

ANNUAL REPORT

&

ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH, 2013

DEEPAK INDUSTRIES LIMITED

DEEPAK INDUSTRIES LIMITED

P. K. DAGA

CHAIRMAN-CUM-MANAGING DIRECTOR

S. CHAKRAVORTI

DIRECTORS

A. P. AGARWALLA

S. C. MOHTA

R. CHOMAL

V. D. MALL

SECRETARY

SINGHI & CO.

AUDITORS

Chartered Accountants

STATE BANK OF INDIA

BANKERS

UCO BANK

REGISTRAR & SHARE TRANSFER AGENTS

Maheshwari Datamatics Pvt.Ltd

6, Mangoe Lane, 2nd Floor

Kolkata - 700 001

Phone : 033-2243-5809; 2243-5029

Fax : 033-2248-4787

E-mail : mdpl@cal.vsnl.net.in

Website : www.mdpl.in

REGISTERED OFFICE

16, HARE STREET

KOLKATA - 700 001

Phone : 033-2248-2391/2/3

Fax : 033-2248-9382

Website : www.dil-india.com

E-mail : secretary@dil-india.com

DEEPAK INDUSTRIES LIMITED

NOTICE

Notice is hereby given that the Annual General Meeting of the shareholders of the Deepak Industries Limited will be held at 16, Hare Street, 2nd Floor, Kolkata-700 001 on Thursday, the 8th August, 2013 at 2.30 P.M. to transact the following business:-

Ordinary Business :

1. To receive consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2013 and the Statement of Profit and Loss for the year ended on that date together with the reports of the Directors and Auditors thereon.
2. To appoint a director in place of Shri Sujit Chakravorti who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a director in place of Shri Rahul Chomal who retires by rotation.
4. To appoint Auditors and to fix their remuneration.

Special Business :

5. To consider and if thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to Section 228(3) and other applicable provisions, if any, of the Companies Act, 1956, M/s Salarpuria Jajodia & Co., Chartered Accountants, be and are hereby re-appointed as Branch Auditors to audit the Books of Accounts of Branches New Allenberry Works, at Kolkata, Faridabad and Rudrapur from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting of the Company on such remuneration as may be determined by the Board of Directors of the Company in consultation with the Auditors."

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

"RESOLVED THAT pursuant to the provisions of Sections 198,269,309 read with Schedule XIII and other applicable provisions of the Companies Act, 1956, (including any amendment thereto or re-enactment thereof) and in accordance with the provisions of the Articles of Association, consent of the Company be and is hereby accorded to the re-appointment of Shri Pradip Kumar Daga, as Chairman-cum-Managing Director of the Company for a period of 5 (five) years with effect from 16th December, 2013 and approval of the Company be and is hereby accorded to his remuneration with effect from 16th December, 2013 on a consolidated salary of Rs. 4,00,000/- per month and on the terms and conditions including remuneration as set in the Explanatory Statement annexed to the Notice convening this Annual General Meeting, with liberty to the Board of Directors to alter and vary the terms and conditions of the said re-appointment and/or remuneration and or agreement in such manner as may be agreed to between the Board of Directors and Shri Pradip Kumar Daga subject to the overall remuneration not exceeding the limits specified in Schedule XIII of the Act."

Registered Office :
16, Hare Street,
Kolkata - 700 001
Dated : 30th May, 2013

By order of the Board

V. D. MALL
Secretary

DEEPAK INDUSTRIES LIMITED**NOTES :**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE TIME OF THE MEETING.**
2. Register of Members and Share Transfer Books will remain closed from 05/08/2013 to 08/08/2013 (both days inclusive).
3. Members are requested to notify any change in their address recorded with the Company to the Registrar & Transfer Agent M/s. Maheshwari Datamatics Private Limited, 6, Mangoe Lane, 2nd Floor, Kolkata - 700 001, Phone No. 033-2243-5029, 2243-5809, Fax : 033-2248-4787 E-Mail : mdpl@yahoo.com.
4. All documents referred to in the notice and explanatory statement to this notice are open for inspection of members at the Registered Office of the Company during office hours on all working days except Saturday between 11.00 A M to 1.00 P M up to the date of Annual General Meeting.
5. Members are requested to send their queries on the Accounts at least 7 days in advance for a proper response to their queries during the meeting.
6. Members are requested to get their shareholdings in the Company dematerialized for proper communication with them. Members are also requested to furnish their email address to their respective DP to enable the Company to communicate electronically and send their consent for the same to the Company's Registrar and/or to the Company.
7. Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 is annexed herewith.

DEEPAK INDUSTRIES LIMITED

ANNEXURE TO THE NOTICE

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

Relating to item No. 4

The books of accounts of the Company pertaining to branches of the Company New Allenberry Works, located at Kolkata, Faridabad and Rudrapur are being audited by the branch auditors M/s. Salarpuria Jajodia & Co., other than the statutory auditors of the Company. It is proposed to re-appoint M/s. Salarpuria Jajodia & Co., Chartered Accountants, as branch auditors to audit the books of accounts of New Allenberry Works, Kolkata, Faridabad and Rudrapur. The Board, therefore, recommends that as required under Section 228(3) of the Companies Act, 1956, the members of the Company approve the resolution as ordinary resolution.

None of the director of the Company is concerned or interested in this resolution.

Relating to item No.6

The Company has re-appointed Shri Pradip Kumar Daga aged 76 years as Chairman-cum-Managing Director for a period of five years from 16th December, 2013 to 15th December, 2018 in the Board Meeting held on 30/05/2013 with the following remuneration subject to the approval of shareholders by special resolution in the general meeting of the Company. Shri Pradip Kumar Daga, is an eminent industrialist having vast Industrial Experience in diverse fields like Tea, Textile, Spinning and Engineering etc. During his able leadership, the Company has achieved all around improvement during the last five years and has also undertaken new projects which are progressing well. It is therefore proposed to re-appoint him as Managing Director for a period of five years with effect from 16th December, 2013. Shri Pradip Kumar Daga is also Managing Director in Deepak Spinners Limited but he does not draw any remuneration from the said Company.

