

CONSOLIDATED ACCOUNTS

Auditor's Report on the Consolidated Financial Statements of APW President Systems Limited

The Board of Directors of APW President Systems Limited

1. We have audited the attached consolidated balance sheet of APW President Systems Limited (the "Company") and its subsidiary hereinafter referred to as the "Group" (refer Note 1B(ii) on Schedule 20 to the attached consolidated financial statements) as at March 31, 2010, the related consolidated Profit and Loss Account and the consolidated Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of the subsidiary included in the consolidated financial statements, which constitute total assets of Rs. 1,967,750 and net assets of Rs 631,469 as at March 31, 2010, total revenue of Rs. 2,161,189, net loss of Rs. 7,615,220 and net cash outflows amounting to Rs. 487,221 for the year then ended. These financial statements and other financial information have been audited by other auditors whose report has been furnished to us, and our opinion on the consolidated financial statements to the extent they have been derived from such financial statements is based solely on the report of such other auditors.
4. We report that the consolidated financial statements have been prepared by the Company's Management in accordance with the requirements of Accounting Standard (AS) 21 - Consolidated Financial Statements, notified under sub-section 3C of Section 211 of the Companies Act, 1956.
5. Based on our audit and on consideration of the report of other auditors on separate financial statements and on the other financial information of the component of the Group as referred to above, and to the best of our information and according to the explanations given to us, in our opinion, the attached consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (a) in the case of the consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2010;
 - (b) in the case of the consolidated Profit and Loss Account, of the profit of the Group for the year ended on that date: and
 - (c) in the case of the consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

For **Price Waterhouse**
Firm Registration Number: 301112E
Chartered Accountants

Neeraj Gupta
Partner
Membership Number. F055158

Place: Mumbai
Date: May 17, 2010

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010

	Schedule	March 31, 2010 Rupees	March 31, 2009 Rupees
<u>SOURCES OF FUNDS</u>			
Shareholders' Funds			
Capital	1	60,480,000	60,480,000
Reserves and Surplus	2	447,955,208	408,333,003
		<hr/>	<hr/>
		508,435,208	468,813,003
Minority Interest		19,291	81,734
Loan Funds			
Secured Loans	3	150,985,795	79,034,223
Unsecured Loans	4	4,440,000	13,320,000
		<hr/>	<hr/>
		155,425,795	92,354,223
Deferred Tax Liability (Net)	5	39,798,849	35,664,426
Total		<hr/> <hr/>	<hr/> <hr/>
		703,679,143	596,913,386
<u>APPLICATION OF FUNDS</u>			
Fixed Assets			
Gross Block	6	607,507,150	561,175,728
Less : Depreciation		170,859,915	158,618,522
		<hr/>	<hr/>
Net Block		436,647,235	402,557,206
Capital Work-in-progress		25,174,144	10,847,930
		<hr/>	<hr/>
		461,821,379	413,405,136
Investments	7	18,000	18,000
Current Assets, Loans and Advances			
Inventories	8	91,472,717	106,656,557
Sundry Debtors	9	266,890,062	217,276,180
Cash and Bank Balances	10	15,964,325	39,172,947
Other Current Assets	11	123,862	482,377
Loans and Advances	12	79,778,636	52,136,695
		<hr/>	<hr/>
		454,229,602	415,724,756
Less : Current Liabilities and Provisions	13		
Liabilities		180,334,722	194,628,548
Provisions		33,170,169	37,605,958
		<hr/>	<hr/>
		213,504,891	232,234,506
Net Current Assets		240,724,711	183,490,250
Miscellaneous Expenditure (To the extent not written off or adjusted)		1,115,053	-
Total		<hr/> <hr/>	<hr/> <hr/>
		703,679,143	596,913,386
Notes to Accounts	20		

The Schedules referred to herein above form an integral part of the Consolidated Balance Sheet.

This is the Consolidated Balance Sheet referred to in our report of even date.

For Price Waterhouse

Firm Registration No. 301112E
Chartered Accountants

Neeraj Gupta

Partner
Membership No.F055158
Mumbai, May 17, 2010

For and behalf of the Board

E. A. Elias
Managing Director

A. D. Kunte
Director

K. K. Bhavsar
Company Secretary

Mumbai, May 17, 2010

Sudhir Seth
Director

Shailesh Hemani
Director

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010

	Schedule	March 31, 2010 Rupees	March 31, 2009 Rupees
<u>INCOME</u>			
Sales (Refer Note 1(H)(a) on Schedule 20)	14	1,577,400,135	1,561,634,721
Less : Excise Duty		115,678,503	143,799,559
		<u>1,461,721,632</u>	<u>1,417,835,162</u>
Less : Sales Tax		87,574,851	56,223,888
		<u>1,374,146,781</u>	<u>1,361,611,274</u>
Commission		4,330,426	13,221,483
Service Charges		3,694,253	1,119,401
Other Income	15	18,965,785	19,357,710
		<u>1,401,137,245</u>	<u>1,395,309,868</u>
<u>EXPENDITURE</u>			
Cost of Materials	16	905,397,591	861,439,640
Employee Costs	17	171,485,597	151,302,967
Operating and Other Expenses	18	185,640,449	196,644,261
Financial Expenses	19	19,073,770	12,722,530
Depreciation		36,430,016	37,426,656
		<u>1,318,027,423</u>	<u>1,259,536,054</u>
Profit before Taxation		83,109,822	135,773,814
<i>Provision for Taxation</i>			
- Current Year		25,200,000	42,251,000
- Fringe Benefit Tax		-	1,641,986
- Deferred		4,134,423	(684,145)
Profit after Taxation and before share of Profit/ (Loss) of Minority Shareholders		53,775,399	92,564,973
Minority's Share of Profit/ (Loss) in Subsidiary Company		(58,017)	17,694
Net Profit		53,833,416	92,547,279
Profit and Loss Account Balance Brought Forward from Previous Year		287,252,110	225,932,404
Profit available for Appropriation		<u>341,085,526</u>	<u>318,479,683</u>
Appropriations			
Proposed Dividend		12,096,000	18,144,000
Corporate Tax on Dividend		2,008,994	3,083,573
Transfer to General Reserve		5,000,000	10,000,000
Profit and Loss Account Balance		321,980,532	287,252,110
		<u>341,085,526</u>	<u>318,479,683</u>
Basic and Diluted Earnings Per Share (Refer Note 5 on Schedule 20)		8.90	15.30
Notes to Accounts	20		

The Schedules referred to herein above form an integral part of the Consolidated Profit and Loss Account.

