

Delton Cables Limited

AN ISO 9001 : 2008 COMPANY



Delton

WE CONNECT WE PROTECT FOR LIFE

**ANNUAL REPORT
2011 - 2012**

Delton Cables Limited

BRANCH OFFICES

MUMBAI

83-B, Dr. Annie Besant Road,
Near Worli Naka
Mumbai-400018
Phone : 022-24936501
Fax : 022-24936501
Email : dclmum@deltoncables.com

KOLKATA

Shantiniketan, 6th Floor,
Flat No. 1, 8 Camac Street,
Kolkata-700 017
Phone : 033-22824153
Fax : 033-22824388
Email : dclkol@deltoncables.com

CHENNAI

Room No.-4, First Floor,
'Tass Mahal',
No.10, Montieh Road, Egmore,
Chennai-600008
Phone : 044-28592608, 28587702
Fax : 044-28592608
Email : dclche@deltoncables.com

BANGALORE

19/7, 3rd Floor, Maruti Mansion
Cunningham Road
Bangalore-560052
Phone : 080-22263934
Fax : 080-22253933
Email : dclblr@deltoncables.com

KOCHI

PC-39/1071, South Janatha Road,
Opp. St. Mary's clinic, Palarivattom,
Kochi-682025
Phone : 0484-2341355
Fax : 0484-682025
E-mail : dclkochi@deltoncables.com

WORKS

FARIDABAD

17/4, Mathura Road,
Faridabad (Haryana)-121002
Phone : 0129-2288225
Fax : 0129-2223998
Email : dclfdb@deltoncables.com

NEW DELHI

24, Shivaji Marg,
New Delhi-110 015
Phones : 011-25928280, 41427377
Fax : 011-25928037
Email : dclngr@deltoncables.com

DHARUHERA

70th Milestone,
Delhi-Jaipur Highway,
Dharuhera (Haryana)-122106
Phones : 01274-242229, 242296
Fax : 01274-242294
Email : dcldhr@deltoncables.com

NOIDA

(Switchgear Division)
C-22/23, Sector-57,
Noida-201301, (U.P.)
Phones : 0120-4248987
E-mail : dclnoida@deltoncables.com

Delton Cables Limited

BOARD OF DIRECTORS

V.K. GUPTA
(Chairman & Managing Director)

VIVEK GUPTA
(Joint Managing Director)

VIJAY KUMAR GOEL

M. P. MEHROTRA

A. KARATI

B.B. CHADHA

MRS. RAKESH VERMA

COMPANY SECRETARY

PANKAJ MITTAL

BANKERS

CANARA BANK

PUNJAB NATIONAL BANK

BARCLAYS BANK

AUDITORS

S.R. DINODIA & CO.
Chartered Accountants
K-39, Connaught Place,
New Delhi-110 001

CONTENTS

Notice	2
Directors' Report	3
Auditors' Report	6
Balance Sheet	8
Profit & Loss Account	9
Cash Flow Statement	10
Notes to Accounts	11
E-mail ID Letter of Shareholders	33

REGISTERED & HEAD OFFICE

Delton House, 4801, Bharat Ram Road,
24, Darya Ganj, New Delhi-110 002

Phones: 011-23273905-07

Fax: 011-23280375, 23272178

Email: dcl@deltoncables.com

shares@deltoncables.com

Web Site: www.deltoncables.com

Delton Cables Limited

NOTICE

NOTICE is hereby given that the 47th Annual General Meeting of the Members of Delton Cables Limited will be held on Saturday, the 29th September, 2012 at 11.00 A.M. at Delton Hall, I.E.T.E 2, Institutional Area, Lodi Road, New Delhi - 110003, to transact the following business:

Ordinary Business

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2012 and the Statement of Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare dividend on Equity Shares for the Financial Year 2011-12.
3. To appoint a Director in place of Mr. B. B. Chadha, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mrs. Rakesh Verma, who retires by rotation and being eligible, offers herself for re-appointment.
5. To appoint M/s. S. R. Dinodia & Co, Chartered Accountants, as the Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

