	-	-
Closing balance	9,037,544.94	9,037,544.94
(c) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(9,294,188.56)	(9,813,291.70)
Add: Profit / (Loss) for the year	42,801.54	519,103.14
Less: Interim dividend	-	-
Dividends proposed to be distributed to equity shareholders (Rs 10 per share)	-	-
Tax on dividend	-	-
Prior period Appropriation	-	-
Transferred to:		
General reserve	-	-
Reserve for Doubtful Debts	-	-
Closing balance	(9,251,387.02)	(9,294,188.56)
Total	(154,985.08)	(197,786.62)

Note 5 Long-term borrowings

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Term loans		
Secured		
From banks	946,527.64	2,395,619.64
(b) Deferred payment liabilities		
Unsecured	0.00	0.00
Total	946,527.64	2,395,619.64

The above long term borrowings have been guaranteed by the a director

The Company has not defaulted in repayment of the above loans and interest thereon

(ii) Details of terms of repayment and security for the long-term borrowings.

Particulars	Terms of repayment and security*	Security	As at 31 March, 2013	As at 31 March, 2012
Term loans from banks:				
Bank of Maharashtra	By equated monthly instalments on the seventh day of the first month of each quarter	Secured by mortgage of immovable property situate at Chakan Plot No. 36, WMDC Industrial Area, Ambethan Road, Chakan, & Pune & Apt 6 & 7 Sr. No. 124, Sitabag Colony, Parvati Pune - 30 and hypothecation of Plant & Machinery and other moveable fixed assets and current Assets and against the Personal Guarantee of a Director	946527.64	2,395,619.64
Total			946527.64	2395619.64

Note 6 Other long-term liabilities

(Rs. in Lacs)

Particulars	As at	
	31 March, 2013	31 March, 2012
(a) Others:		
(i) Compensated absences (net of funding)	-	-
(ii) Gratuity (net of funding)	1,182,500.00	1,191,346.00
(iii) Unclaimed Dividends	-	-
(iv) Security Deposit received	-	-
Total	1,182,500.00	1,191,346.00

Note - 1) The Company has not ascertained the amount of Compensated absences

2) Gratuity - The Liability has been ascertained by the company. The Company does not have funding arrangements.

3) No Provision is made for the amount towards earned leave.

Note 7 Short-term borrowings

Particulars	As at	
	31 March, 2013	31 March, 2012
(a) Loans repayable on demand		
From banks		
Bank of Maharashtra -CC	4,559,343.70	-
HDFC Bank	-	89,440.22
Bank of Maharashtra	19,792,589.00	6,730,855.00
Total	24,351,932.70	6,820,295.22

The Company has not defaulted in repayment of the above loans and interest thereon.

Notes: (i) Details of security for the secured short-term borrowings from banks:

Particulars	Nature of security
Loans repayable on demand from consortium bankers:	
Bank of Maharashtra	1. Includes Rs. 14.05/- Lacs being the installment due within one year for the repaying date refer. Note No.5
	2. Packing Credit - Secured by mortgage of immovable property situate at Chakan Plot No. 36, WMDC Industrial Area, Ambethan Road, Chakan, & Pune & Apt 6 & 7 Sr. No. 124, Sitabag Colony, Parvati Pune - 30 and hypothecation of Plant & Machinery and other moveable fixed asset and current assets and against the Personal Guarantee of a Director & Hypothecation of Finished Goods and Debtors upto maximum 120 days considered for DP

Note 8 Trade payables

Particulars	As at	
	31 March, 2013	31 March, 2012
Trade payables:		
Acceptances	22,342,824.03	23,763,189.15
Other than Acceptances	-	-
Due to Subsidiary Company	-	-
Total	22,342,824.03	23,763,189.15

Note 9 Other current liabilities

(Rs. in Lacs)

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Current maturities of long-term debt	-	-
(b) Interest accrued and due on borrowings	-	-
(c) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	327,354.00	234,932.00
(ii) Advances from customers	7,062,158.80	16,276,462.00
(iii) Income Tax Payables	-	-
(iv) Payables on Purchase of Fixed Assets	-	-
(v) Security Deposit Received	-	-
(vi) Others	92,275.00	65,394.00
Total	7,481,787.80	16,576,788.00
(a) Term loans		
(i) From banks		
Secured	0.00	0.00
	0.00	0.00
(ii) From other parties		
Unsecured	6,871,637.00	5,931,441.30
	6,871,637.00	5,931,441.30
Total	14,353,424.80	22,508,229.30