This is the Consolidated Profit and Loss Account referred to in our report of even date.

For Price Waterhouse

Firm Registration No. 301112E
Chartered Accountants

Neeraj Gupta

Partner
Membership No.F055158
Mumbai, May 17, 2010

For and behalf of the Board

E. A. Elias
Managing Director

Sudhir Seth
Director

A. D. Kunte
Director

Shailesh Hemani
Director

K. K. Bhavsar
Company Secretary

Mumbai, May 17, 2010

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2010

	March 31, 2010	March 31, 2009
	Rupees	Rupees
Net Profit Before Taxes	83,109,822	135,773,814
Adjustments for :		
Depreciation	36,430,016	37,426,656
Loss on Sale/ Scrapping of Assets (net)	372,120	566,898
Bad Debts Written Off	1,608,734	1,298,590
Liabilities/ Provisions no longer required written back	(573,717)	(1,418,643)
Wealth Tax	-	21,153
Interest Income - Gross	(965,809)	(1,035,682)
Interest Expense	15,079,307	9,325,791
Operating Profit Before Working Capital Changes	135,060,473	181,958,577
Adjustments for :		
(Increase)/Decrease in Inventory	15,183,840	(12,035,205)
(Increase)/Decrease in Debtors	(51,222,616)	64,285,975
(Increase)/Decrease in Other Receivables	(25,600,469)	(13,428,766)
Increase/(Decrease) in Trade payables	(13,748,923)	(5,392,999)
Increase/(Decrease) in Provisions	5,577,754	3,310,602
Income Tax paid during the year	(29,961,000)	(42,700,000)
Fringe Benefit Tax Paid	(256,500)	(1,450,000)
Wealth Tax Paid	(21,153)	(24,278)
(A) Net Cash Generated from Operations	35,011,406	174,523,906
Purchase of Fixed Assets (Including Capital work-in-progress)	(85,517,379)	(111,421,116)
Interest Received	1,324,324	1,063,130
Sale of Fixed Assets	299,000	783,949
Miscellaneous Expenses (to the extent not w/off or adjusted) incurred during the year	(1,115,053)	-
(B) Net Cash (used in) /from Investing Activities	(85,009,108)	(109,574,037)
Secured and Unsecured Loans - Net (Payment)/ Receipts	63,071,572	(16,810,231)
Interest Paid	(15,079,307)	(9,325,791)
Payment of Dividend	(21,203,185)	(21,013,503)
Issue / (Redemption) of Debentures	-	-
(C) Net Cash (used in) / from Financing Activities	26,789,080	(47,149,525)
Net (Decrease)/Increase in Cash and Cash Equivalents (A+B+C)	(23,208,622)	17,800,344
Cash and Cash Equivalents as at the beginning of the year	39,172,947	21,372,603
Cash and Cash Equivalents as at the end of the year	15,964,325	39,172,947
	(23,208,622)	17,800,344

Notes

1. The above Cash flow statement has been prepared under the indirect method setout in AS-3 issued by the Institute of Chartered accountants of India.
2. Cash and Cash Equivalents represent Cash and Bank Balances only.
3. Previous year figures have been regrouped and recast wherever necessary to conform to the current year classification.

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

For and behalf of the Board

E. A. Elias
Managing Director

Sudhir Seth
Director

For Price Waterhouse

Firm Registration No. 301112E
Chartered Accountants

A. D. Kunte
Director

Shailesh Hemani
Director

Neeraj Gupta

Partner
Membership No.F055158
Mumbai, May 17, 2010

K. K. Bhavsar
Company Secretary

Mumbai, May 17, 2010

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 2010**

	March 31, 2010 Rupees	March 31, 2009 Rupees
SCHEDULE 1		
<u>CAPITAL</u>		
Authorised 12,000,000 Equity Shares of Rs. 10 each	120,000,000	120,000,000
Issued, Subscribed and Paid Up: 6,048,000 Equity Shares of Rs. 10 each fully paid up (includes 1,243,500 Bonus Shares issued by capitalisation of reserves and securities premium)	60,480,000	60,480,000
	60,480,000	60,480,000
SCHEDULE 2		
<u>RESERVES AND SURPLUS</u>		
Securities Premium Account	81,695,875	81,695,875
Capital Reserve (Represents Capital Profit on Equity Shares Forfeited)	166,000	166,000
General Reserve		
As per last Balance Sheet	39,000,000	29,000,000
Add: Transfer from Profit and Loss Account	5,000,000	10,000,000
	44,000,000	39,000,000
Foreign Exchange Translation Reserve	112,801	219,018
Profit and Loss Account	321,980,532	287,252,110
	447,955,208	408,333,003
SCHEDULE 3		
<u>SECURED LOANS</u>		
Cash Credit from Banks	31,764,969	1,425,358
(i) Primary Security - hypothecation of Raw Materials, Stock-in-Process, Finished Goods, Stores and Spares, Receivables and Fixed Deposits		
(ii) Collateral security - property, factory land and building and other fixed assets of the Company (Repayable on demand)		
Term Loans from Banks:		
(i) Primary Security - Entire block of fixed assets.	118,225,487	75,807,655
(ii) Collateral security - property, factory land and building and other fixed assets of the Company (Repayable within one year Rs. 29,726,589; March 31, 2009 Rs. 23,319,055)		
Hire Purchase Loans from Banks:	995,339	1,801,210
(Refer Note 6 (i) on Schedule 20) (Secured against hypothecation of Vehicles) (Repayable within one year Rs. 737,474; March 31, 2009 Rs. 805,871)		
	150,985,795	79,034,223
SCHEDULE 4		
<u>UNSECURED LOANS</u>		
Sales Tax Deferral (Payable within one year Rs. 4,440,000; March 31, 2009 Rs. 8,880,000)	4,440,000	13,320,000
	4,440,000	13,320,000
SCHEDULE 5		
<u>DEFERRED TAX LIABILITIES (NET)</u>		
(Refer Note 1(J) on Schedule 20)		
Deferred Tax Liabilities on account of:		
Timing Differences between book depreciation and depreciation as per Income Tax Act, 1961, of India	46,311,162	40,358,819
Deferred Tax Assets on account of:		
Timing Differences in Provisions	6,431,656	4,533,079
Miscellaneous Expenditure	80,657	161,314
	6,512,313	4,694,393
	39,798,849	35,664,426

