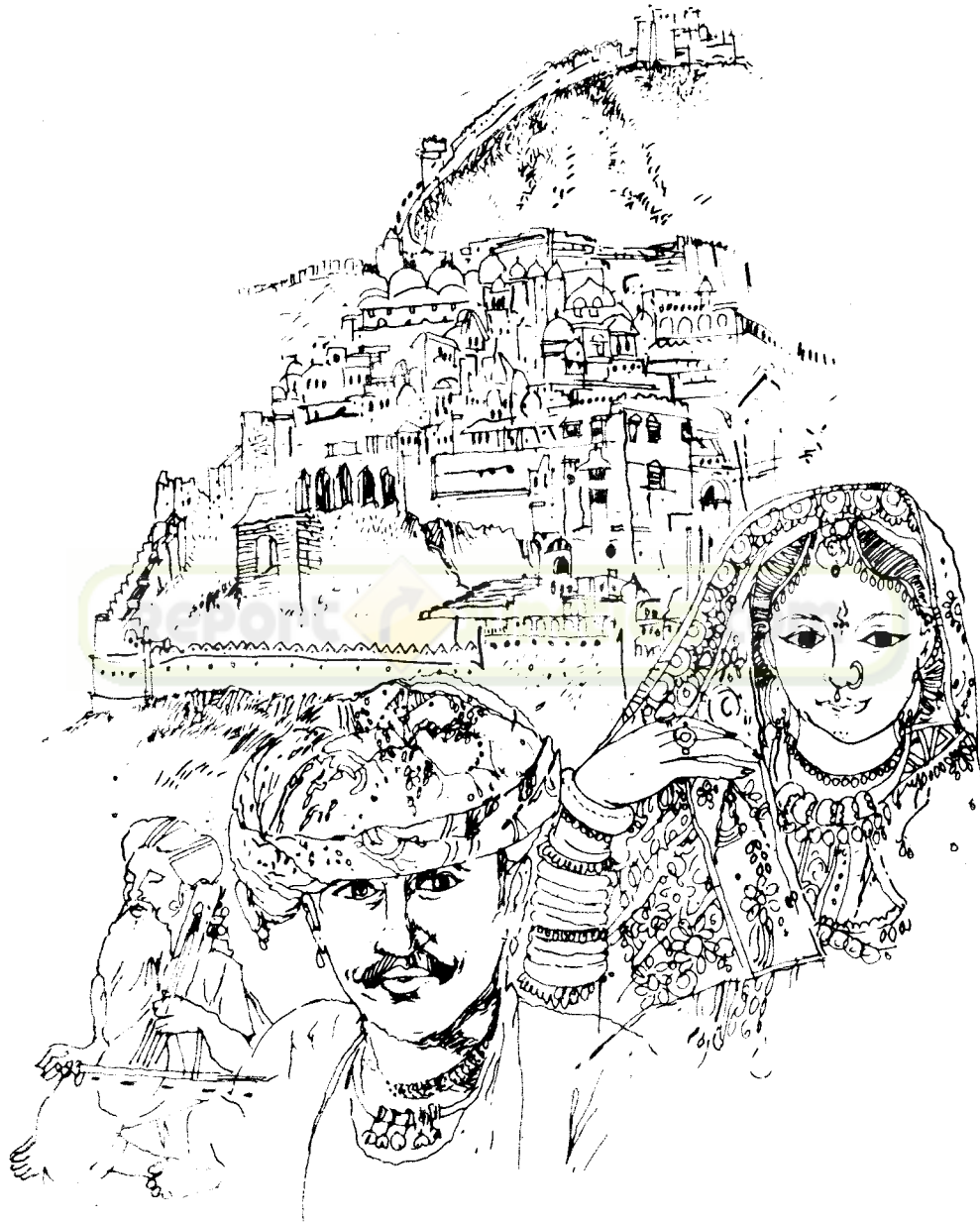


Where legend and technology mingle



Annual Report 2007-2008



PG Foils Ltd.

www.reportjunction.com



Founder Chairman - late Shri Parasraj G. Shah
(18.8.1933 - 16.3.1982)