By Order of the Board
for **Delton Cables Limited**

Place: New Delhi,
Date : August 7th, 2012

Pankaj Mittal
Company Secretary

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. Proxies in order to be effective must be received by the company not less than 48 hours before the time of meeting.
2. The Register of Members and Share Transfer Books will remain closed from 22nd September, 2012 to 29th September, 2012 (both days inclusive) for payment of dividend. The Dividend in respect of Equity Shares, as recommended by the Board of Directors, if declared, at the meeting, will be payable to the shareholders whose names appear in the Company's Register of Members as at the close of Business on 21st September, 2012. In respect of dematerialized shares, the dividend will be payable to "Beneficial Owners" of the Equity Shares whose names appear in the Statement of Beneficial Ownership, as at the close of Business hours on 21st September, 2012 furnished by the NSDL and CDSL.
3. Members whose shareholding is in Electronic mode are requested to direct change of address and updation of Saving Bank Account details to their respective Depository Participants.

4. Members are requested to address all correspondence including dividend matters, to the Registrar and Share Transfer Agent **M/s. Beetal Financial & Computer Services (P) Ltd.** at the following address:

Beetal House, 11th Floor,
99 Madangir, Behind Local Shopping Complex,
Near Dada Harsukh Das Mandir,
New Delhi - 110 062

5. All documents referred to in the Notice are open for inspection at the registered office of the Company on all working days, except holidays between 11.00 A.M. to 1.00 PM. upto date of the Annual General Meeting.
6. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies and has issued Circular Nos. 17/2011 & 18/2011 dated April 21, 2011 and April 29, 2011 respectively stating that service of notice/ documents including Annual Reports can be sent by e-mail to its members.

The Listing Agreement with Stock Exchanges, amended recently, now requires a company to send soft copies of the full Annual Report containing its Balance Sheet, Profit & Loss Account and Directors' Report to all those Shareholders who have registered their email address for the purpose.

In connection with the same, Shareholders are requested to provide their latest/updated email address on which Annual Report and Accounts and other documents can be sent since next financial year to save paper and cost.

Shareholders holding shares in demat mode, are requested to register their e-mail id with the concerned Depository Participant. The Shareholders holding shares in physical mode, are requested to register their e-mail id with Beetal Financial & Computer Services (P) Ltd. (RTA) by sending a request letter duly signed by first/sole shareholder (attached in Annual Report).

By Order of the Board
for **Delton Cables Limited**

Place: New Delhi,
Date : August 7th, 2012

Pankaj Mittal
Company Secretary

Delton Cables Limited

DIRECTORS' REPORT

Your Directors have pleasure in presenting the 47th Annual Report together with the Audited Accounts for the year ended 31st March, 2012.

Financial Results	(Rs. in Lacs)
	2011-2012
Gross Sales	15295.46
Less : Excise	1132.75
Net Sales	14162.71
Other Income	47.08
Total Income	14209.79
Total Expenditure	13949.26
Profit / (Loss) Before Exceptional Item and Tax	260.53
Add : Exceptional Item (indicate nature)	20.58
Profit Before Tax	281.11
Less : Income Tax	107.71
Less : Deferred Tax	(13.71)
Less : Adjustment of taxes for earlier years	5.98
Net Profit / (Loss)	181.13

Performance of Company

Your Company has posted a growth of about 12% in turnover during the year. The turnover achieved is Rs.15295.46 lacs as against Rs.13560.25 lacs during 2010-11. The growth in net profit merits your special attention. It is about 85%. Your Management deserves compliments for such a remarkable growth under a very competitive and unfavourable economic environment due to the challenges in the Eurozone and concerns of US economy downgrade by rating agencies. During Financial Year 2011-12, the growth of Indian GDP remained at 6.9% as compared to 8.4% in the previous year. Inflation remained at high levels during Financial Year 2011-12 and led to a tight monetary policy being adopted by the Reserve Bank of India.