**3 SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 2010**
SCHEDULE 6
FIXED ASSETS

(Refer Notes 1 (C) and 1 (D) on Schedule 20)

Rupees

Particulars	Gross Block (at Cost)				Depreciation				Net Book Value	
	As at March 31, 2009	Additions during the year	Deletions / Adjustments during the year	As at March 31, 2010	Up to March 31, 2009	For the year	On Deletions/ Adjustments during the year	As at March 31, 2010	As at March 31, 2010	As at March 31, 2009
<u>Tangible assets</u>										
Freehold Land	42,024,860	-	-	42,024,860	-	-	-	-	42,024,860	42,024,860
Leasehold Land	5,091,974	-	-	5,091,974	320,786	66,821	-	387,607	4,704,367	4,771,188
Buildings - Factory	102,739,336	17,411,605	48,866	120,102,075	24,107,524	3,721,824	47,998	27,781,350	92,320,725	78,631,812
Building - Office *	874,659	-	-	874,659	192,788	14,257	-	207,045	667,614	681,871
Plant and Machinery	307,059,935	40,358,553	10,540,643	336,877,845	85,049,078	23,413,776	10,391,488	98,071,366	238,806,479	222,010,857
Tools, Dies and Jigs	22,652,874	4,760,773	7,431,844	19,981,803	12,107,172	1,837,150	7,425,421	6,518,901	13,462,902	10,545,702
Computer Hardware	26,946,508	2,278,858	2,565,288	26,660,078	16,015,193	3,176,538	2,512,706	16,679,025	9,981,053	10,931,315
Vehicles **	11,631,743	-	337,306	11,294,437	3,196,571	1,101,476	155,021	4,143,026	7,151,411	8,435,172
Office Equipment	12,459,766	3,315,192	1,944,247	13,830,711	3,962,890	552,826	1,789,062	2,726,654	11,104,057	8,496,876
Furniture and Fixtures	19,568,800	521,468	1,974,512	18,115,756	8,596,673	1,151,488	1,849,890	7,898,271	10,217,485	10,972,127
<u>Intangible assets</u>										
Patent and Trademarks	40,000	-	-	40,000	39,353	-	-	39,353	647	647
Computer Software	10,085,273	2,544,716	17,037	12,612,952	5,030,494	1,393,860	17,037	6,407,317	6,205,635	5,054,779
TOTAL	561,175,728	71,191,165	24,859,743	607,507,150	158,618,522	36,430,016	24,188,623	170,859,915	436,647,235	402,557,206
Previous Year	469,713,212	106,276,257	14,857,639	561,131,830	134,684,065	37,413,198	13,506,792	158,590,471		
Capital Work-in-progress [including Capital Advances Rs. Nil; (March 31, 2009 : Rs. 5,005,177)]									25,174,144	10,847,930
* Includes cost of shares in co-operative housing amounting to Rs. 500 (March 31, 2009: Rs. 500)										
** Includes vehicles acquired on hire purchase Rs. 1,307,247 (March 31, 2009: Rs. 4,393,873)										
									461,821,379	413,405,136

	March 31, 2010	March 31, 2009
	Rupees	Rupees
SCHEDULE 7		
<u>INVESTMENTS</u>		
(Refer Note 1(E) on Schedule 20)		
Long Term (At Cost)		
(Quoted, Non Trade)		
Development Credit Bank Limited – 1,200 Equity Shares of Rs. 10 each	18,000	18,000
	<u>18,000</u>	<u>18,000</u>
Aggregate of Quoted Investments - At Book Value	18,000	18,000
- At Market Value	38,640	22,668
SCHEDULE 8		
<u>INVENTORIES</u>		
(Refer Note 1(F) on Schedule 20)		
Raw Materials (including Packing Materials, Components and Processing Materials (includes Goods in Transit Rs. 937,093; March 31, 2009: Rs. 2,681,925)	62,853,990	54,577,084
Work-in-Progress	18,031,454	31,220,977
Finished Goods (includes Goods in Transit Rs. 49,530 ; March 31, 2009: Rs. 1,307,616)	6,172,093	15,709,369
Traded Goods	4,415,180	5,149,127
	<u>91,472,717</u>	<u>106,656,557</u>