The terms and conditions of his re-appointment are as follows :-

Tenure of re-appointment

The re-appointment of Shri Pradip Kumar Daga is for a period of 5 (five) years from 16th December, 2013 to 15th December, 2018

Nature of Duties

The appointee shall devote his time and attention to the business of the Company and carry out the duties as may be entrusted to him by the Board from time to time and exercise such powers as may be assigned to him, subject to the control and direction of the Board and in the best interest of the business of the Company.

Remuneration

Consolidated Salary- Rs. 400,000/- per month with annual increment of Rs. 40,000/- per month beginning from 1st April each year.

Other terms of the re-appointment

- a. Remuneration to Shri Pradip Kumar Daga may be revised and altered in any manner as Board may deem fit during his tenure and no further consent of the shareholders be taken if the new remuneration after such revision and alteration do not exceed the limits as stipulated in Schedule XIII of the Act.

DEEPAK INDUSTRIES LIMITED

- b. Provident Fund contribution will be as per rules of the Company.
- c. Reimbursement of medical expenses incurred by the Managing Director for the medical treatment for self and family and premium paid to effect to keep in force insurance of his health or the health of members of his family shall be subject to one month salary in a year.
- d. The Company shall bear his and his dependent family members total Hospitalization Expenses in India and abroad.
- e. Gratuity shall be as per rules of the Company.
- f. Leave with full pay including encashment of un availed leave at the end of the tenure of the Managing Director as per Rules of the Company.
- g. Leave Travel Concession for the Managing Director and his family once in a year in accordance with the rules of the Company.
- h. Reimbursement of entertainment, travelling and all other expenses incurred for the business of the Company.
- i. The Company may provide a car with driver and telephone at the residence of the Managing Director for business purposes.
- j. Either party may terminate the appointment by giving to the other party 3 months notice of such termination.

Overall Remuneration : The aggregate of Salary, allowances and perquisites in any one financial year shall not exceed the limits prescribed under sections 198, 309 and other applicable provisions of the Companies Act, 1956 read with schedule XIII of the Companies Act, 1956 for the time being in force.

Minimum Remuneration : In the event of loss or inadequacy of profits in any financial year during the currency of the tenure of service of Managing Director, the payment of Salary, perquisites and other allowances shall be governed by the limits prescribed in schedule XIII of the Companies Act, 1956.

The brief resume of Shri Pradip Kumar Daga has been provided hereunder.

The Directors are of the view that the re-appointment of Shri Pradip Kumar Daga will be beneficial to the Company and the remuneration payable to him is commensurate with his abilities and experience.

In compliance to provisions of Sections 269 and 302 read with Schedule XIII of the Act, the terms of re-appointment and remuneration is being placed before the members in the Annual General Meeting for approval by special resolution and Board recommends the resolution for approval of the members by special resolution.

None of the director except the appointee is concerned or interested in this resolution.

Registered Office :
16, Hare Street,
Kolkata - 700 001
Dated : 30th May, 2013

By order of the Board

V. D. MALL
Secretary

DEEPAK INDUSTRIES LIMITED

Information required to be furnished under clause 49 of the Listing Agreement in respect of the Appointment/Re-appointment of the Directors

Name of the Director	Shri Pradip Kumar Daga	Shri Rahul Chomal	Shri Sujit Chakravorti
Date of Birth	24/04/1937	20/10/1980	13/09/1943
Date of Appointment	16/12/2008	24/09/2007	30/10/2007
Qualification	B.Com	B.Com	M.Com., FCA, FICWA
Experience in specific functional areas	Industrialist with Varied Experience particularly in Tea, Textiles, Spinning and Engineering	Trading in Commodities and Administration	Ex-Chairman & Managing Director of Andrew Yule & Company Limited and is currently a practicing Chartered Accountant
Directorship in other Companies	Century Textiles & Industries Limited, Deepak Gears Limited, Deepak Spinners Limited Longview Tea Company Limited	Inland Steel (P) Limited, Continental Profiles Limited	Sharda Plywood Industries Limited WEBFIL Limited, Parcon (India) Private Limited, The Infusions (India) Ltd. Durgapur Chemicals Ltd. Durgapur Projects Ltd.
Membership/Chairmanship in other public companies	Membership in Audit Committee, Shareholders/ Grievance Committee and Finance Committee in Century Textiles & Industries Limited Membership in Audit Committee and Chairmanship in Shareholders/Investors' Grievance Committee of Longview Tea Company Limited	Nil	Chairman of the Audit Committee of Sarda Plywood Industries Limited, WEBFIL Limited Durgapur Chemicals Ltd. and Durgapur Projects Limited
Shareholding in the Company	187860	Nil	Nil
Relationship with other directors	No	No	No

DEEPAK INDUSTRIES LIMITED**DIRECTORS' REPORT
TO THE SHAREHOLDERS**

Your Directors are pleased to present their Annual Report along with the Audited Accounts of the Company for the year ended 31st March, 2013.

	(₹ in '000)	
FINANCIAL RESULTS AND OPERATIONS	31.03.2013	31.03.2012
Profit/(Loss) before Tax	510,794	448,426
Less : Taxes	136,674	60,819
Profit After Tax	374,120	387,607
Add : Balance brought forward from last year	1,400,059	1,012,452
Balance carried forward	1,774,179	1,400,059

REVIEW OF OPERATION

Considering the general economic and industrial climate during the year under review being low and slow down in Auto Components and Industrial Gears leading to increased competition affecting realizations, the performance of your Company has been satisfactory.

At the Kolkata unit, your Company has planned to manufacture Planetary Gear Boxes which is the current trend in Industrial Gears industry. Your Company has ordered certain specific machines required for the project and also arranged a foreign technical tie up for design and other technical parameters.