Dividend

Your Directors are pleased to recommend a dividend of 15% i.e., Re.1.50 per Equity Share of Rs.10/- each on the Paid up Equity Share Capital of the Company for the year 2011-12 as compared to Re.1.00 per Equity Share in the year 2010-11. You are requested to approve the same.

Earning Per Share

The Earning Per Share (EPS) of your Company for the year 2011-12 is Rs. 6.29. It is higher against Rs. 3.38 per share in the year 2010-11.

Networth of Company

Your Company's networth has increased to Rs. 2634 lacs as on 31.03.2012 from Rs.2506 lacs as on 31.03.2011.

Outlook

Indian Wire and Cable industry will be contributory in growth of industrial sector owing to huge investment in development of infrastructure by the government and private players. However, intense competition in markets and increasing cost of raw materials will be the challenging factors. Your Company

has coveted experience in manufacturing of wires and cables and competent to face the challenges. The Company is exploring the new markets in India and outside. The government has proposed huge investment in infrastructure, power and communication sectors, which may benefit the cable and wire industry. The Company expects better results in coming years under normal conditions.

Human Resources

Human resources are an integral and important part for the Company. Your Company has put in place sound policies for the growth and progress of its employees. Further, it took various steps to provide training and development opportunities to the employees to enhance their skills and knowledge. Employer-employee relations throughout the year remained very cordial.

Quality Policy / Certification

Your Company's Mission is 'SUCCESS OF ITS CUSTOMERS'. Your Company is always committed to provide good quality products consistently to its customers worldwide. Your Management on its part is also fully committed to further improve quality and provides all inputs and resources to achieve this goal.

Your company is certified for ISO 9001:2008 in quality.

Directors

Mr. B.B. Chadha and Mrs. Rakesh Verma, Directors of your Company, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The Board of Directors recommends the re-appointment of Mr. B.B. Chadha and Mrs. Rakesh Verma.

Directors' Responsibility Statement

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

- i. in the preparation of the accounts for the Financial Year ended 31st March, 2012, the applicable Accounting Standards have been followed;
- ii. the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit of the Company for the year under review;
- iii. 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; and
- iv. that the Directors have prepared the accounts for the Financial Year ended 31st March, 2012 on a 'going concern' basis.

Fixed Deposits

The Company has not accepted any fixed deposits during the year as per the provisions of Section 58-A of the Companies Act, 1956, and the Rules made there-under.

Delton Cables Limited

Green Initiative

Your Company follows the policy and law of the Ministry of Corporate Affairs in respect of "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies under its Circular Nos.17/2011 & 18/2011 dated April 21, 2011 and April 29, 2011 respectively, allowing the despatch of notice / documents, including Annual Reports, etc., through e-mail to its members. Similarly, the amended Listing Agreement facilitated to send soft copies of the full Annual Report, containing its Balance Sheet, Statement of Profit & Loss and Directors' Report to all those Shareholders, who have registered their email address for the purpose.

The Board has decided to approach Shareholders to obtain their latest/updated e-mail address on which Annual Report and Accounts and other documents can be sent since next financial year to save paper and cost. Your cooperation is solicited.

Reply to Observation of the Auditors

With respect to the Auditors' observation in their report dated 29th May, 2012, it is submitted that the subject note is self-explanatory.

Personnel

None of the Employee of the Company has received remuneration beyond the limits, as prescribed in Sub-section 2A of Section 217 of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

Auditors

M/s. S.R. Dinodia & Co., Chartered Accountants, New Delhi, Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting. It is proposed to re-appoint them for the Financial Year 2012-13. M/s. S.R. Dinodia & Co., have, under Section 224 (1-B) of the Companies Act, 1956, furnished a certificate of their eligibility for re-appointment.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo.

Information required under Section 217(1)(e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are annexed to this report as Annexure-I.