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET
AS AT MARCH 31, 2010**

	March 31, 2010 Rupees	March 31, 2009 Rupees
SCHEDULE 9		
<u>SUNDRY DEBTORS</u>		
(Unsecured, Considered Good)		
Outstanding for a period exceeding six months	10,301,489	18,078,478
Others	256,588,573	199,197,702
	<u>266,890,062</u>	<u>217,276,180</u>
SCHEDULE 10		
<u>CASH AND BANK BALANCES</u>		
Cash on Hand	71,003	115,277
Balances with Scheduled Banks on		
- Current Accounts	2,988,867	11,614,177
- Unclaimed Dividend Account	445,437	437,504
- Unclaimed Share Application Money on Rights Issue Account	5,160	5,160
- Deposit Accounts	11,469,708	25,530,519
(Includes deposits aggregating Rs. 10,630,701; (March 31, 2009: Rs. 9,848,600)		
Pledged with banks against bank guarantee)		
Balances with Others	984,150	1,470,310
	<u>15,964,325</u>	<u>39,172,947</u>
SCHEDULE 11		
<u>OTHER CURRENT ASSETS</u>		
Interest Accrued on Fixed Deposits	123,862	482,377
	<u>123,862</u>	<u>482,377</u>
SCHEDULE 12		
<u>LOANS AND ADVANCES</u>		
Unsecured, Considered Good		
Advances Recoverable in Cash or in Kind or for Value to be Received	54,642,823	34,777,837
Deposits	14,433,529	14,057,856
Balances with Excise and Customs Authorities	7,647,289	3,174,562
Advance Fringe Benefit Tax (Net of Provision for Fringe Benefit Tax Rs. 6,536,986; March 31, 2009: Rs. 6,536,986)	382,940	126,440
Advance Tax and Tax Deducted at Source (Net of provision for Taxation Rs. 218,139,059; March 31, 2009 : Nil)	2,672,055	-
	<u>79,778,636</u>	<u>52,136,695</u>
SCHEDULE 13		
<u>CURRENT LIABILITIES AND PROVISIONS</u>		
<u>Liabilities</u>		
Dues to Micro and Small Enterprises	16,531,554	5,795,579
Dues to Other than Micro and Small Enterprises	151,776,126	174,480,087
Unclaimed Dividend*	461,892	437,504
Unclaimed Excess Share Application Money on Rights Issue*	5,160	5,160
Other Liabilities	5,706,828	10,477,671
Advances from Customers	5,853,162	3,432,547
* There are no amounts due and outstanding to be credited to Investor Education and Protection Fund as at March 31, 2010		
	<u>180,334,722</u>	<u>194,628,548</u>
<u>Provisions</u>		
Leave Entitlement (Refer Note 1(I)(c) on Schedule 20)	7,838,546	5,676,282
Gratuity (Refer Note 1(I)(b) and 8 on Schedule 20)	11,226,629	7,811,139
Taxation (Net of Advance Tax and Tax Deducted at Source Nil ; March 31, 2009: Rs. 190,069,248)	-	2,890,964
Proposed Dividend	12,096,000	18,144,000
Corporate Tax on Dividend	2,008,994	3,083,573
	<u>33,170,169</u>	<u>37,605,958</u>
	<u>213,504,891</u>	<u>232,234,506</u>

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED MARCH 31, 2010**

	Year ended March 31, 2010 Rupees	Year ended March 31, 2009 Rupees
SCHEDULE 14		
<u>SALES</u>		
Sales - Manufacturing	1,513,773,000	1,495,192,426
Sales - Trading	63,627,135	66,442,295
	<hr/>	<hr/>
	1,577,400,135	1,561,634,721
SCHEDULE 15		
<u>OTHER INCOME</u>		
Interest on		
- Fixed Deposits- Gross	897,350	996,197
(Tax Deducted at Source Rs. 135,232; Previous Year Rs. 225,738)		
- Others	68,459	39,485
	<hr/>	<hr/>
	965,809	1,035,682
Sale of Scrap	9,336,857	10,644,803
Liabilities/ Provisions No Longer Required Written Back	573,717	1,418,643
Exchange Gain (Net)	-	4,063,402
Miscellaneous	8,089,402	2,195,180
	<hr/>	<hr/>
	18,965,785	19,357,710
SCHEDULE 16		
<u>COST OF MATERIALS</u>		
Raw Materials (including packing materials, components and processing materials) consumed		
Opening Stock	54,577,084	41,430,719
Add : Purchases (Includes Job Work charges Rs. 45,609,360; Previous year Rs. 47,504,734)	838,918,144	829,253,462
	<hr/>	<hr/>
	893,495,228	870,684,181
Less : Closing Stock (includes Goods in Transit Rs. 937,093; Previous year Rs. 2,681,925)	62,853,990	54,577,084
	<hr/>	<hr/>
	Sub Total (a)	816,107,097
(Increase)/ Decrease in Work in progress and Finished Goods		
Opening Stock		
Work-in-Progress	31,220,977	33,033,048
Finished Goods	15,709,369	11,928,989
	<hr/>	<hr/>
	46,930,346	44,962,037
Closing Stock		
Work-in-Progress	18,031,454	31,220,977
Finished Goods (includes Goods in Transit Rs.49,530; Previous year Rs. 1,307,616)	6,172,093	15,709,369
	<hr/>	<hr/>
	24,203,547	46,930,346
	<hr/>	<hr/>
	Sub Total (b)	(1,968,309)
Traded Goods		
Opening Stock	5,149,127	8,228,596
Add Purchases	51,295,607	44,221,383
	<hr/>	<hr/>
	56,444,734	52,449,979
Less : Closing Stock	4,415,180	5,149,127
	<hr/>	<hr/>
	Sub Total (c)	47,300,852
	<hr/>	<hr/>
Total cost of materials (a+ b + c)	905,397,591	861,439,640