Additions to fixed Assets in all the units have been made in the year under review and also planned in the current year and a corporate loan of Rs.11.65 Crore has been arranged from the Company's banker. Construction of new factory shed at Palwal near Faridabad has made substantial progress and it is proposed to install machines for manufacture of automotive gears at the said site.

Your Company has planned to diversify into the Solar Power business with the approval of shareholders and has planned to start with 5MW capacity. Your directors are of the considered opinion that the Solar power business under REC mechanism is attractive and rewarding.

Your directors are of the opinion that barring unforeseen circumstances, despite sluggish demand, the turnover and profitability are likely to be sustained in the current year.

DIVIDEND

In order to meet the capital expenditure and other unforeseen contingencies, your directors are of the view that the resources of the Company should be conserved and as such do not recommend any dividend.

DIRECTORS

Shri Sujit Chakravorty and Shri Rahul Chomal retire by rotation and Shri Sujit Chakravorti being eligible offers himself for re-appointment. Shri Pradip Kumar Daga has also been re-appointed Chairman-cum-Managing Director of the Company for a period of five years from 16th December, 2013 subject to the approval of the shareholders in the Annual General Meeting.

AUDITORS

M/s. Singhi & Co., Chartered Accountants, Kolkata retire at the forthcoming Annual General Meeting of the Company and being eligible offers themselves for re-appointment.

DEEPAK INDUSTRIES LIMITED

The notes on the accounts appearing in the schedule referred to in the Auditors' Report are self explanatory and therefore do not call for any further comments or explanations.

COST AUDIT

Pursuant to the directives of the Central Government under the provisions of Section 233B of the Companies Act, 1956 qualified Cost Auditors have been appointed to conduct cost audit relating to the products manufactured by the Company. Cost Audit Report for the year 2012-13 will be filed within the due date.

LISTING FEE

Your Company is listed on Calcutta Stock Exchange and listing fees of the exchange for the year 2013-14 has been paid.

PUBLIC DEPOSITS AND SHARE CAPITAL

During the year, the Company has not raised any public deposits and share Capital and there is no outstanding debt/instrument eligible to be converted into equity of the Company.

DIRECTORS RESPONSIBILITY STATEMENT

Yours Directors Confirm :

- i) That in the preparation of the Annual Accounts, the applicable accounting standards have been followed;
- ii) That the Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company as at 31st March, 2013 and the Profit of the Company for the year ended on that date;
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) That the Directors have prepared the Annual Accounts on a going concern basis.

ADDITIONAL INFORMATION

A Report on Corporate Governance and Management Discussion and Analysis as required under Clause 49 of the Listing Agreement with Stock Exchange is annexed and form part of the Annual report.

A statement giving particulars 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 as amended, is annexed hereto and forms the part of this report.

None of the employee of the Company draws remuneration prescribed in Companies (Particulars of Employees) Rules, 1975.

ACKNOWLEDGEMENT

Your Directors record their appreciation for the assistance and co-operation extended to the Company by the Bankers and other authorities. Your Directors are also thankful to all the employees for their co-operation and devoted efforts.

Regd. Office :
16, Hare Street
Kolkata - 700 001
Dated : 30th May, 2013

P. K. Daga
Chairman-cum-Managing Director

Sujit Chakravorti
A. P. Agarwalla
S. C. Mohta
Rahul Chomal
Directors

ANNEXURE

INFORMATION AS PER 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 AND FORMING PART OF THE DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST MARCH, 2013.

CONSERVATION OF ENERGY

The Company continues to give high priority to conservation of energy to conserve and optimize energy wherever practicable by economizing on fuel and power on a continuous basis by renovation/up-gradation in high consumption areas like lighting, Air Conditioning, Cooling towers, heat treatment, front wall illumination, assembly department, supply power factor through additional condensers. The new machines installed and put to use are highly energy efficient

RESEARCH AND DEVELOPMENT

The research and development is being carried out in house by the qualified professional for new products developments in addition to other engineering process and up-gradation aiming at standardization, reduction of energy, consumption and cost of inputs, quality developments, import substitution and technology up-gradation. The Company is in the process of manufacture of planetary Gear boxes.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

The technology used for the manufacture of various products of the Company is fully absorbed and new innovation in process control, products development, cost reduction and quality improvements are being made on a continuous basis by the R&D team. The company keeps itself abreast with development in its field in India and abroad. The company has entered into a Technical tie up with EES Gear GmbH, Switzerland for manufacture of planetary Gear boxes.

FOREIGN EXCHANGE EARNINGS AND OUTGO

Foreign exchange earnings and outgo is contained in schedule to the accounts. The Company is making an all out efforts for the export of the products and expects improved performance in export in the coming year.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Company's business consists of two business segments viz. industrial gears, which serves to different sectors of industries, and turn key projects, contracts and automobiles gears serving to tractors, two wheelers, and light commercial vehicles. OEM manufactures and the replacement markets. The Company has been able to perform better with the upturn in the economy due to installation of various state of the art machines in all the units, and cost reduction strategies, initiated by the Company.

Industrial Structure and Development

With most of the economic indicators of the country recording steady growth during 2012-13, the automotive industry continued to show remarkable performance giving push to automotive components industry. Besides, almost all capital intensive industries continued to ride high with fresh capital investments and capacity expansion giving sufficient push to the transmission products. This boom may be expected to continue in the foreseeable future.

DEEPAK INDUSTRIES LIMITED

As a result of the above positive scenario the automobile gear and industrial gear manufacturing units of your Company and in particular automobile gear manufacturing unit recorded satisfactory performance and enabled the Company to show the improved performance.

Opportunities and Threats

The continued emphasis on infrastructure development, financing and investment in the core sectors by Central and State governments will provide good business opportunity to the Company.