BOARD OF DIRECTORS

SHRI PANKAJ P SHAH
 SHRI ABHAY P SHAH
 SHRI S B KABRA
 SHRI VIMAL DHADDA
 SHRI HEMANT K NEMA
 SHRI SAHIL P SHAH

MANAGING DIRECTOR
 WHOLE TIME DIRECTOR
 DIRECTOR
 DIRECTOR
 DIRECTOR
 DIRECTOR

SENIOR EXECUTIVES

SHRI O P SINGHAL
 SHRI M R JAIN
 SHRI M P SHAH

EXECUTIVE DIRECTOR (FINANCE)
 ADDITIONAL DIRECTOR (OPERATION)
 GENERAL MANAGER (MARKETING)

COMPANY SECRETARY

MISS ANAMIKA MAHESHWARI

AUDITORS

M/s H M Singhvi & Co.
 Chartered Accountants
 Johari Bazar, Jaipur.

BANKERS

IDBI Bank Ltd.
 State Bank of Bikaner & Jaipur

REGISTERED OFFICE

6, Neptune Tower, Ashram Road, Ahmedabad-380 009 (Guj).
 Phone : (079) 26587606, 32986262 • Mobile 09328273242

WORKS & HEAD OFFICE

PO : Pipalia Kalan 306 307 Dist. Pali Rajasthan
 Tel.: (02937) 287151-56 • Fax : 02937-287150 • Mobile : 9351622111
 e-mail : pgfoils@ricmail.com

SALES OFFICES

MUMBAI : Neelam Building, 1st Floor, 80, Marine Lines, Mumbai-400 002
 Tel. : (022) 22813448, 22815612, 32428026 • Fax : (022) 22813502
 Mobile : 09324810536 • e-mail : pgfmum@ricmail.com

CHENNAI : Maloo Estate, 7 Micetich Colony, Madhavaram, Chennai - 600 060
 Tel. : (044) 55145456, Mobile : 09383025913

AHMEDABAD : 6, Neptune Tower, Ashram Road, Ahmedabad-380009
 Tel. : (079) 26587606, 32986262 • Mobile : 09328273242

DELHI : 3058/3063, D.B. Gupta Road, 1st Floor, Pahar Ganj, Delhi-110 055
 Tel./fax : (011) 23581033, 32537032, 23581035, 23981502
 Mobile : 09350252736, 9868120685 • e-mail : pgfoils@rediffmail.com

BANGALORE : No. 34, 10th Main Near DAV Public School, Prashanthi Nagar, Bangalore 560 078
 Tel./Fax : 080-26665649

HYDERABAD : House No.10-5-3/2/3, Masab Tank, Opp. Gardan Tower, Hyderabad-500 028
 Tel./Fax : (040) 23323576 • Mobile: 09394759180, 09849514572
 e-mail : pgflhyd@yahoo.com

JAIPUR : Mayur Apartment, Flat No. T-3&4, 40-41, Mahampura, Raj Bhawan Road,
 Civil Line, Jaipur • Mobile : 9314434912

KOLKATA : 228/A.C.R. Avenue, Near Girish Park, Kolkata 700 006
 Tel. : (033) 22359293 • Mobile : 09830118220 • email pgfoils@vsnl.net

NOTICE

NOTICE is hereby given that the Twenty Ninth Annual General Meeting of the members of PG FOILS LIMITED will be held at the Orient club, Ellis bridge, Ahmedabad -380006 on Monday 29th Sept.2008 at 11 A.M. to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance sheet of the Company as at 31st March, 2008 and the Profit & Loss account for the year ended on 31st March 2008, the report of the Directors and the Auditor's thereof.
2. To appoint a Director in place of Shri Hemant Nema, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Shri Sahil P Shah, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS

5. To consider and if thought fit to pass, with or without modification, the following resolution as special resolution:-