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED MARCH 31, 2010**

	Year ended March 31, 2010 Rupees	Year ended March 31, 2009 Rupees
SCHEDULE 17		
<u>EMPLOYEE COSTS</u>		
Salaries and allowances, Wages and Bonus	149,044,413	132,801,401
Contribution to Provident Fund and Other Funds (Refer Note 1(l) and 8 on Schedule 20)	11,357,777	9,250,425
Staff Welfare	11,083,407	9,251,141
	171,485,597	151,302,967
SCHEDULE 18		
<u>OPERATING AND OTHER EXPENSES</u>		
Inward Freight	11,286,353	7,015,074
Casual Labour	18,222,533	17,378,775
Transportation	18,685,251	25,018,419
Consumables	7,694,953	8,103,383
Tools, Dies and Jigs for Replacements	911,610	3,477,382
Power, Fuel and Water	24,370,534	23,596,151
Insurance	2,593,980	2,487,915
<i>Repairs and Maintenance</i>		
-Buildings	1,357,054	954,377
-Plant and Machinery	9,364,967	13,269,893
-Others	13,564,200	13,621,226
Rent	18,132,304	17,941,184
Rates and Taxes (including Rs. 263,438 for prior year; previous year Rs. Nil)	2,078,609	1,623,535
Communication	9,479,242	8,477,747
Printing and Stationery	2,100,468	2,292,599
Legal and Professional Fees	12,860,341	12,557,833
Directors' Sitting Fees	900,000	995,000
Travelling, Vehicle and Conveyance	14,696,569	15,614,218
Exchange Loss (net)	209,753	-
Commission	4,011,057	4,121,436
Selling and Marketing	8,640,718	13,206,378
Website Development Expenses	269,704	66,500
Bad Debts	1,608,734	1,298,590
Loss on Sale/ Scrapping of Assets (net)	372,120	566,898
Miscellaneous	2,229,395	2,959,748
	185,640,449	196,644,261
SCHEDULE 19		
<u>FINANCIAL EXPENSES</u>		
Bank Charges	3,994,463	3,396,739
Interest On		
-Fixed Loans	9,292,759	4,835,522
-Others	5,786,548	4,490,269
	19,073,770	12,722,530

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010
 AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010**
20. Notes to Accounts
1. Significant Accounting Policies
A. Basis of Accounting

The consolidated financial statements are prepared to comply in all material aspects with the applicable accounting principles in India and the applicable Accounting Standards issued by the Institute of Chartered Accountants of India.

B. Principles of Consolidation

(i) The consolidated financial statements relate to APW President Systems Limited (the Company) and its Subsidiary Company. The consolidated financial statements have been prepared on the following basis:

- (a) The financial statements of the Company and its Subsidiary Company have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances, intra-group transactions and resulting unrealised profits or losses on intra-group transactions.
- (b) Minority Interest in the net assets of consolidated subsidiary consist of :
 - the amount of equity attributable to minorities at the date on which investment in a subsidiary is made and
 - the minorities' share of movements in equity since the date the parent subsidiary relationship comes into existence.
- (c) The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are prepared to the extent possible, in the same manner as the Company's separate financial statements.

(ii) The Subsidiary Company considered in the consolidated financial statements is:

Name of the Company	Relationship	Country of Incorporation	% Voting power held as at March 31, 2010
APW Systems MEA (FZC)	Subsidiary	U. A .E- Dubai	96.00%

C. Fixed Assets

Fixed Assets are stated at cost of acquisition (including incidental expenses relating to acquisition and installation of the asset and borrowing costs specifically relatable to the acquisition of the asset) less accumulated depreciation.

D. Depreciation

Depreciation has been provided on straight line method at the rates prescribed under Schedule XIV to the Act except for demo stock capitalised which is depreciated @ 50% p.a. Assets individually costing Rs. 5,000 or less are depreciated fully in the year of acquisition.

E. Investments

Long term investments are stated at cost less provision, if any, for permanent diminution in value. Current investments are carried at the lower of cost and fair value.

F. Inventories

- (a) Inventories are valued at lower of cost and net realisable value.
- (b) Cost of raw materials and cost of traded goods is determined on first-in-first-out basis.
- (c) Cost of Work-in-process and finished goods comprises all cost of purchase, cost of conversion and other related overheads.

G. Foreign Currency Transactions

- (a) Foreign currency transactions are translated at the exchange rates prevailing on the date of the transactions.
- (b) Realised gains and losses on settled foreign exchange transactions are recognised in the Profit and Loss account.
- (c) Monetary assets and liabilities denominated in foreign currency as at the Balance Sheet date are translated at the exchange rates prevailing at the date of the Balance Sheet and the resultant exchange difference is recognised in the Profit and Loss Account.
- (d) In respect of forward contracts, other than forward contracts in respect of firm commitments and highly probable forecast transactions, the premium or discount arising at the inception of forward exchange contract is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognised in the Profit and Loss Account in the reporting period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognised as income or as expense for the year.
- (e) In respect of non-integral foreign operation, assets and liabilities are translated using the exchange rates in effect at the balance sheet date, for revenue, cost and expenses using the average exchange rates prevailing during the reporting period and for share capital, using exchange rate at the date of transaction. The resultant translation exchange gain/loss has been disclosed as Foreign Exchange Translation Reserve under the head 'Reserves and Surplus'.

H. Revenue Recognition

- (a) Sales are recognised based on the terms and conditions (mainly ex-works) agreed with the customer and upon transfer of ownership, risk and rewards. Sales include insurance, freight, packing and octroi and are exclusive of excise duty and sales tax.
- (b) In respect of commission and other heads of income, the Company follows the practice of recognising income on an accrual and prudent basis.

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010
 AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010**
20. Notes to Accounts (continued)
I. Employee Benefits
(a) Defined Contribution Plans

The Company contributes on a defined contribution basis to Employee's Provident Fund, Employee's State Insurance Fund and Employee's Pension Scheme towards post employment benefits, all of which are administered by the respective Government authorities, and has no further obligation beyond making its contribution, which is expensed in the year to which it pertains.

(b) Defined Benefit Plans

The Company has a Defined Benefit Plan namely Gratuity for all its employees. The liability for the defined benefit plan of Gratuity is determined on the basis of an actuarial valuation by an independent actuary at the year end, which is calculated using projected unit credit method.

Gratuity Fund is recognised by the income tax authorities and is administered through trustees. The Company has taken a group gratuity policy with Life Insurance Corporation of India.