Note 10 Short-term provisions

(a) Provision for employee benefits:		
(i) Provision for bonus	330,520.00	275,567.00
(ii) Provision for other defined benefit plans (Refer Note 28.1.a) (Superannuation)	-	-
(iii) Provision for other employee benefits	543,597.00	617,342.00
	874,117.00	892,909.00
(b) Provision - Others:		
(i) Provision for tax (net of advance tax /TDS Rs 51207 (As at 31 March, 2013 R)	-	85,884.00
(ii) Provision for warranty	-	-
(iii) Provision for proposed equity dividend	-	-
(iv) Provision for tax on proposed dividends	-	-
(vi) Provision - others	-	85,884.00
	-	85,884.00
Total	874,117.00	978,793.00

Note 11 Fixed assets

(Figures in Rs.)

Gross block											
a.	Tangible assets	Balance as at 1 April, 2012	Additions	Disposals	Acquisition through business combinations	Reclassified as held for sale	Revaluation increase	Effect of foreign currency exchange differences	Borrowing cost capitalised	Other adjustments	Balance as at 31 March, 2013
	(a) Land Freehold	919820	-	-	-	-	-	-	-	-	919820
	Leasehold	477000	-	-	-	-	-	-	-	-	477000
	(b) Buildings Own use	16379639	1,793,313.00	-	-	-	-	-	-	-	18172952
	Flat	416575	-	-	-	-	-	-	-	-	416575
	(c) Plant and Machinery Owned	13339874	525,583.00	-	-	-	-	-	-	-	13865457
	(d) Vehicles Owned	2699132	-	-	424,843.00	-	-	-	-	-	2274289
	(e) Office equipment Owned	1842450.00	61,857.00	-	-	-	-	-	-	-	1904307
	(f) Officer Furniture Owned	517592	82,026.00	-	-	-	-	-	-	-	599618
	(g) Tools	0	70,114.00	-	-	-	-	-	-	-	70114
	Total	36,592,082.00	2,532,893.00	-	424,843.00	-	-	-	-	-	38,700,132.00
	Intangible assets										8,750,000.00
	Non-Competition	8,750,000.00	-	-	-	-	-	-	-	-	8,750,000.00
	Total	45,342,082.00	2,532,893.00	-	-	-	-	-	-	-	47,450,132.00
	Previous year	45,343,082.00	60,894.00	-	-	-	-	-	-	-	45,403,976
Net block											
b.	Tangible assets	Balance as at 1 April, 2012	Depreciation/ amortisation expense for the year	Eliminated on disposal of assets	Eliminated on reclassification as held for sale	Impairment losses recognised in statement of Profit & Loss	Reversal of impairment losses recognised in statement of Profit & Loss	Other adjustments	Balance as at 31 March 2013	Balance as at 31 March 2013	Balance as at 31 March 2012
	(a) Land Freehold	-	-	-	-	-	-	-	-	919,820.00	919,820
	Leasehold *	92,254.00	5,126.00	-	-	-	-	-	97,380.00	379,620.00	384,746
	(b) Buildings Own use	3,321,114.00	553,665.00	-	-	-	-	-	3,874,779.00	14,298,173.00	13,058,525
	Flat	116,487.00	6,789.00	-	-	-	-	-	123,276.00	293,299.00	300,088
	(c) Plant and Equipment Owned	7,548,006.00	633,243.00	-	-	-	-	-	8,181,249.00	5,684,208.00	5,791,868
	(d) Vehicles Owned	1,765,904.00	554,577.36	-	248,319.23	-	-	-	2,072,162.13	202,126.87	933,228
	(e) Office equipment Owned	1,382,775.00	87,970.00	-	-	-	-	-	1,470,745.00	433,562.00	459,675
	(f) Officer Furniture Owned	378,500.00	29,613.00	-	-	-	-	-	408,113.00	191,505.00	139,092
	(g) Tools	-	-	-	-	-	-	-	-	70,114.00	0
	Total	14,605,040.00	1,870,983.36	-	248,319.23	-	-	-	16,227,704.13	22,472,427.87	21,987,042.00
	Intangible assets								8,600,000.00	150,000.00	225,000.00
	Non-Competition	8,525,000.00	75,000.00	-	-	-	-	-	-	22,622,427.87	22,212,042.00
	Total	23,130,040.00	1,945,983.36	-	-	-	-	-	23,190,934.00	22,213,042.00	-
	Previous year	20,822,693.00	2,368,241.00	-	-	-	-	-	-	-	-