"RESOLVED THAT Pursuant to section 81(1A) and all other applicable provisions, if any, of the Companies Act,1956 (including any statutory amendment thereto or re-enactment thereof) and subject to the provision of the Memorandum of Association and Articles of Association of the Company and the listing agreement entered into with the stock exchanges where the equity shares of the company are listed and in accordance with the existing guidelines, rules and regulations of the Securities and Exchange Board of India ("SEBI") (including the SEBI ((Substantial Acquisition of Shares and takeover regulations,1997)(including any statutory amendment(s), modification(s) and or re-enactment thereof, for the time being in force) and subject to the approvals, consents, permissions and/or sanctions, as may be necessary of the appropriate authorities, institution or body and subject to such terms, conditions, alterations, corrections changes, variations and/or, modifications, if any, as may be prescribed by any one or more or all of them in granting such approvals, consent, permissions and sanctions and which may be agreed by the Board Of Directors of the company (hereinafter referred to as the "Board " which term shall be deemed to include any committee duly constituted by the Board of directors or any committee which the Board of Directors may hereafter constitute, to exercise one or more of its power, including the powers conferred by this resolution) consent of the company be and is hereby accorded and the Board is hereby

Authorized to issue, offer and allot upto 20,00,000 (twenty lacs only) Convertible warrants (warrants), to be convertible at the option of warrant holder in one or more tranches on or

before 31st March, 2009 into 1 fully paid up equity share of the company of face value of Rs. 10/- each for cash at an exercise price of Rs. 100/- (including premium of Rs. 90 -/-) and to issue fresh equity shares on the conversion of warrants, on such further terms and conditions as may be finalized by the Board of Directors to the following person belonging to non-promoter group:

Name of person	No. of warrants
consolidated securities limited	20,00,000

Further Resolved That the amount to be paid on the warrants at the time of allotment shall be 30% of the exercise price and the rights attached too them and other terms and conditions of the warrants as may be decided in accordance with SEBI Guidelines and other provisions of the applicable laws by the Board of Directors.

Further Resolved That the fresh equity shares allotted on conversion of warrants shall rank pari passu in all respect with the than existing equity shares of the company.

Further Resolved that the warrants shall not be sold, transferred, hypothecated, or encumbered in any manner during the period of lock-in provided under SEBI Guidelines except to the extent and in the manner permitted therunder.

Further Resolved that the 20,00,000 (twenty lacs only) warrants being allotted to Consolidated Securities Limited shall be locked in for a period of 18 months from the date of allotment or upto such extended period as per the provisions of SEBI (DIP) Guidelines for the issue of shares on preferential basis, as amended."

Further Resolved that the relevant date for the purpose of calculating the exercise price of the warrants under chapter xiii of SEBI Guidelines is 30th August, 2008 (30 days prior to the date of this AGM).

Further Resolved that for the purpose of issue and allotment of the equity shares and listing thereof with the stock exchange(s), the Board of Directors be and is hereby authorized to do and perform all such deeds, acts, matters and things as it may, in its absolute discretion, deem necessary, expedient, desirable, appropriate to give effect to this resolution in all respects and in particular to settle any question, doubt, difficulties that may arise with regard to the offering, issuing, allotting, and utilizing the issue proceeds of the equity shares of the company, as in its absolute discretion, deem fit and proper.

REGISTERED OFFICE

6, Neptune Tower, -
Ashram Road,
AHMEDABAD-380 009

By order of the Board

Place : Pipalia-Kalan
Date : 31st August 2008

(PANKAJ P SHAH)
Managing Director



NOTES

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL ON HIS/HER BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY AT 6, NEPTUNE TOWER ASHRAM ROAD, AHMEDABAD-380009 NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THIS ANNUAL GENERAL MEETING.

The Book closure date for the purpose of determining the eligible shareholders to receive dividend and for closure of Register of members and share transfer books shall be from 20th September, 2008 to 29th September, 2008 (both days inclusive)

Members are requested to notify any changes in their address and mandates, if any immediately at the Registered Office of the Company in writing.

Members are requested to bring their copy of the annual report along with admission slip with them at the Annual General Meeting as no extra copies of annual report or attendance slip will be distributed at the meeting venue.

An explanatory statement pursuant to section 173 of the companies Act, 1956, relating to the special Business to be transacted at the Annual General Meeting is attached.

Members who wish to obtain any information on the company or its accounts for the financial year ended 31st March 2007, may send their queries at least 7 days before the Annual General Meeting at the Registered Office of the Company.