Actuarial gains and losses which comprise experience adjustment and the effect of changes in actuarial assumptions are recognised in the Profit and Loss Account.

(c) Employee Leave Entitlement

The employees of the Company are entitled to leave as per the leave policy of the Company. The liability in respect of unutilised leave balances is provided based on an actuarial valuation carried out by an independent actuary as at the year end and charged to the Profit and Loss Account. Leave balances to be utilised in short term is provided for on the basis of cost to Company and charged to the Profit and Loss Account.

J. Deferred Taxation

(a) Deferred tax resulting from timing differences between book and tax profits is accounted for under the Liability method at the current rate of tax to the extent that the timing differences are expected to crystallise/capable of reversal.

(b) In case there are carried forward losses and unabsorbed depreciation as per the Income Tax Act, 1961, of India, deferred tax assets are recognised only when there is a virtual certainty supported by convincing evidence that such assets will be realised.

K. Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Profit and Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

L. Provisions and Contingent Liabilities

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation but the likelihood of outflow of resources is remote, no provision or disclosure as specified in Accounting Standard 29 – "Provisions, Contingent Liabilities and Contingent Assets", issued by the Institute of Chartered Accountants of India is made.

M. Use of Estimates

The preparation of consolidated financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Difference between the actual results and the estimates are recognized in the period in which the results are known/materialised.

N. Miscellaneous Expenditure

Rights issue expenses will be written off upon issue of shares.

2. Contingent Liabilities and Capital Commitments
(Rupees)

(a) Contingent Liabilities	As at March 31, 2010	As at March 31, 2009
Outstanding Bank Guarantees *	9,719,671	34,360,127
Claims against the Company not acknowledged as debts in respect of** :		
- Sales Tax matters – Non collection of 'C' and 'I' forms	62,800,604	10,558,107
- Excise matters	651,413	-

* All Bank Guarantees are Performance Bank Guarantees.

** The timing and the amount of cash flows, if any that may arise from the above matters will be determined only on settlement of the cases.

SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010 AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010
20. Notes to Accounts (continued)
(Rupees)

	As at March 31, 2010	As at March 31, 2009
(b) Capital Commitments		
Estimated amount of contracts remaining to be executed on Capital Account net of advances	3,056,922	55,784,652

- (c) In accordance with the Export Promotion of Capital Goods ("EPCG") Scheme, import of capital goods are allowed to be made duty free subject to the condition that the Company will fulfill, in future, a specified amount of export obligation within a specified time. As at March 31, 2010, the Company has fulfilled required export obligations against the amount of duty saved on import of capital goods. On fulfillment of required obligation, the Company has filed five applications for closure of EPCG Licences to Joint Director General of Foreign Trade (DGFT) out of which redemption letters for two licences have been received.

3. Discontinue operations

The Board of Directors of the Company has passed the resolution on March 31, 2010 to liquidate and to wind up APW Systems MEA (FZC), the subsidiary Company and to discontinue its operations as of March 31, 2010. Accordingly, the financial statements of the subsidiary for the year ended March 31, 2010 are not prepared on a going concern assumption and necessary adjustments has been made to write down its assets and liabilities to net realisable value, wherever applicable.

4. Related Party Disclosures

- (a) Related Party Disclosures as required by Accounting Standard 18, "Related Party Disclosures", issued by the Council of the Institute of Chartered Accountants of India are given below:

i) Related Companies:	ii) Key Management Personnel
M. Ruty & Co. Pty. Ltd.	E. A. Elias
APW Electronics Ltd.	Sudhir Seth
APW Electronics Group Ltd.	Ashok Kunte
APW Enclosures Systems (UK) Ltd.	
APW Integrated Systems Ltd.	
APW Poland Ltd.	

This aforesaid list of related parties is limited to entities/persons with whom transactions have taken place during the year or those who owe amounts to the Company or to whom amounts are owed by the Company at the year end. Other entities with whom there are no transactions have not been disclosed above.

- (b) **Following are the transactions with related parties mentioned above and the year-end balance**

(Amount in Rupees)

Particulars	Related Companies					Key Management Personnel		
	M. Ruty & Co. Pty. Ltd.	APW Electronics Ltd.	APW Enclosures Systems (UK) Ltd.	APW Poland Ltd.	APW Integrated Systems Ltd.	E. A. Elias	Sudhir Seth	Ashok Kunte
<u>Transactions during the year</u>								
Sales	2,998,170	-	-	-	-	-	-	-
	<i>3,437,814</i>	-	-	-	-	-	-	-
Managerial Remuneration	-	-	-	-	-	4,595,400	-	-
	-	-	-	-	-	<i>5,778,000</i>	-	-
Director Sitting Fees	-	-	-	-	-	-	100,000	145,000
	-	-	-	-	-	-	<i>110,000</i>	<i>185,000</i>
Liabilities/ Provisions No Longer Required Written Back	-	257,813	294,544	-	-	-	-	-
	-	<i>25,573</i>	<i>878,512</i>	<i>5,597</i>	<i>38,579</i>	-	-	-
<u>Year-end balances</u>								
Payable	-	-	-	-	-	-	-	-
	-	<i>289,509</i>	<i>245,665</i>	-	-	-	-	-
Receivable	866,539	-	-	-	-	-	-	-
	<i>988,478</i>	-	-	-	-	-	-	-

Note : The figures in italics are in respect of the previous year ended March 31, 2009

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010
 AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010**
20. Notes to Accounts (continued)
5. Earnings Per Share

(Amount in Rupees)

Particulars	As at March 31, 2010	As at March 31, 2009
Profit available to Equity Shareholders		
- Profit after Tax (A) (Rs.)	53,833,416	92,547,279
Number of Equity Shares		
Weighted Number of equity shares outstanding during the year (B)	6,048,000	6,048,000
Basic and diluted earnings per share (A/B) (Rs.)	8.90	15.30
Nominal value of an equity share (Rs.)	10	10

6. (i) Hire Purchase /Lease Transactions

The Company has acquired Vehicles under Hire Purchase Scheme which expires on various dates upto September 5, 2011. The minimum lease payments and present value of minimum lease payments as at March 31, 2010 is as under:

(Amount in Rupees)

Description	Not later than 1 year		Later than 1 year and not later than 5 years		Later than 5 years		Total	
	MLP	PV	MLP	PV	MLP	PV	MLP	PV
Vehicles	813,735	737,474	266,720	257,865	-	-	1,080,455	995,339

MLP: Minimum Lease Payments

PV: Present Value

Lease expenses recognised during the year as interest Rs. 168,975 (Previous Year: Rs. 273,731).