Applicability of Clause 49 of the Listing Agreement

In terms of SEBI Circular No.SEBI/CFD/DIL/CG/1/2004/12/10 dated October 29, 2004, Clause 49 of the Listing Agreement is not applicable to the Company. Hence, Management Discussion and Analysis Report and Corporate Governance Report have not been inserted in the Annual Report.

Listing of Shares

Your company's shares are listed at Delhi Stock Exchange Association Limited (DSE) and Bombay Stock Exchange Ltd. (BSE). The listing fee in respect thereof for the year 2012-13 has already been paid to the Stock Exchanges.

Acknowledgement

Your Directors wish to record their warm appreciation for the valuable cooperation and support received from all the custom-

ers and suppliers, various Banks, Central and State Government Bodies, Auditors and Legal Advisors and other persons concerned with your Company. We would also like to express thanks to our Shareholders for their confidence and understanding. Last but not the least, we wish to place on record our appreciation for the sincere services rendered by the employees and our colleagues at all levels.

For & on behalf of the Board of Directors

Place : New Delhi

Date : August 7, 2012

V.K. GUPTA

Chairman & Managing Director

ANNEXURE-I TO DIRECTORS' REPORT COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

A. Conservation of Energy

a) Energy Conservation measures taken:

- a) Greater emphasis has been laid on creating awareness amongst all employees for the optimal utilization of Power and to prevent misuse of energy at all levels.
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy: No major investments proposed during the year.
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods: Not ascertainable.
- d) Total energy consumption and energy consumption per unit of production in respect of industries specified in the Schedule thereto: Not applicable.

B. Technology Absorption

Efforts made in technology absorption as per Form B is given below:

Research & Development (R & D)

1. Specific areas in which R & D efforts have been put in by the Company are:
The Company is a manufacturing organization and is not engaged in any major Research and Development activity. However, continuous efforts are made to improve quality and efficiency and to develop new product.
2. Benefits derived as a result of the above R & D:
Improvement in quality and cost reduction.
3. Future plan of action:
The Company will take R & D activities in the organisation to improve quality and reduce cost by increasing the raw material efficiency and reducing the wastage.
4. Expenditure on R & D : NIL

Delton Cables Limited

Technology Absorption, Adaptation and Innovation

1. Efforts in brief, made towards technology absorption, adaptation and innovation:
Efforts for Development and Innovation for further improvements and product up-grading are going on.
2. Benefits derived as a result of the efforts:
Quality improvement, cost reduction, product development and better consumer satisfaction.
3. Technology imported during the last 5 years : NIL

C. Foreign Exchange Earnings and Outgo:

- a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services, and export plans:
The company is targeting growth in exports. It is exploring new markets overseas to expand the product base.
- b) Total foreign exchange used and earned :

Rupees in Lacs

(i) Earning by way of	
(a) Exports (FOB)	: 238.98
(ii) Outgo by way of imports	
(a) CIF Value of imports	: 996.60
(b) Travelling	: 7.89
(c) Foreign bank Charges	: 0.53
(d) Interest on LC and Buyer Credit	: 11.74
(e) Others	: 4.74

For & on behalf of the Board of Directors

Place : New Delhi
Date : August 7, 2012

V.K. GUPTA
Chairman & Managing Director

AUDITORS' REPORT

To the Share Holders of **M/S DELTON CABLES LIMITED.**

We have audited the attached Balance sheet of M/S DELTON CABLES LIMITED, as at 31st March, 2012 and also the Statement of Profit & Loss of the year ended on that date annexed thereto and the cash flow statement for the year ended on that date. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As required by the Companies (Auditor's Report) Order, 2003 (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 Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said order.