**Demat Registrar's Cum Share Agent
(For both Demat & Physical mode)**

**: M/s Pinnacle Shares Registry Pvt. Ltd
Near Ashoka Mills, Naroda Road
Ahmedabad - 380 025
Tel No. (079) 22204226, 22
Fax No. (079) 22202963**

REGISTERED OFFICE

6, Neptune Tower,
Ashram Road,
AHMEDABAD-380 009

Report Junction.com

By order of the Board

Place : Pipalia-Kalan
Date : 31st August 2008

(PANKAJ P SHAH)
Managing Director

EXPLANATORY STATEMENT RELATING TO THE SPECIAL RESOLUTION PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956
Attached to the notice covering the Twenty ninth Annual General Meeting to be held on Monday, 29th September 2008.

ITEMS NO. 5

Issue of 20,00,000 warrants to consolidated securities limited

The company is continuing to embarking upon the expansion of its operations. For this purpose, the directors of the company intends to mobilize the funds through issue of warrants to consolidated securities limited by way of preferential allotment.

Since the proposal involves issue and allotment of warrants which will be converted into equity shares on preferential basis, thereby increasing the share capital of the company, the approval of the members under section 81(1) (A) of the companies act, 1956 is required by means of special resolution.

The warrant holder shall pay at least Rs. 30/- being 30% of the subscription price in respect of the equity shares that may be allotted upon conversion of warrant determined in accordance with the SEBI Guidelines, on the date of allotment of warrant. The warrant holder has the option to apply for and be allotted equity shares of the company of the face value of Rs. 10 each at a premium of Rs. 90/- per share, in the ratio of one (1) equity share for one (1) warrant by paying the balance subscription price on or before 31st March, 2009

The company reserves the right to forfeit the amount paid at any time of allotment as per clause 13.1.2.3 (c) of the SEBI Guidelines in case of failure by the warrant holder to pay the balance subscription of 70% on or before 31st March, 2009.

Presently, the proposed allottee does not hold any share in the company, therefore provision regarding lock in of the entire pre-preferential holding for a period of six months as given under 13.3.1 (g) of the SEBI (DIP) Guidelines does not arise.

(1) Object of the issue:

The company is continuing to embarking upon the expansion of its operations. To meet the operational expenses and also for long-term working capital, the directors of the company intends to mobilize funds through issue of convertible warrants to Consolidated Securities Limited (non-promoter) by way of preferential allotment.

(2) Pricing:

In compliance with the SEBI pricing norms the price is arrived as under on the basis of 30th Aug, 2008 being the relevant date.

Average of the weekly high and low of the closing price during the 6 months preceding the relevant date is Rs. 63.84

Average of the weekly high and low of the closing price during 2 weeks preceding the relevant date is Rs. 59.53

Higher of the above two is Rs. 63.84/- and price on which issue is made should not be lower than Rs. 63.84/-, therefore the shares are issued at Rs. 100/-

The price above is determined on the basis of the quotes available on the Bombay Stock Exchange Ltd. Website.

(3) Relevant Date:

Relevant date for the preferential issue is 30th August, 2008 i.e. 30 days prior to the date of the meeting of the members of company

(4) Shareholding pattern of the company before and after the conversion of warrants proposed to be issued as under:

Also to note that there are 4,70,000 warrants which were allotted to non-promoter group are outstanding and pending for the conversion. The shareholding pattern given below has been prepared after taking into consideration the aforesaid conversion.

Sr. No.	Category	Pre-issue		Post issue upon conversion of 20,00,000 warrants		Post issue upon conversion of 4,70,000 warrants as well as 20,00,000 warrants	
		No. of Shares Held	% of Shares Held	No. of Shares Held	% of Shares Held	No. Shares Held	% of Shares Held
A.	Promoter's Holding						
1.	Indian-Individual	630117	7.77	630117	6.23	630117	5.96
	Bodies Corporate	2888413	35.61	288413	28.57	2888413	27.30
	Sub Total (A)	3518530	43.38	3518530	34.80	3518530	33.2
2.	Foreign Promoters	Nil	Nil	Nil	Nil	Nil	Nil
B.	Non-Promoter's Holding						
	Institutional Investor	1300	.016	1300	.013	1300	.012
1.	Non-institutional						
	Private Bodies Corporate	2078063	25.62	4078063	40.34	4448063	42.04
2.	Indian Public	1937892	23.90	1937892	19.17	2037892	19.26
	Clearing Member	1842	0.03	1842	.0182	1842	.017
	NRI	547373	6.75	547373	5.41	547373	5.17
	Overseas Bodies Corporate	25000	.31	25000	.247	25000	.240
	Sub Total (B)	4591470	56.62	6591470	65.20	7061470	66.74
	Grand Total	8110000	100	10110000	100	10580000	100