The Company's continued emphasis on productivity enhancement and cost reduction measures would enable the company to meet the competitive environment.

As stated earlier, the Company's skilled and experienced man power and quality consciousness are the key drivers for enhanced volumes but the aggressive pricing and unorganized sector may be the potential threats. The entry of foreign players coupled with free capacity additions in the industry may pose problems if there is any downside slide in demand.

Financial Performance

This has already been discussed in the Directors' Report.

Risks and Concerns

The Company has made sufficient investments in the fixed assets including the plant and machinery and requires skilled man power for operating same at a reasonable cost.

Competition is expected to be intensifying due to capacity expansion of all manufactures and rise in input costs will also put the margin under pressure.

Internal Control System and Adequacy

The Company has adequate internal control systems and procedures commensurate with the size and nature of business ensuring that the assets and resources are used reasonably and are adequately protected and all the internal policies and statutory guidelines are complied with.

Human Resources and Industrial Relation

The industrial relations continue to be cordial as the Company continues to lay emphasis on employee development at all levels. There are 1162 employees in the Company.

Cautionary Statement

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, and expectations may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the Company operates, changes in the Governments regulations, tax laws and other incidental factors. The Company assumes no responsibility in respect of forward looking statements that may be revised or modified in the future on the basis of subsequent developments, information of events.

DEEPAK INDUSTRIES LIMITED**REPORT ON THE CORPORATE GOVERNANCE FOR THE YEAR ENDED 31st March, 2013****COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE**

As a corporate policy, your Company believes in transparency and Good Corporate Governance Practice.

(I) BOARD OF DIRECTORS**COMPOSITION, OUTSIDE DIRECTORSHIPS, AND ATTENDANCE AT THE BOARD MEETING**

The Board of the Company comprises of an Executive Chairman with more than fifty percent of the Directors being independent Directors.

Name of Director	Category	Directorship in Other Companies *		No. of committees membership(s)/ chairmanship(s) in Board committees of other companies	
		As a Director	As a Chairman /Chairman cum Managing Director	As a Member	As a Chairman
Shri Pradip Kumar Daga	Promoter Non-Independent Executive Director	3	1 (Chairman cum Managing Director)	4	1
Shri Sujit Chakravorti	Independent Non-Executive Director	4	2 (Chairman)	Nil	4
Shri Anand Prasad Agarwalla	Independent Non-Executive Director	1	Nil	Nil	Nil
Shri Suresh Chand Mohta	Independent Non-Executive Director	Nil	Nil	Nil	Nil
Shri Rahul Chomal	Independent Non-Executive Director	2	Nil	Nil	Nil

*Excludes alternate Directorship, Directorship in foreign Companies and Companies formed under section 25 of the Companies Act, 1956.

None of the Director is related to each other.

BOARD MEETINGS

Dates for the Board meeting are decided well in advance and communicated to the Directors. The Agenda along with the notes are sent in advance to the each Board Members.

The Board of Directors met Four times during the year respectively on 29th May, 2012, 14th August, 2012, 10th November, 2012 and 09th February, 2013.

DEEPAK INDUSTRIES LIMITED

Name of Director	No. of Board Meeting Attended	Attended last AGM
Shri Pradip Kumar Daga	4	Yes
Shri Sujit Chakravorti	4	Yes
Shri Anand Prasad Agarwalla	4	Yes
Shri Suresh Chand Mohta	4	Yes
Shri Rahul Chomal	4	Yes

Shareholding of the non-executive Directors in the Company as on 31st March, 2013

Name of the Director	No of equity shares held as on 31st March, 2013
Shri Sujit Chakravorti	Nil
Shri Anand Prasad Agarwalla	Nil
Shri Suresh Chand Mohta	Nil
Shri Rahul Chomal	Nil

The information as required under Annexure 1A to clause 49 of the listing agreement is being made available to the Board. The Board periodically reviews compliance Report of all laws applicable to the Company. Steps are taken by the Company to rectify instances of non-compliance, if any.

The Company has adopted Code of Conduct and Ethics for Directors and Senior Management Personnel of the Company. The Company has received confirmations from the Directors as well as Senior Management Personnel regarding Compliance of Code of Conduct during the year under review.

Shri Pradip Kumar Daga, Chairman-and Managing Director has given a certificate to the Board of Directors in pursuance of Clause 49(D) of the Listing Agreement with the Stock Exchange.

DECLARATION BY THE CEO UNDER CLAUSE 49 OF THE LISTING AGREEMENT REGARDING ADHERENCE OF THE CODE OF CONDUCT.

In accordance with Clause 49 sub-clause I(D) of the Listing Agreement with the Stock Exchange, I hereby confirm that all the Directors and the Senior Management personnel of Deepak Industries Limited have affirmed compliance to Code of Conduct and Ethics for the Financial Year ended 31.03.2013.

Pradip Kumar Daga

Chairman-cum-Managing Director

Kolkata, 8th May, 2013

(II) AUDIT COMMITTEE

The Audit Committee comprises of three Directors, namely Shri A P Agarwalla, Chairman, Shri S Chakravorti, and Shri S C Mohta, as Members. The Members have adequate knowledge of accounts and financial matters. The Secretary of the Company acts as a Secretary of the Committee.

The terms of reference of the Audit Committee are in conformity with the requirements as per clause 49 of the listing agreement with the Stock Exchange. The audit committee inter-alia reviews annual and quarterly financial statements, accounting policies, system of internal controls, reports of internal auditors, recommends the appointment of statutory auditors and ensuring of compliance with stock exchange and other legal requirements.

The Audit Committee met four times during the year respectively on 29th May, 2012, 14th August, 2012, 10th November, 2012 & 09th February 2013. The attendance of each members of the committee is given below. Statutory and Internal Auditors also try to attend the Meeting on the invitation of the Chairman of the meeting.