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

- a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
- c) The Company's Balance Sheet Statement of Profit & Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d) In our opinion, the Balance Sheet, the Statement of Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of written representations received from the directors as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as director in term of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- * **We are unable to express an opinion on the recoverability or otherwise and the consequential effect if any, on the profit & loss account in respect of old outstandings aggregating to Rs. 10,173,725 due from the customers and included under the head sundry debtors over six months unsecured and considered good in Note 14.1 of Financial Statement (Refer to Note 28 of Notes to Financial Statement).**
- * **Due to implementation of SAP during the year, the company has changed its method of valuation of inventories from First-In-First-Out (FIFO) method to the moving weighted average method. The financial impact of which could not be ascertained (Refer note 13 of Financial Statement).**
- * Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the matter so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) in the case of the Balance Sheet, of the state of affairs of the Company as at **31st March, 2012**;
 - ii) in the case of the Profit & Loss, of the Profit for the year ended on that date; and
 - iii) in the case of Cash Flow Statement, of the cash flow for the year ended on that date

For **S.R. DINODIA & CO.,**
Chartered Accountants,
Regn. No. 01478N

(**SANDEEP DINODIA**)
Partner
M.NO. 083689

Place : NEW DELHI
Dated : May 29, 2012

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

- i) (a) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, physical verification of major fixed assets has been conducted by the management at appropriate intervals. In our opinion, the program is reasonable having regard to the size of the company and the nature of the fixed assets. No material discrepancies were noticed on such verification as compared to book records.
- (c) No substantial part of fixed assets has been disposed off during the year.
- ii) (a) On the basis of information and explanation provided by the management, Inventories have been physically verified by the management during the year except inventories lying with the third parties. In our opinion, frequency of verification is reasonable.
- (b) In our opinion, procedures for physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion, the company is maintaining proper records of inventory. We have been explained that discrepancies noticed on physical verification as compared to book records were not material and the same have been properly dealt with in the books of account.
- iii) According to information and explanation given to us, the company has not granted/ taken any loans to/from companies, firms or other parties covered in the register maintained u/s 301 of the Companies Act, 1956 during the year. Therefore, the provision of clause 4 (iii) (a) to (g) of the Companies (Auditors' Report) Order, 2003 are not applicable to the company.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to the purchase of inventory, fixed assets and for the sales of goods. Further, on the basis of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices, there is no continuing failure to correct the weaknesses in the aforesaid internal control systems.
- 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 entered in the register required to be maintained under that section.
- (b) The transactions made in pursuance of such contracts or arrangements have been made at prices, which are reasonable with regard to the prevailing market prices at the relevant times.
- vi) In our opinion, and according to the information and explanation given to us, the company has not accepted any deposit within the meaning of section 58A, 58AA and the other relevant provisions of the Companies Act, 1956 and rules framed there under.

Delton Cables Limited

- vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- viii) We have broadly reviewed the books of accounts maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and are of the opinion that, prime facie, the prescribed accounts and records have been made and maintained. But, we were not required to carry out and have not carried out any detailed examination of such records and account.
- ix) (a) The company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income tax, Sales-tax, Wealth- tax, Service Tax, Custom Duty, Excise Duty, cess and any other statutory dues with the Appropriate Authorities.
- (b) According to information and explanation given to us, no undisputed amount of statutory dues were outstanding as at last day of the financial year for a period more than six months from the date on which they became payable except Employees State Insurance amounting to Rs.18,668.
- (c) According to information and explanation given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty, cess, which have not been deposited on account of any dispute, except as follows:-

Statement of Disputed Dues

Name of the Statute	Nature	Amount (Rs.)	Period to which the amount relates (Assessment year)	Forum where dispute is pending
Income Tax Law	Income Tax	1,131,417	1997-98	ITAT (Appeal)
Sales Tax Law	Sales Tax	33,168	1980-81	High Court
		42,216	1981-82	-do-
		6,030	1982-83	-do-
		43,676	1989-90	Sales Tax Tribunal
		21,168	1990-91	-do-
		2,551,867	1999-00	Joint Com. (Appeal)
		1,446,868	2000-01	-do-
		2,247,059	2005-06	-do-
		572,128	2007-08	Excise & Taxation Comm. (Appeal)
		755,411	2007-08	Addl. Com. Trade & Tax (Delhi)
		2,518,755	2006-07	Joint Com. (Appeal)
		2,711,689	2007-08	Joint Com. (Appeal)
		2,998,425	2006-07	Joint Com. (Appeal)
		497,951	2008-09	Joint Com. (Appeal)
Local Area Development Tax	LADT	1,266,181	2006-07	Joint Com. (Appeal)
		1,210,778	2003-04	Joint Com. (Appeal)
		1,036,364	2004-05	-do-
		116,327	2005-06	-do-
		80,152	2006-07	-do-