(5) Proposed time within which the allotment should be completed:

The board proposes to allot the warrant within 15 days from the date of passing of the resolution by the shareholders or within 15 days from the date of approval of any regulatory authority, whichever is later.

(6) The identity of the proposed allottee and the percentage of the preferential issue that may be held by them:

Sr. No.	Name of the Proposed allottee	Category	Pre-Issue Holding		No. of Warrants	Post issue shareholding conversion of 20,00,000 warrants		Post issue shareholding after conversion of 4.70 lacs warrants as well as 20 lacs warrants	
			No. of Shares	%		No. of Shares	%	No. of Shares	%
1.	Consolidated Securities Limited	Non-Promoter	Nil	Nil	20,00,000	20,00,000	19.78	20,00,000	18.90

7. Consequential changes in the voting rights:

Voting rights will change in tandem with the shareholding pattern.

8. Auditor's Certificate:

A certificate from M/S H. M. Singhvi & Co. Chartered Accountants, being the statutory auditor of the company certifying that the preferential issue is being made in accordance with the requirements contained in SEBI (Disclosure and investor protection guidelines, 2000) will be laid before the meeting of the shareholders.

9. Lock-in

The warrants allotted to Consolidated Securities Limited shall be locked-in for a period of 18 months from the date of allotment of warrants as per SEBI Guidelines. After 18 months the warrants shall be transferable on such further terms and conditions as may be finalized by the Board.

Presently the proposed allottee does not hold any shares in the company. Therefore provisions regarding lock-in of the entire pre-preferential shareholding for a period of 6 months as given under 13.3.3(g) of the SEBI (DIP) guidelines does not arise.

10. Change in management:

The issue of equity shares will not result in any change in the management or control of the company.

In terms of the provisions of the companies act, 1956, consent of the members is sought under section 81(1A) of the companies act, 1956, for the offer, issue and allotment of the said securities, as detailed in the resolution. The board may be authorized to issue the equity shares, in accordance with the terms of offer, as detailed in the resolution and to take necessary actions without any limitation for implementation of the resolution.

None of the Directors are interested in the resolution.

The Board of directors recommends the resolution for the approval of the shareholders.

REGISTERED OFFICE

6, Neptune Tower,
Ashram Road,
AHMEDABAD-380 009

By order of the Board

Place : Pipalia-Kalan
Date : 31st August 2008

(PANKAJ P SHAH)
Managing Director

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 29th Annual report of your Company together with the audited annual account of the Company for the year ended 31st March 2008.

FINANCIAL HIGHLIGHTS

Rs. In Lacs

	2007-08	2006-07
Net Sales & Other Incomes	18092.39	10414.00
Profit before Depreciation & Tax	1253.28	201.60
Less: Depreciation	115.23	117.95
Profit Before Taxation	1138.05	83.65
Less: Provision for Taxation		
Excluding Deferred Tax	404.10	26.40
Profit After Tax	733.95	57.25
Add: Prior Period Adjustments and Deferred Tax	65.35	38.67
Add/Less: Profit Brought Forward	2175.13	2079.21
Profit available for appropriation	2974.43	2175.13
APPROPRIATION:		
Less : Transfer to General Reserve	50.00	—
Less : Proposed Dividend	81.00	—
Less : Dividend Tax	13.78	—
Balance Carried forward	2829.55	2175.13

FINANCIAL HIGHLIGHTS

73.73 % Increase in total income from Rs.10414.00 LACS to Rs.18092.39 LACS

521.67 % Increase in EBDTA from Rs.201.60 LACS To Rs.1253.28 LACS

1260.49 % Increase in Pre-Tax Profit from Rs. 83.65 LACS to Rs. 1138.05 LACS

1182 % Increase in Post-Tax Profit from Rs. 57.25 LACS to Rs. 733.95 LACS

541.01 % Increase in EPS (basic) from Rs. 1.35 To Rs. 9.86

DIVIDEND

The Board of Directors while considering the significant improvement in the performance of the company, is delighted to recommend Dividend of 10 % (Rupee One per share of Rs.10/ each) for the year 2007-08. The total payout on Dividend (including Tax) will be Rs 9488295/- during the year under review.