(ii) Operating Lease Transactions

The Company has taken on lease commercial facilities under non-cancellable operating lease. This lease expires on various dates upto October 31, 2012 and is renewable at the request of lessee by mutual agreement for a further period. The future minimum lease payments as at March 31, 2010 in respect of these are as follows:

Minimum Lease Payments	Amount in Rupees
Not later than one year	8,480,139
Later than one year but not later than five years	13,939,418
Later than five years	-

The lease expense incurred during the year amounts to Rs. 18,132,304 (Previous year: Rs. 17,941,184).

SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010 AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010
20. Notes to Accounts (Continued)
7. Segmental Reporting

The business segment has been considered as the primary segment. The Company is organised into one main business segment, namely 'Enclosures, Card Frames, Instrument Case and Consoles'. The business segments have been identified considering the nature of services, the differing risks and returns, the organisation structure and the internal financial reporting system. Segment revenue, results, assets and liabilities have been accounted for on the basis of their relationship to the operating activities of the segment and amounts allocated on a reasonable basis.

(i) Primary Segment
(Amount in Rs.)

Particulars	April 1, 2009 to March 31, 2010				April 1, 2008 to March 31, 2009			
	Enclosures, Card Frames, I. Case, Consoles	Others	Unallocable	Total	Enclosures, Card Frames, I. Case, Consoles	Others	Unallocable	Total
Revenue								
- External sales (including scrap sales)	1,322,222,280	61,261,358		1,383,483,638	1,308,062,009	64,194,068		1,372,256,077
- Commission and Service Charges	-	8,024,679		8,024,679	-	14,340,884		14,340,884
Total	1,322,222,280	69,286,037		1,391,508,317	1,308,062,009	78,534,952		1,386,596,961
Results								
Segment Result – Profit/ (Loss)	221,553,755	10,891,466		232,445,221	251,897,316	21,431,000		273,328,316
- Unallocable corporate expenses net of income			134,849,781	134,849,781			128,697,495	128,697,495
Operating Profits								
- (Gain)/Loss on sale of Fixed Assets			372,120	372,120			566,898	566,898
- Interest expense			15,079,307	15,079,307			9,325,791	9,325,791
- Interest income			965,809	965,809			1,035,682	1,035,682
Profit Before Taxation				83,109,822				135,773,814
- Income Taxes			25,200,000	25,200,000			42,251,000	42,251,000
- Fringe Benefit Tax			-	-			1,641,986	1,641,986
- Deferred Tax			4,134,423	4,134,423			(684,145)	(684,145)
Net Profit				53,775,399				92,564,973
	As at March 31, 2010				As at March 31, 2009			
Other Information								
- Segment assets	849,330,814	32,434,364	-	881,765,178	762,206,941	32,576,556	-	794,783,497
- Unallocated corporate assets	-	-	34,303,803	34,303,803	-	-	34,364,395	34,364,395
Total assets				916,068,981				829,147,892
- Segment liabilities	97,825,572	(24,741,137)	-	73,084,435	186,474,580	19,174,887	-	205,649,467
- Unallocated corporate liabilities	-	-	335,664,391	335,664,391	-	-	154,685,422	154,685,422
Total liabilities				408,748,826				360,334,889
	April 1, 2009 to March 31, 2010				April 1, 2008 to March 31, 2009			
Capital expenditure	77,369,104	-	8,148,275	85,517,379	107,819,112	-	3,602,004	111,421,116
Depreciation	31,664,565	45,650	4,719,801	36,430,016	32,899,738	80,762	4,446,156	37,426,656

(ii) Geographical Segment
(Amount in Rs.)

Particulars	April 1, 2009 to March 31, 2010			April 1, 2008 to March 31, 2009		
	India	Outside India	Total	India	Outside India	Total
Revenue						
- External sales	1,215,721,107	167,762,531	1,383,483,638	1,240,351,400	131,904,677	1,372,256,077
- Commission and Service Charges	3,694,253	4,330,426	8,024,679	1,119,401	13,221,483	14,340,884
Total	1,219,415,360	172,092,957	1,391,508,317	1,241,470,801	145,126,160	1,386,596,961
	As at March 31, 2010			As at March 31, 2009		
Other Information						
Carrying Amount of Segment Assets	875,829,964	40,239,017	916,068,981	806,521,561	22,626,332	829,147,892
	April 1, 2009 to March 31, 2010			April 1, 2008 to March 31, 2009		
Capital Expenditure	85,474,855	42,524	85,517,379	111,421,116	-	111,421,116

(iii) Notes:

(a) The Segment Revenue in the geographical segments considered for disclosure are as follows:

- Revenue within India includes sales to customers located within India and earnings in India.
- Revenue outside India includes sales to customers located outside India, earnings outside India and export benefits on sales made to customers located outside India.

(b) Segment revenue, results, assets and liabilities include the respective amounts identified to each of the Segments and amounts allocated on a reasonable basis.

SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010 AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010
20. Notes to Accounts (Continued)

8. The Company has classified the various benefits provided to employees as under :-

I. Defined Contribution Plans	2009-10	2008-09	2007-08	2006-07
a. Employers' Contribution to Provident Fund				
b. Employers' Contribution to Employee's State Insurance				
c. Employers' Contribution to Employee's Pension Scheme, 1995				
During the year, the Company has recognised the following amounts in the Profit and Loss Account:*				
- Employers' Contribution to Provident Fund *	3,818,048	3,049,854	3,236,381	2,717,629
- Employers' Contribution to Employee's State Insurance *	388,187	469,301	895,553	552,820
- Employers' Contribution to Employee's Pension Scheme	2,432,528	2,360,501	2,127,885	1,928,966
* Included in Contribution to Provident and Other Funds (Refer Schedule 17)				
II. Defined Benefit Plan				
Contribution to Gratuity Fund				(% p.a.)
a Major Assumptions	2009-10	2008-09	2007-08	2006-07
Discount Rate	7.60%	7.10%	7.80%	8.05%
Expected Rate of Return on Plan Assets	7.50%	7.50%	7.50%	7.50%
Salary Escalation Rate @	10.00%	10.00%	10.00%	7.00%
@ The estimates for future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.				
b Change in the Present Value of Obligation	2009-10	2008-09	2007-08	2006-07
Opening Present Value of Obligation	18,047,985	15,350,143	11,111,131	7,182,159
Current Service Cost	1,744,744	1,455,078	1,254,077	889,508
Interest Cost	1,297,492	1,191,582	838,482	525,257
Benefit paid	(571,510)	(737,591)	(417,002)	(520,095)
Past Service Cost	1,391,073	-	-	-
Actuarial Loss/ (gain) on Obligations	337,027	788,773	2,563,455	3,034,302
Closing Present Value of Obligation	22,246,811	18,047,985	15,350,143	11,111,131
c Change in Fair Value of Plan Assets	2009-10	2008-09	2007-08	2006-07
Opening Fair Value of Plan Assets	10,387,760	9,521,887	8,628,718	4,416,011
Expected Return on Plan Assets	777,717	712,002	670,014	404,635
Actuarial(loss)/gain on Plan Assets	205,761	160,626	126,752	160,861
Contributions	363,428	730,836	513,405	4,167,306
Benefits paid	(571,510)	(737,591)	(417,002)	(520,095)
Closing Fair Value of Plan Assets	11,163,156	10,387,760	9,521,887	8,628,718
d Reconciliation of Present Value of Defined Benefit Obligation and the Fair Value of Assets	As at March 31, 2010	As at March 31, 2009	As at March 31, 2008	As at March 31, 2007
Present Value of Funded Obligation	22,246,811	18,047,985	15,350,143	11,111,131
Fair Value of Plan Assets	11,163,156	10,387,760	9,521,887	8,628,718
Funded Status	(11,083,655)	(7,660,225)	(5,828,256)	(2,482,413)
Present Value of Unfunded Obligation	11,083,655	7,660,225	5,828,256	2,482,413
Assets recognised in the Balance Sheet and included under Loans and Advances and Other Current Assets (Refer Schedule 13)	-	-	-	-
Unfunded Net Liability Recognised in the Balance Sheet disclosed under Current Liabilities and Provisions (Refer Schedule 13)	11,083,655	7,660,225	5,828,256	2,482,413
e Amount recognised in the Balance Sheet				
Present Value of Obligation	22,246,811	18,047,985	15,350,143	11,111,131
Fair Value of Plan Assets	11,163,156	10,387,760	9,521,887	8,628,718
Liability/ (Assets) recognised in the balance Sheet and included under Current Liabilities and Provisions (Refer Schedule 13)	11,083,655	7,660,225	5,828,256	2,482,413
f Expenses Recognised in the Profit and Loss Account	2009-10	2008-09	2007-08	2006-07
Current Service Cost	1,744,744	1,455,078	1,254,077	889,508
Past Service Cost	1,391,073	-	-	-
Interest Cost	1,297,492	1,191,582	838,482	525,257
Expected Return on Plan Assets	(777,717)	(712,002)	(670,014)	(404,635)
Net Actuarial Loss/(gain) recognised in the period	131,266	628,147	2,436,703	2,873,441
Total expenses Recognised in the Profit and Loss Account **	3,786,858	2,562,805	3,859,248	3,883,571
** Included in Contribution to Provident and Other Funds (Refer Schedule 17)				

**SCHEDULES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2010
AND CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010**
20. Notes to Accounts (Continued)

9. The Company uses forward contracts to hedge its risks of net exposure associated with foreign currency fluctuations. The Company does not enter into any forward contract which is intended for trading or speculative purposes.

(a) Derivative Instruments – Outstanding as at year-end forward exchange contracts to hedge the foreign currency exposure for realisation against exports:

No. of Open Contracts as at March 31, 2010	Foreign Currency Denomination	Foreign Currency Amount	Indian Rupees equivalent
1	USD	50,000	2,283,500

(b) The foreign currency exposures that have not been hedged by any derivative instrument or otherwise as at March 31, 2010 are as follows:

Particulars	Foreign Currency Denomination	Foreign Currency Amount	Indian Rupees equivalent
Liabilities (Trade Payables)	USD	180,221	8,167,595
	EURO	2,990	182,450
	GBP	697	47,731
Total			8,397,776
Assets (Trade Receivables)	USD	458,389	20,567,922
	EURO	269,249	16,122,642
	AUS \$	21,218	866,539
Total			37,557,103

Refer Note 1(G) above for accounting policy on Foreign Currency Transactions.

10. Previous year figures have been regrouped and recast wherever necessary to conform to the current year classification.

Signatures to Schedules 1 to 20 forming
part of the Accounts

For and on behalf of the Board

For Price Waterhouse

Firm Registration No. 301112E
Chartered Accountants

E. A. Elias
Managing Director

Sudhir Seth
Director

Neeraj Gupta

Partner
Membership No.F055158

A. D. Kunte
Director

Shailesh Hemani
Director

Mumbai, May 17, 2010

K. K. Bhavsar
Company Secretary
Mumbai, May 17, 2010