DEEPAK INDUSTRIES LIMITED

Name of the Member	No. of Meetings	
	Held	Attended
Shri A.P. Agarwalla	4	4
Shri S. Chakravorti	4	4
Shri S. C. Mohta	4	4

(III) DETAILS OF REMUNERATION PAID TO DIRECTORS (01-04-2012 TO 31-3-2013)

The Executive Chairman-cum-Managing director is paid remuneration approved by the Board and shareholders and other directors are paid sitting fees for attending the meetings of the Board and Committee and commission.

Name of Director	Rs.			
Pradip Kumar Daga, Chairman-cum- Managing Director	39,20,000	As Executive Compensation consisting of Salary and perquisites in the nature of employer's contribution to PF.		
	Sitting Fees			Commission
	Board Meeting	Audit Committee	Shareholders/Investors Grievance Committee	
Shri A.P. Agarwalla	16,000	8,000	1,000	1,75,000
Shri S. Chakravorti	16,000	8,000	1,000	1,75,000
Shri S.C. Mohta	16,000	8,000	1,000	1,75,000
Shri Rahul Chomal	16,000	Nil	Nil	1,75,000

During the year the Company has paid Rs. 2,02,500/- as professional fees in Shri A. P. Agarwalla, Director of the Company.

There were no other pecuniary relationships or transactions of the Non-Executive directors vis-a-vis the Company.

(IV) SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE

The committee comprises of three non-executive Directors namely, Shri S.C. Mohta, Chairman Shri Sujit Chakravorti, Shri A. P. Agarwalla as Members and Secretary of the Company acts as the secretary of the committee. The committee deals with the shareholder's complaints and grievance etc. As per the Certificates furnished by the Registrar & Share Transfer Agents M/S Maheshwari Datamatics Private Limited, the Company did not receive any investor complaints during the year ended 31st March, 2013 and there are no pending complaints as on 31st March, 2013.

The committee met once during the year on 25/03/2013 in which all the Committee members were present.

(V) SHARE TRANSFER SYSTEM

Share transfers documents are registered and certificate returned within a period of 30 days from the date of receipt if the documents are clear in all respects as per provisions of listing agreement. The transfers are approved by the secretary/Director of the Company in consultation with the Managing Director and/or by the Board.

There was no pending request for share transfer etc. as on 31st March, 2013.

(VI) SUBSIDIARY COMPANIES

The Company does not have any subsidiary company.

DEEPAK INDUSTRIES LIMITED

(VII) ANNUAL GENERAL MEETINGS

Location, date and time for last three Annual General Meetings were as follows :

Year	Location	Date	Time
2009-2010	Registered Office 16, Hare Street, Kolkata - 700 001	10-08-2010	4.00 P.M.
2010-2011	-do-	25-08-2011	3.00 P.M.
2011-2012	-do-	14-08-2012	3.00 P.M.

- i) No Extra Ordinary General Meeting was held during the year.
- ii) Three Special resolutions were passed during last three Annual General Meetings.
- iii) No postal ballot process was conducted by the company to pass any resolution governed by postal ballot rules during the last year and no postal ballot is proposed in the ensuing Annual General Meeting of the Company but two special resolutions are proposed to be passed by postal ballot for which notice dated 25/04/2013 has been posted on 29/04/2013 and the date of declaration of the result is 01/06/2013.

(VIII) DISCLOSURES

- i) The Company does not enter into any transaction of material nature with the related parties, which may have potential conflict with the interests of the Company. The Company has fully complied with all the requirements of regulatory authorities on Capital Markets and consequently, no penalties or strictures have been imposed against it during the last three years.
- ii) Details of related party transactions during the year ended the 31st March, 2013 have been set out under an appropriate note in Note to the Annual Accounts of the Company for the year ended 31st March, 2013. However, these transactions have no potential conflict with the interest of the Company at large.
- iii) Management Discussion and Analysis is a part of Annual Report. Shareholders information section forms part of the Annual Report
- iv) Reconciliation of Share Capital Audit is carried out by Practicing Company Secretaries on quarterly basis to reconcile the total admitted capital with National securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL) with the total issued and listed capital. The reconciliation audit confirms that the total issued /paid up capital is in agreement with the total number of shares in physical form and total number of dematerialized shares held with NSDL and CDSL.

(IX) MEANS OF COMMUNICATION

There is no practice to send half-yearly report to each shareholder. Company is regularly publishing its quarterly, half yearly and yearly results in print media in English and local language Bengali and Dainik Lipi respectively which are widely circulated in West Bengal as well as Nationally.

The Company has a website www.dil-india.com to display the quarterly results and other information as required under the listing agreement. No presentation has been made to Investors/Analysts and stakeholders of the Company .

DEEPAK INDUSTRIES LIMITED
(X) GENERAL SHAREHOLDERS INFORMATION

- | | | |
|-------|--|---|
| i) | Date, time and venue of forthcoming AGM | At the Registered Office of the Company at 16, Hare Street, 2nd Floor, Kolkata - 700 001 on Thursday, the 8th August, 2013 at 2.30 P M. |
| ii) | Financial Calendar 2013-2014 (Tentative) | |
| | First Unaudited Quarterly Results | Middle of August, 2013 |
| | Second Unaudited Quarterly Results | Middle of November, 2013 |
| | Third Unaudited Quarterly Results | Middle of February, 2014 |
| | Audited yearly Results for the year ended 31st March, 2014 | Before end of May, 2014 |
| iii) | Book Closure dates | From 05/08/2013 to 08/08/2013 (both days inclusive) |
| iv) | Payment of Dividend | No dividend has been proposed for the year 2012-13 |
| v) | Listing on Stock Exchanges | The Calcutta Stock Exchange Limited |
| vi) | Annual listing fee | Listing fee has been paid upto and for the year 2013-2014 |
| vii) | ISIN No. of the Company : | INE 485J01016 |
| viii) | Stock Code in Calcutta Stock Exchange | 10014084 |

(XI) MARKET PRICE DATA

There has been no trading of the Company's share during the year on Calcutta Stock Exchange.