OPERATIONS

During the year your company achieved a Gross turnover of Rs 19384.12 Lacs as against Rs 11598.10 Lacs in the previous year.

Profit before tax increased to Rs.1138.05 Lacs from Rs.83.65 Lacs of previous year. During the year company paid Rs.450 Lacs towards renewal premium of key man policies on life of Employees, which has been debited to profit & loss account.

The increase in profits is mainly due decrease of raw materials prices and correspondingly no decrease in sales price.

It is expected that prices of Aluminium Foil Stock and Grannuals will stable in current year.

Exports have significantly decreased from Rs. 622.02 Lacs to Rs.475.45 Lacs mainly due to weak Dollar.

Windmill installed at Jaisalmer for captive consumption generated 832312 units during 01.04.2007 to 31.03.2008. Company already received shortfall amounting to Rs. 2607194/- against guaranteed generation.

CAPITAL EXPENDITURE

The company is enhancing its capacities by 100% by installing the machinery to be imported from Europe. The project Cost is Rs.16.5 Crores and it is under implantation. During the year under review, the Company has incurred a Capital Expenditure of Rs 1.56.Crores

FINANCE

The Company has been sanctioned a term loan of Rs.10.5 Crores, by the IDBI Bank, for the implementation of the expansion Project. To save the Interest cost, company has arranged the Buyers Credit from Citi Bank NV for the imported raw material to the extent of Rs.13.65 Crores

ISO 9001-2000 CERTIFICATION

The company have been awarded ISO 9001:2000 certificate on 12th April 2005 by BVQI.

PUBLIC DEPOSITS

The Company has not invited/accepted any deposit from the public within the meaning of the section 58A of the companies Act, 1956 and the rules made there under.

DIRECTORS

Shri Pooran Raj G Shah Director has resigned from the board from 11th August 2007 as Director and Shri Aseem Khullar has resigned from the board from 30th November, 2007. The Board wishes to place on record the high appreciation of the significant and valuable

services rendered by Shri Pooran Raj C Shah and Shri Aseem Khullar during their tenure as directors of the company.

Shri Hemant Kumar Nema the director of the company will retire by rotation at the ensuing Annual General Meeting and being eligible, have offered themselves for reappointment.

Shri Sahil P Shah the director of the company will retire by rotation at the ensuing Annual General Meeting and being eligible, have offered themselves for reappointment.

INDUSTRIAL RELATIONS

The company continues to maintain cordial relation with its Workers, Supervisors & Officers in all divisions to enable it to achieve better performance.

DEMAT TRADING

As per the directives of The Securities and Exchange Board of India (SEBI), the Company's shares are being compulsorily trade in the dematerialization mode with effect from 2nd of April, 2001. Necessary agreement have been entered by the Company with NSDL, CDSL and with M/s Pinnacle Share Registry Pvt. Ltd., Ahmedabad who is registrar for transfer of shares (demat and physical) of the company.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to provisions of Section 217 (2AA) of the Companies Act., 1956 your Director state that :-

- a) In preparation of annual accounts, the applicable Accounting Standards have been followed.
- b) Appropriate Accounting Policies have been selected and applied consistently and judgments and estimates made, that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of financial year ended 31st March. 2008 and the profit and loss account for the year ended 31st March, 2008.
- c) Proper and sufficient care has been taken 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.
- d) The annual accounts have been prepared on a going concern basis.

CORPORATE GOVERNANCE

Your company has been proactive in the area of corporate governance and continue to pursue the

standards vigorously as prescribed by securities and Exchange Board of India (SEBI) A detailed Report appears in the annexure to the Directors Report.