- x) The Company does not have any accumulative losses at the end of the financial year and has not incurred cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- xi) On the basis of information and explanation provided by the management and test checked by us, the company has not made any default in the repayment of dues to the financial institutions and banks.
- xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, during the year under audit.
- xiii) In our opinion, the company is not a chit fund or nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- xiv) The company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) of the Companies (Auditor Report) Order, 2003 are not applicable to the company.
- xv) On the basis of information and explanation provided, the company has not given guarantee for loans taken by others from the banks during the year.
- xvi) The term loan was applied for the purposes for which the loan was obtained.
- xvii) On the basis of information and explanation given to us and on an overall examination of the balance sheet, we report that during the year there are no funds raised by the company on short-term basis, which have been used for long term investment.
- xviii) The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 during the year.
- xix) During the period covered by our audit report, the company has not issued any debentures.
- xx) The company has not raised any money by public issues during the year.
- xxi) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, during the year we have neither come across any instance of fraud on or by the Company nor have we been informed of such case by the management.

For **S.R. DINODIA & CO.,**
Chartered Accountants,
Regn. No. 01478N
(SANDEEP DINODIA)
Partner
M.NO. 083689

Place : NEW DELHI
Dated : May 29, 2012

Delton Cables Limited

BALANCE SHEET AS AT MARCH 31, 2012

(Amount in Rs.)

PARTICULARS	Note No.	As At March 31, 2012	As At March 31, 2011
EQUITY ON LIABILITIES			
Shareholders' Funds			
Share Capital	3	28,800,000	28,800,000
Reserves and Surplus	4	234,651,639	221,827,115
		263,451,639	250,627,115
Non-current liabilities			
Long-term borrowings	5	3,271,753	10,632,704
Deferred tax liabilities (net)	6	5,788,353	7,159,918
Long-term provisions	7	3,360,424	3,982,454
		12,420,530	21,775,076
Current Liabilities			
Short-term borrowings	8	497,998,011	452,553,928
Trade payables	9	239,408,516	197,978,029
Other current liabilities	9	32,749,152	43,434,400
Short-term provisions	7	20,287,236	15,592,286
		790,442,915	709,558,643
Total		1,066,315,084	981,960,834
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	10	101,703,798	112,788,091
Intangible assets	10	5,135,500	7,492,831
Non-current investments	11	46,765	46,765
Long-term loans and advances	12	16,138,275	16,075,334
Other-non-current assets	14.2	20,474,173	19,274,889
		143,498,511	155,677,910
Current assets			
Inventories	13	343,070,842	359,762,088
Trade receivables	14.1	459,941,786	339,164,245
Cash and bank balances	15	24,293,433	30,269,599
Short-term loans and advances	12	69,875,096	73,332,686
Other current assets	14.2	25,635,416	23,754,306
		922,816,573	826,282,924
Total		1,066,315,084	981,960,834

Summary of Significant Accounting policies 2.1

The accompanying notes are an integral part of the financial statements.

As per our Audit Report of even date attached.

S.R. DINODIA & CO.

Chartered Accountants

Regn. No. 001478N

(V.K. Gupta)

Chairman & Managing Director

(Vivek Gupta)

Joint Managing Director

(SANDEEP DINODIA)

Partner

M.NO. 083689

(Rakesh Verma)

Director & CFO

(PANKAJ MITTAL)

Company Secretary

Place : New Delhi

Dated: May 29, 2012