(XII) REGISTRAR AND TRANSFER AGENT

The Company has appointed M/s. Maheshwari Datamatics Pvt. Ltd., Kolkata, as Registrar and Share Transfer Agent for Company's securities held in physical as well as in electronic mode. The address and contact details of new RTA is as below :

Maheshwari Datamatics Pvt.Ltd
 6, Mangoe Lane, 2nd floor, Kolkata - 700 001
 Phone : 033-2243-5809; 2243-5029
 Fax : 033-2248-4787
 E-mail : mdpl@yahoo.com
 Website : www.mdpl.in

(XIII) PATTERN OF SHAREHOLDING AND DISTRIBUTION

<u>Category</u>	<u>No. of Shares held</u>	<u>% of total paid up Capital</u>
Promoters & Promoters Group	3927364	74.13
Financial Institutions & Banks	284375	5.37
Bodies Corporate	982637	18.54
Resident Individual	103719	1.96
Mutual Funds	NIL	NIL
NRIs/OCBs	NIL	NIL
Insurance Companies	NIL	NIL
TOTAL	<u>5298095</u>	<u>100.00</u>

DEEPAK INDUSTRIES LIMITED

From	To	No of Shares held	% of total paid-up capital	No of Shareholders	% of Total Shareholders
1	500	3658	0.07	22	33.33
501	1000	3410	0.06	6	9.09
1001	2000	13517	0.26	12	18.18
2001	3000	11205	0.21	5	7.58
3001	4000	6648	0.12	2	3.03
4001	5000	0	0.00	0	0.00
5001	10000	7761	0.15	1	1.52
10001	Above	5251896	99.13	18	27.27
Total		5298095	100.00	66	100.00

(XIV) DEMATERIALIZATION AND TRADING OF SHARE ON STOCK EXCHANGE

The Company is pleased to inform that shares of the Company are available for dematerialization through NSDL as well as with CDSL. The equity shares of the Company are under compulsory demat trading for all categories of investors. As on 31st March, 2013, 4832251 shares comprising 91.21% of equity capital stood dematerialized.

The Company has not issued any GDRs / ADRs/ Warrants or any Convertible instruments, which have likely impact on Equity shares of the Company.

(XV) PLANT LOCATION

- i) 62, Hazra Road, Kolkata-700 019
- ii) 14/7, Mathura Road, Faridabad (Haryana)
- iii) Plot no. 62, Sector - 11 , Rudrapur Dist Udham Singh Nagar, Uttranchal.

(XVI) ADDRESS FOR CORRESPONDENCE

Deepak Industries Limited, 16, Hare Street, Kolkata-700 001 Phone Nos : 033-2248-2391
Fax : 033-2248-9382, E-mail : secretary@dil-india.com website : www.dil-india.com.

(XVII) CEO AND CFO CERTIFICATION

The Chairman-cum-Managing Director, that is, the Chief Executive Officer (CEO) and CFO gives annual certification on the financial reporting and internal controls to the Board in terms of clause 41 of the listing agreement. The CEO and CFO also give quarterly certification on the financial results by placing the financial results before the Board in terms of clause 41 of the listing Agreement.

The Board of Directors at their Meeting held on 30th May, 2013 adopted the above Report

DEEPAK INDUSTRIES LIMITED

**AUDIT CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE
GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

The Members,
Deepak Industries Ltd,
16, Hare Street,
Kolkata 700 001

We have examined the compliance of the conditions of Corporate Governance of M/S Deepak Industries Limited of 16, Hare Street, Kolkata 700001 for the year ended on 31st March, 2013, as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchanges in India.

The Compliance of the conditions of Corporate Governance is the responsibility of the Management. Our examination is limited to the procedure and implementation thereof adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of the opinion on the financial statement of the Company.

In our opinion and to the best of our information and explanation given to us, which to the best of our knowledge & belief were necessary for the purpose of issuance of this certificate, we hereby certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place : 9, Crooked Lane
Kolkata - 700069
Date : 30th May, 2013

For **Drolia & Company**
(Company Secretaries)
(Pravin Kr Drolia)
Proprietor
CP 1362

DEEPAK INDUSTRIES LIMITED

INDEPENDENT AUDITORS' REPORT

To The Members of DEEPAK INDUSTRIES LIMITED

We have audited the accompanying financial statements of **DEEPAK INDUSTRIES LIMITED** in which we have incorporated the audited accounts of **NEW ALLENBERRY WORKS AT Kolkata, Faridabad & Rudrapur** as audited by Branch auditors, which comprise the Balance Sheet as at 31st March, 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 principles generally accepted in India, including 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 procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements read together with significant accounting policies, notes on account/other explanatory informations give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2013

DEEPAK INDUSTRIES LIMITED

- b) In the case of the Statement of Profit and Loss, 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.

Report on other legal and regulatory requirements

- 1) As required by the Companies (Auditor's Report) Order, 2003 ("the Order") as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2) As required by section 227(3) of the Act, we report that:
 - 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 reports on the accounts of New Allenberry Works as audited by Branch Auditors were received and properly dealt with by us while preparing our report.
 - iv) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - v) In our opinion, the Balance sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - vi) 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 directors 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.