Note - During the year The Company has changed the method of Depreciation on Vehicles from Straight Line Method To Written Down Value Method as per the rates prescribed in Schedule XIV of the Company's Act 1956, As such the depreciation for the year is less by Rs. 46,961/- and the profit for the year is more by Rs. 46,961/- and retrospective effect of such depreciation has been incorporated.

(Rs. in Lacs)

Note 11 Fixed assets (contd.)**b. Depreciation and amortisation relating to continuing operations:**

Particulars	For the Year Ended	
	31 March, 2013	31 March, 2011
Depreciation and amortisation for the year on tangible assets as per Note 12 a	1,945,983.36	2,368,241.00
Less: Utilised from revaluation reserve	-	-
Depreciation and amortisation relating to continuing operations	<u>1,945,983.36</u>	<u>2,368,241.00</u>

Note 12 Non-current investments

Particulars	As at 31 March, 2013			As at 31 March, 2012		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
Investments (At cost):						
A Other investments						
(a) Investment in equity instruments						
(i) of subsidiaries	-	-	-	-	-	-
(ii) of others	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-
(b) Investment in preference shares						
(i) of subsidiaries	-	-	-	-	-	-
(c) Investment in Govt. Securities						
Total	-	-	-	-	-	-
Less: Provision for diminution in value of investments			-			-
Total						
Aggregate amount of unquoted investments						

Note 13 Long-term loans and advances

Particulars	As at	
	31 March, 2013	31 March, 2012
(i) Capital Advances		
Secured, considered good	-	-
(ii) Other loans and advances		
Unsecured, considered good	9,174,500.43	9,166,444.43
Total	<u>9,174,500.43</u>	<u>9,166,444.43</u>

Note - 1) In our Opinion the realisability of this amount is doubtful.

2) Out of above amount the Company has filed a suits for recovery against the Harvest Financial Ltd Rs. 35,91,760/- and Harvest Infrastructure & D Ltd. for Rs. 35,41,053/-

Note 14 Other non-current assets

Particulars	As at	
	31 March, 2013	31 March, 2012
(a) Unamortised expenses		
(i) Deferred Revenue expenditure	-	-
(b) Others		
(i) Income Tax refund receivable	0.00	0.00
(ii) Others	9,112,049.45	8,262,103.42
Total	<u>9,112,049.45</u>	<u>8,262,103.42</u>

Note 15 Inventories

(At lower of cost and net realisable value)

(Rs. in Lacs)

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Raw materials	7,016,174.00	2676735.00
Goods-in-transit	-	0.00
(b) Work-in-progress (Refer Note below)	7,016,174.00	2676735.00
(c) Finished goods	7,099,863.00	9574443.00
(d) Stock-in-trade	-	0.00
(e) Stores and spares	-	0.00
Total	14,116,037.00	12251178.00
Others	7,099,863.00	9,574,443.00
Total	7,099,863.00	9,574,443.00

Note: Details of inventory of work-in-progress

Note 16 Trade receivables

Trade receivables outstanding for a period less than six months from the date they were due for payment

Unsecured, considered good	12,869,015.00	919,623.03
Doubtful	6,300,975.76	18,484,802.76
	19,169,990.76	19,404,425.79
Less: Provision for doubtful trade receivables	-	-
	19,169,990.76	19,404,425.79
Other Trade receivables	-	-
Unsecured, considered good	-	-
Doubtful	-	-
	-	-
Total	19,169,990.76	19,404,425.79

Note 17 Cash and cash equivalents

(a) Cash on hand	7,356.00	25,262.00
(b) Cheques, drafts on hand	-	-
(c) Balances with banks	-	-
(i) In current accounts	46,651.37	1,965,344.04
(ii) In deposit accounts	4,612,027.00	4,432,735.00
Total	4,666,034.37	6,423,341.04

Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements is

4,666,034.37 6,423,341.04

Note - Deposits with Banks Rs. 46.12/- Lacs (P.Y. Rs. 44.32/- Lacs) as margin money are against the Bank Guaranteed given and LCs

Note 18 Short-term loans and advances

Particulars	(Rs. in Lacs)	
	As at 31 March, 2013	As at 31 March, 2012
(a) Security deposits Unsecured, considered good	1,834,618.00	1,679,033.00
(b) Loans and advances to employees	2,420,911.00	71,507.00
(c) Prepaid expenses	1,066,489.00	291,169.00
(d) Balances with government authorities		
(i) VAT credit receivable	5,773,994.21	3,922,748.21
	<u>5,773,994.21</u>	<u>3,922,748.21</u>
(e) Advance to suppliers	1,784,537.00	1,803,833.80
Less: Provision for doubtful loans and advances		
	<u>1,784,537.00</u>	<u>1,803,833.80</u>
Total	<u>12,880,549.21</u>	<u>7,768,291.01</u>

Note 19 Other current assets

(a) Unamortised expenses		
(i) Deferred Revenue expenses		
(b) Accruals		
(i) Interest accrued on deposits	301,252.00	118,360.00
(ii) Dividend receivables		
(c) Others		
(i) Insurance claims		
(ii) Receivable in cash or in kind		
	<u>301,252.00</u>	<u>118,360.00</u>
Total	<u>301,252.00</u>	<u>118,360.00</u>

Note 20 Revenue from operations

Particulars	(Rs. in Lacs)	
	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012
(a) Sale of products (Refer Note (i) below)	64,244,095.00	42,592,522.00
(b) Sale of services (Refer Note (ii) below)	0.00	0.00
(c) Other operating revenues (Refer Note (iii) below)	0.00	0.00
Less:	64,244,095.00	42,592,522.00
(d) Excise duty	0.00	0.00
	<u>64,244,095.00</u>	<u>42,592,522.00</u>
Total	<u>64,244,095.00</u>	<u>42,592,522.00</u>

Note

(i) **Sale of products comprises of:**

Manufactured goods		
Mini Dairy Plant	59,766,773.00	40,280,930.00
Plate Heat Exchanger	2,977,251.00	1,977,521.00
Others	1,500,071.00	334,071.00
Total - Sale of manufactured goods	<u>64,244,095.00</u>	<u>42,592,522.00</u>
Total - Sale of services	<u>0.00</u>	<u>0.00</u>

(iii) **Other operating revenues comprises of:**

Total - Other operating revenues	<u>0.00</u>	<u>0.00</u>
Total - operating revenues	<u>64,244,095.00</u>	<u>42,592,522.00</u>

Note 21 Other income

Particulars	(Rs. in Lacs)	
	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012
(a) Interest income (Refer Note (i) below)	615,827.00	269,840.00
(b) Dividend income:		
from long-term investments		
subsidiaries -	0.00	0.00
others	0.00	0.00
(c) Net gain on foreign currency transactions and translation	746,109.00	211,548.00
(d) Other non-operating income (Refer Note (ii) below)	993,260.85	944,230.75
Total	2,355,196.85	1,425,618.75

Note**(i) Interest income comprises:**

Interest from banks on:

Deposits

Interest on loans and advances

Total - Interest income

615,827.00 269,840.00

0.00 0.00

615,827.00 269,840.00

(ii) Other non-operating income comprises:

Rental income from operating leases

Liabilities / provisions no longer required written back

Miscellaneous income :

Sundry balances written back

Profit on Sale of Assets

Expenses Reimbursement

Miscellaneous income

Total - Other non-operating income

0 0

0.00 -

684,568.62 903,841.75

14,587.23 0.00

0.00 0.00

294,105.00 40,389.00

993,260.85 944,230.75

Note 22. a Cost of materials consumed

Opening stock

Add: Purchases

Less: Closing stock

Cost of material consumed

Material consumed comprises:

Homoginiser & Spares

Plate Heat Exchanger

Others

2,676,735.00 927,212.00

45,744,153.00 26,297,300.00

48,420,888.00 27,224,512.00

7,016,174.00 2,676,735.00

41,404,714.00 24,547,777.00

2,803,987.00 503,694.00

3,398,221.00 1,339,000.00

39,541,945.00 24,454,606.00

Total 45,744,153.00 26,297,300.00

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

Particulars	(Rs. in Lacs)	
	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012
<u>Inventories at the end of the year:</u>		
Finished goods	-	0
Work-in-progress	7,099,863.00	9,574,443.00
Stock-in-trade	-	0
	<u>7,099,863.00</u>	<u>9,574,443.00</u>
<u>Inventories at the beginning of the year:</u>		
Finished goods	-	0
Work-in-progress	9,574,443.00	9,605,600.00
Stock-in-trade	-	0
	<u>9,574,443.00</u>	<u>9,605,600.00</u>
Net (increase) / decrease	<u>2,474,580.00</u>	<u>31,157.00</u>

Note 23 Employee benefits expense

Salaries and wages	6,351,722.00	5,503,932.00
Contribution to provident fund and other funds	684,664.00	1,013,249.00
Staff Welfare expenses	75,939.00	79,710.00
Total	<u>7,112,325.00</u>	<u>6,596,891.00</u>

Note 24 Finance costs

(a) Interest expense on:		
(i) Borrowings - Loans	1,492,785.00	1,555,187.64
(ii) Borrowings - others	609,141.78	679,488.43
(b) Other borrowing costs (Bank charges and other Finance Charges)	917,333.89	17,371.55
Total	<u>3,019,260.67</u>	<u>2,252,047.62</u>

Note 25 Other expenses

Manufacturing Expenses		
Consumption of stores and spare parts & Packing & Forwarding	277,220.00	43,389.00
Power and fuel	184,258.00	183,979.00
Transport & Octroi	491,766.00	694,767.00
Labour Processing Charges	2,473,424.00	1,279,780.00
Erection & Commissioning	202,662.00	134,565.00
Repairs and maintenance - Machinery	150,182.00	111,934.00
Repairs and maintenance - Others	413,461.00	204,810.61
Insurance	107,428.00	33,772.00
Water charges	36,265.00	25,899.00
Administrative Expenses		
Rates and taxes	16,780.00	52,338.00
Travelling and conveyance	941,781.28	814,027.51
Printing and stationery	99,404.00	82,121.00
Marketing & Selling Expenses	302,087.00	1,374,759.00
Books and Periodicals	4,244.00	7,840.00
Testing and Inspection	3,635.00	6,833.00
Legal and professional	637,517.00	931,963.00
Membership and Subscription	80,035.00	37,852.00
Communication	273,981.00	212,394.00
Miscellaneous expenses	366,797.00	389,274.58

Note 25 Other expenses (Contd.)

(Rs. in Lacs)

Particulars	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012
Payments to auditors (Refer Note (i) below)	64,010.00	47,809.00
Registration and Licence Fees	72,445.00	46,212.00
Labour Welfare Fund	1,284.00	756.00
Sundry balances written off	50,731.00	393,810.85
Foreign Fluctuation Expenses	72,763.00	26,871.00
Tea Snacks & Lunch Expenses	94,298.00	160,113.44
Loss on Forward Contract	1,816,330.00	—
Security Charges	288,479.00	290,054.00
Total	9,523,267.28	7,587,923.99

(i) Payments to the auditors comprises (net of service tax input credit, where applicable):

As auditors - statutory audit	45,000.00	45,000.00
For taxation matters	0.00	—
Reimbursement of expenses	2,809.00	8,657.00
Total	47,809.00	53,657.00

Note 26. Exceptional items

Re- Instatement Fees (BSE Reinstatement Fees)	758,360.00	—
Professional Fees	307,000.00	—
Total	1,065,360.00	—

Note 27 Additional information to the financial statements**27.1 Contingent liabilities and commitments (to the extent not provided for)**

(i) Contingent liabilities		
(a) Bank Guarantees	17,017,572.00	—
(ii) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for Tangible assets	250,000.00	—

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

(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	0.00	0
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	—	—
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	—	—
(iv) The amount of interest due and payable for the year	—	—
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	—	—
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	—	—

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

Note 27 Additional information to the financial statements (Contd.) (Rs. in Lacs)

Particulars	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012
27.3 Value of imports calculated on CIF basis :		
Raw materials	-	1,795,863.00
Spare parts and Components	-	-
Capital goods	-	-
Stock In Transit	-	-
27.4 Expenditure in foreign currency :		
Gain Due to Fluctuation	746,109.00	211,548.00
Loss due to Fluctuation	72,763.00	26,871.00