1-B, Old Post Office Street
Kolkata - 700 001
Dated, the 30th day of May, 2013

For SINGHI & CO
Chartered Accountants
Firm Regn. No. 302049E
(M. L. SHUKLA)
Partner
Membership No. 051505

DEEPAK INDUSTRIES LIMITED

ANNEXURE REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

Re : Deepak Industries Limited (the company)

- I. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets of the Company have been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable having regards to the size of the company and the nature of its business. No material discrepancies between the book records and physical inventory have been noticed.
- (c) In our opinion, no substantial part of fixed assets has been disposed off by the Company during the year.
- II. (a) The stock of finished goods, raw materials and components, stores, spare parts have been physically verified by the management at reasonable intervals. In respect of inventory lying with third parties, these have substantially been confirmed by them. In our opinion the frequency of verifications is reasonable.
- (b) In our opinion and according to information and explanation given to us, the procedure of physical verification of the aforesaid stocks followed by the management is reasonable and adequate in relation to the size of the company and nature of its business.
- (c) On the basis of our examination of the inventory records, in our opinion, the Company has maintained proper records of aforesaid stocks. The discrepancies noticed on verification between the physical stocks and the book records, were not material.
- III. According to the information and explanations given to us the Company has neither taken nor granted any loan, unsecured or secured from/to companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly clauses 4(III) (a) to (g) of the said order are not applicable.
- IV. On the basis of checks carried during the course of audit and as per explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for purchase of inventory and fixed assets and for the sale of goods and services. During the course of audit, no major weakness has been noticed in internal control system.
- V. (a) In our opinion, and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act have been duly entered in the register required to be maintained in pursuance of section 301 of the Companies Act, 1956.
- (b) In our opinion and according to the information and explanations given to us, there are no transactions of purchase of goods, materials, services and sales of goods, material or services exceeding Rupees Five lakhs in respect to any party during the year which was made in pursuance of contract or arrangement entered /to be entered, in the register maintained under section 301 of the Companies Act, 1956.

DEEPAK INDUSTRIES LIMITED

- VI. According to the information and explanations given to us, the company has not accepted any deposit from public during the period.
- VII. The Company has an internal audit system except *at Head office*, which is commensurate with the size and nature of its business. However in case of Rudrapur Unit it needs to be strengthened further.
- VIII. We have broadly reviewed the books of account maintained by all the three plants of the Company in respect of products where, pursuant to the rule made by the Central Government of India, the maintenance of cost records has been prescribed under clause (d) of sub-section (1) of Section 209 of the Act and are of the opinion that prima facie the prescribed accounts and records have been made and maintained, however, we have not, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- IX. (a) According to the records of the Company, the Company is generally regular in depositing Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Custom Duty, Excise Duty, Cess, Wealth Tax, Service Tax and other statutory dues as applicable with the appropriate authorities.
- (b) According to the records of the Company and information and explanations given to us, *the particulars of unpaid disputed statutory dues in respect of sales tax, service tax, excise duty, cess and income tax as applicable have been given below :*

Name of the Statute	Nature of Dues	Amount (Rs. in '000)	Forum Where dispute is Pending
Income Tax Act, 1961	Short Allowance of TDS & 80I(C) for Asst Year 2008-09	45	Appellate Tribunal, Kolkata
Income tax Act, 1961	Short Allowance of TDS & 80I(C) Asst Year 2009-10	3	CIT (Appeals), VI, Kolkata
Income Tax Act, 1961	Fringe Benefit Tax for Asst Year 2009-10 for interest u/s 115J(5) & 115WJ(3).	215	CIT (Appeals), VI, Kolkata
Income Tax Act, 1961	Short allowance of our Claim u/s 80I(C) and Short allowance of TDS & Other	640	CIT (Appeals), VI, Kolkata
Central Excise Act, 1944 (Rule 15 of CENVAT Credit Rule)	Penalty Service Tax- GTA	191	Central Excise & Service Tax Appeals Tribunal (CESTAT), New Delhi
Central Excise Act, 1944 (rule 14 of CENVAT Credit Rule)	Service Tax (Rent)	419	Central Excise & Service Tax Appeals Tribunal (CESTAT), New Delhi

DEEPAK INDUSTRIES LIMITED

Name of the Statute	Nature of Dues	Amount (Rs. in '000)	Forum Where dispute is Pending
Central Excise Act,1944 (Rule 14 of CENVAT Credit Rule)	Service Tax (GTA)	191	Central Excise & Service Tax Appeals Tribunal(CESTAT), New Delhi
Central Excise Act,1944 (Rule15(2) of CENVAT Credit Rule)	Penalty Under Central Excise for wrong claim of CENVAT	509	Central Excise & Service Tax Appeals Tribunal (CESTAT), New Delhi
Central Excise Act,1944 (Rule 14 of CENVAT Credit Rule)	Excise Duty on Line Rejection	282	Dy. Commissioner, Central Excise, Division-1, Faridabad
Central Excise Act,1944 (Rule 14 of CENVAT Credit Rule)	Penalty on official of the company for wrong declaration	25	Central Excise & Service Tax Appeals Tribunal (CESTAT), New Delhi,
Central Excise Act,1944 (Rule 14 of CENVAT Credit Rule)	Penalty on Company for wrong declaration	100	Central Excise & Service Tax Appeals Tribunal (CESTAT), New Delhi
Central Excise Act,1944 (Rule 14 of CENVAT Credit Rule)	CENVAT on Tin Coating charges on Cutting Tools	8,574	Joint Commissioner of Central Excise, Delhi - IV, Faridabad
Central Excise Act, 1944 & Rules	Central Excise	31	CEGAT, Kolkata
West Bengal Sales Tax Act, 1994	W.B. Sales Tax	29,042	Appeal, Revision Board and Tribunal.
Central Sales Tax Act, 1956	Central Sales Tax	59,936	Appeal, Revision Board and High Court.
Central Excise Act,1944 (Rule 15 of CENVAT Credit Rule)	Penalty Service Tax (GTA)	49	Commissioner (Appeals) Central Excise, Delhi - IV, Faridabad
Central Excise Act,1944 (Rule 14 of CENVAT Credit Rule)	Service Tax	49	Commissioner (Appeals) Central Excise, Delhi - IV, Faridabad.