Particulars	For the year ended 31 March, 2013	
	Amount	%
Imported		
Raw materials	0.00	-
Indigenous		
Raw materials	45,744,153.00	100.00
	1,561,610.00	58.34
Total	45,744,153.00	100.00
	1561610.00	99.01%

Note: Figures / percentages in brackets relates to the previous year

Particulars	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012
27.6 Earnings in foreign exchange :		
Export of goods calculated on FOB basis	35,478,692.00	23,262,721.00

27.7 In the opinion of the Board, all the assets other than fixed assets and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.

Note 28 Disclosures under Accounting Standards (Contd.)

28.1 Related party transactions

28.2 Details of related parties:

Description of Relationship	Names of related parties
Relative	Bertron Equipment Pvt. Ltd.
Common Director	Schmidt Bretten India Pvt. Ltd.
Relative	Real Centrifuge Asia Pvt. Ltd.
Relative	Fristam Pumps (I) Pvt. Ltd.
Relative	Filtron India
Common Director	Pune Precicast Pvt. Ltd.
Common Director	Nerb India Pvt. Ltd.

Note: Related parties have been identified by the Management.

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

	Berton Equipment Pvt Ltd	Schmidt Bretten India Pvt Ltd	Real Centrifuge Asia Pvt Ltd	Fristam Pumps (I) Pvt Ltd	Nerb India Pvt Ltd	Pune Precicast Pvt Ltd	Filtron India	Total
Purchases	3324722 (2424153)	3398221 (1356170)	3362359 0	4020775 (3111978)	0 0	0 0	0 0	14106077 (6892301)
Balances outstanding at the end of the year	1449909 (881579)	740256 (771427)	1326026 (1680720)	3272396 (2111365)	831067 (831067)	375272 0	1202564 (1202564)	9197490 (7478722)

Note: Figures in bracket relates to the previous year

Note 28 Disclosures under Accounting Standards (contd.)

(Rs. in Lacs)

Particulars

For the Year ended 31 March, 2013 For the Year ended 31 March, 2012

28.4 Earnings per share

Basic

28.4.a Continuing operations

Net profit / (loss) for the year from continuing operations	42,801.54	519,103.14
Less: Preference dividend and tax thereon	—	—
Net profit / (loss) for the year from continuing operations attributable to the equity shares	42,801.54	519,103.14
Weighted average number of equity shares (Nos.)	2616500.00	2616500.00
Par value per share (Rs.)	100.00	100.00
Earnings per share from continuing operations - Basic	1.64	19.84

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

(Rs. in Lacs)

Particulars	For the year ended 31 March, 2013	For the year ended 31 March, 2012
A. Cash flow from operating activities		
Net Profit / (Loss) before extraordinary items and tax	53,801.54	634,103.14
Adjustments for:		
Depreciation and amortisation	1,945,983.36	2368241.00
Finance costs	3,019,260.67	2252047.62
Interest income	(615827.00)	(269840.00)
Dividend income	0.00	0.00
Profit on Sale of Assets	(14587.23)	0.00
	4,334,822.36	4,350,441.18
Operating profit / (loss) before working capital changes	4,388,623.90	4,984,544.32
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(1864859.00)	(1718366.00)
Trade receivables	234435.03	(14288698.65)
Short-term loans and advances	(5112258.20)	1445960.92
Other current assets	(182892.00)	(118360.00)
Other non-current assets	(858002.02)	(2073287.41)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	-1,420,365.04	5060927.61
Other current liabilities	-8,154,804.50	15993065.30
Other long-term liabilities	(8846.00)	243,173.00
Short-term provisions	(104676.00)	(420849.00)
Tax provisions	(11000.00)	(115000.00)
	(17483267.73)	4008565.77
Cash flow from extraordinary items	-13,094,643.83	8,993,110.09
Cash generated from operations	-	-
Net income tax (paid) / refunds	-	0.00
Net cash flow from / (used in) operating activities (A)	(13094643.83)	8993110.09
B. Cash flow from investing activities		
Capital expenditure on fixed assets, including capital		
Payments for purchase of fixed assets	(2,532,893.00)	(60887.00)
Inter-corporate deposits (net)		
Sale of Vehicle	191118.00	
Interest received		
- Subsidiaries		
- Others	615,827.00	269,840.00
Dividend received		
- Subsidiaries		
- Others		
	(1725948.01)	208952.99
Net income tax (paid) / refunds	-	
Net cash flow from / (used in) investing activities (B)	(1725948.01)	208952.99
C. Cash flow from financing activities		
Proceeds from long-term borrowings	(1449092.00)	(1297276.36)
Repayment of long-term borrowings		
Proceeds from other short-term borrowings	17531637.82	(1871715.14)
Repayment of other short-term borrowings		
Finance cost	(3019260.67)	(2252047.62)
Dividends paid	0.00	0.00
Tax on dividend		0.00
	13063285.15	(5421039.12)
Cash flow from extraordinary items		
Net cash flow from / (used in) financing activities (C)	13063285.15	(5421039.12)

Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(1757306.67)	3781023.98
Cash and cash equivalents at the beginning of the year	<u>6423341.04</u>	<u>2642317.06</u>
Cash and cash equivalents at the end of the year	<u>4666034.37</u>	<u>6423341.04</u>
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents as per Balance Sheet (Refer Note 17)		
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements (give details)		
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) included in Note 17		
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) (Refer Note (ii) to Note 16 Current investments)		
Cash and cash equivalents at the end of the year *	<u>4,666,034.37</u>	<u>6,423,341.04</u>
* Comprises:		
(a) Cash on hand	7,356.00	25,262.00
(b) Cheques, drafts on hand	-	-
(c) Balances with banks		
(i) In current accounts	46,651.37	1965344.04
(ii) In EEFC accounts		
(iii) In deposit accounts with original maturity of less than 1 Year	4,612,027.00	4432735.00
(iv) In earmarked accounts (give details) Refer Note (ii) below		
(d) Others (specify nature)	<u>4,666,034.37</u>	<u>6,423,341.04</u>

Notes:

- (i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.
- (ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

See accompanying notes forming part of the financial statements

In terms of our report attached.

A. A. Bhat & Co.
Chartered Accountants
(Firm Reg. No. 101282W)

N. V. Badwe
Partner
Membership No. 31637
Pune, 25 May 2013

For and on behalf of the Board of Directors

Mr. SADANAND HEGDE
MANAGING DIRECTOR
Pune, 25 May 2013

Mr. YASHWANTRAO MALI
WHOLE TIME DIRECTOR

PROXY FORM

FILTRON ENGINEERS LIMITED

Registered Office : Filtron House', 6, Sitabaug Colony, Sinhagad Road, Pune 411 030.

I/We _____ of _____
_____ being

member / members of FILTRON ENGINEERS LIMITED, hereby appoint or, failing him, _____ of _____ as my / our proxy to vote for me/us and on my/our behalf at the 31st Annual General Meeting of the Company, to be held on Saturday, 28th September 2013 at 4.00 p.m. at the registered office of the company at Filtron House', 6, Sitabaug Colony, Sinhagad Road, Pune 411030, and at any adjournment thereof.

At witness my/our hand(s) this _____ day of _____ 2013.

Signed this _____ day of _____ 2013.

Signed by the said _____

Member's Folio no. _____

No. of Share held _____

Affix
Re. 1/-
Revenue
Stamp

Note : The Proxy Form must be deposited at the Registered Office of the Company at least 48 hours before the time fixed for the meeting. The proxy form should be signed across the Revenue stamp as per specimen signature(s) registered with the Company.

(TEAR HERE)

FILTRON ENGINEERS LIMITED

Registered Office : Filtron House', 6, Sitabaug Colony, Sinhagad Road, Pune 411 030.

ATTENDANCE SLIP

31ST ANNUAL GENERAL MEETING

Please complete this attendance slip and hand over at the entrance of the Meeting Hall.

I hereby record my presence at the 31st Annual General Meeting of the Company held at the registered office of the company at Filtron House', 6, Sitabaug Colony, Sinhagad Road, Pune 411030 on Saturday, 28th September, 2013 at 4.00 p.m.

Full Name of the Shareholder in BLOCK LETTERS _____

Ledger Folio No. _____

No. of Equity Shares held _____

Signature _____

Note : Only Shareholder of the Company or their proxies will be allowed to attend the meeting.

(TEAR HERE)