- X. The Company does not have any accumulated loss at the end of the year and it has not incurred any cash loss in current financial year and in the immediately preceding financial year.
- XI. Based on the Audit procedures and the information and explanations given to us, the Company has not defaulted in repayment of dues to the financial institutions and Banks during the period under audit.
- XII. As per 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.

DEEPAK INDUSTRIES LIMITED

- XIII. The provisions of any special statute applicable to chit fund/ nidhi /mutual benefit funds/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 shares, securities, debentures or other investments.
- XV. As per the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- XVI. To the best of our knowledge and belief and according to the information and explanations given to us, Term Loans has not been taken at any of the units of the Company except at Kolkata unit, where Term Loans availed as on Balance Sheet date, were applied by the company for the purpose for which loans were obtained.
- XVII. In our opinion and according to the information and explanations given to us, on an overall basis short term funds have not been used for long term purposes.
- XVIII. The Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- XIX. During the year the Company has not issued any debentures.
- XX. The Company has not raised money by way of public issue during the year.
- XXI. Based upon the audit procedures performed and according to information and explanations given to us by the management, no fraud on or by the Company has been noticed or reported during the year under audit.

1-B, Old Post Office Street
Kolkata - 700 001
Dated, the 30th day of May, 2013

For SINGHI & CO
Chartered Accountants
Firm Regn. No. 302049E
(M. L. SHUKLA)
Partner
Membership No. 051505

DEEPAK INDUSTRIES LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2013

	Note No.	As at 31.03.2013	(₹ in '000) As at 31.03.2012
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	2.1	52,981	52,981
Reserves and Surplus	2.2	1,788,784	1,415,037
		<u>1,841,765</u>	<u>1,468,018</u>
NON-CURRENT LIABILITIES			
Long-Term Borrowings	2.3	44,611	189,077
Deferred Tax Liabilities (Net)	2.4	48,530	39,730
Other Long-Term Liabilities	2.5	19,632	11,606
Long-Term Provisions	2.6	9,286	8,621
		<u>122,059</u>	<u>249,034</u>
CURRENT LIABILITIES			
Short-Term Borrowings	2.7	567,304	561,842
Trade Payables	2.8	333,676	519,492
Other Current Liabilities	2.9	341,625	214,394
Short-Term Provisions	2.6	6,752	5,245
		<u>1,249,357</u>	<u>1,300,973</u>
TOTAL		<u>3,213,181</u>	<u>3,018,025</u>
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible Assets	2.10	961,945	853,908
Intangible Assets	2.10	3,413	90
Capital Work-In-Progress		52,399	49,793
		<u>1,017,757</u>	<u>903,791</u>
Long-Term Loans and Advances	2.11	109,692	123,326
		<u>1,127,449</u>	<u>1,027,117</u>
CURRENT ASSETS			
Inventories	2.13	681,076	751,677
Trade Receivables	2.14	682,091	754,307
Cash and Bank Balances	2.15	624,029	388,887
Short-Term Loans and Advances	2.11	64,430	71,975
Other Current Assets	2.12	34,106	24,062
		<u>2,085,732</u>	<u>1,990,908</u>
TOTAL		<u>3,213,181</u>	<u>3,018,025</u>

Significant Accounting Policies 1
The Notes are an integral part of the Financial Statements

As per our report annexed
For SINGHI & CO.
Chartered Accountants
Firm Registration No. 302049E
M. L. SHUKLA
Partner
Membership No. 051505
1-B Old Post Office Street
Kolkata - 700 001
Dated : the 30th day of May, 2013

V. D. MALL
Secretary

P. K. DAGA
Chairman-cum-Managing Director

S. CHAKRAVORTI
A. P. AGARWALLA
S. C. MOHTA
R. CHOMAL
Directors

DEEPAK INDUSTRIES LIMITED**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2013**

	Note No.	For the year ended 31.03.2013	For the year ended 31.03.2012
(₹ in '000)			
INCOME			
Revenue from Operations (Gross)	2.16	3,920,940	3,674,119
Less : Excise Duty		<u>361,962</u>	<u>297,084</u>
Revenue from Operations (Net)		3,558,978	3,377,035
Other Income	2.17	<u>82,871</u>	<u>39,400</u>
Total Revenue		<u>3,641,849</u>	<u>3,416,435</u>
EXPENSES			
Cost of Materials Consumed	2.18	1,735,588	1,707,672
(Increase) / Decrease in Inventories of Finished Goods and Work-in-Progress	2.19	(128,661)	(98,680)
Employee Benefits Expenses	2.20	344,952	293,496
Finance Costs	2.21	75,123	81,584
Other Expenses	2.22	<u>968,098</u>	<u>818,229</u>
		<u>2,995,100</u>	<u>2,802,301</u>
Profit before Tax, Depreciation and Amortisation		646,749	614,134
Depreciation and Amortization Expense	2.23	<u>135,955</u>	<u>165,708</u>
Profit before Tax		<u>510,794</u>	<u>448,426</u>
Tax Expense :	2.24		
Current Tax		127,874	58,774
Deferred Tax		<u>8,800</u>	<u>2,045</u>
		<u>136,674</u>	<u>60,819</u>
Profit for the year		<u>374,120</u>	<u>387,607</u>
Earnings Per Share [nominal value ₹ 10 /-]			
Weighted Average Number of Equity Shares outstanding during the year		5,298,095	5,298,095
Basic and Diluted earning per share (₹)		70.61	73.16
Significant Accounting Policies	1		
The Notes are an integral part of the Financial Statements			

As per our report annexed
For SINGHI & CO.
Chartered Accountants
Firm Registration No. 302049E
M. L. SHUKLA
Partner
Membership No. 051505
1-B Old Post Office Street
Kolkata - 700 001
Dated : the 30th day of May, 2013

V. D. MALL
Secretary

P. K. DAGA
Chairman-cum-Managing Director

S. CHAKRAVORTI
A. P. AGARWALLA
S. C. MOHTA
R. CHOMAL
Directors