PARTICULARS OF EMPLOYEES

For the year under review there are no employees covered as per the requirement of section 217 (2A) of the Companies Act. 1956 read with Companies (particulars of employee) rules 1975 as amended.

AUDITORS

M/s H.M. Singhvi & Co. Chartered Accountants, Jaipur the Auditors of the Company will retire at this ensuing Annual General Meeting. The company has received their confirmation that their appointment if made and approved would be within the prescribed limits under section 224 (1-B) of the Companies Act 1956. Accordingly the said Auditors may be re-appointed as Auditors of the Company at this Annual General Meeting.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

Information in accordance with the provision of the section 217 (1) (e) of Companies Act 1956, read with Companies Disclosure of particulars in the report of Board of Directors Rules 1988, regarding conservation of Energy, Technology absorption & Foreign Exchange earning and outgo is given in the Annexure "A" forming part of this report.

ACKNOWLEDGMENTS

Your Directors wish to gratefully acknowledge the valuable guidance and co-operation extended by the Central and State Government during the year under review. The Directors also express their gratitude to the company's bankers, shareholders, customers and also suppliers who had always supported the company and held in its growth.

Last but not the least, your directors take pleasure in placing on record their deep appreciation of the excellent contribution made by employees at all levels without which the company would not have achieved such good performance.

REGISTERED OFFICE

6, Neptune Tower,
Ashram Road,
AHMEDABAD-380 009

By order of the Board

Place : Jaipur
Date : 21.08.2008

(PANKAJ P SHAH)
Managing Director

ANNEXURE "A" TO DIRECTOR'S REPORT



STATEMENT OF PARTICULARS UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988

(A) CONSERVATION OF ENERGY

(1) POWER & FUEL CONSUMPTION

	CURRENT YEAR	PREVIOUS YEAR
(a) ELECTRICITY		
(a) Purchased (Unit KWH)	8133616	6400545
Total Amount (Rs.)	36656831	28004219
Rate per unit (Rs.)	4.51	4.37
(b) Own generation		
(i) Through Diesel/		
LDO Generator (Units)	44267	1085400
Unit per liter of Diesel/LDO	3.41	3.35
Diesel/LDO Cost per liter	36.86	36.83
(ii) Through steam Turbine		
Generator Unit	N.A.	N.A.
(b) COAL		
	N.A.	N.A.
(c) FURNACE OIL		
Quantity(Liters)	N.A.	180940
Total amount (Rs. In lacs)	N.A.	34.15
Average rate (per liter)	N.A.	18.87

(4) OTHER/INTERNAL GENERATION

(2) CONSUMPTION PER UNIT OF PRODUCTION

Aluminium Foil including Poly coated Cable wrap & laminated flexible packaging		
Electricity	1487 Kwh Per MT	1658 Kwh Per MT
Furnace Oil	N.A.	31.65 liter per MT

(B) TECHNOLOGY ABSORPTION

Efforts made in technology absorption are mentioned in form "B"

(C) FOREIGN EXCHANGE EARNING AND OUTGO

The company has made Export worth Rs 475.45 Lacs during the year. Total foreign exchange utilized Rs.3842.08 Lacs.

FORM 'B'

FORM OF DISCLOSURE OF PARTICULARS WITH RESPECT TO ABSORPTION RESEARCH & DEVELOPMENT

(1) Specific areas in which R&D carried out by the company.

- Continuous development of new specification in the existing multi laminates
- Manufacturing of thin & ultra thin gauge (light gauge) aluminum foil of final thickness from 50 micron (0.05mm) to 6 micron (0.006 mm) and in widths up to 1100 mm
- Developed and established new vendors for raw materials like Foils Stock and Paper

(2) Benefits derived as result of the above R&D

- Several new specifications produced commercially.
- By use of imported foil stocks productivity and quality of the products have been substantially improved to accepted level of multi national companies
- Cost reduction

(3) Future Plan of action

- Aiming to produce zero defect quality.
- Development of ultra light gauge foil for cigarette foil, capacitor foil and other foil based specifications for niche market.

(4) Expenditure of R & D.

Company is planning to invest Approx. Rs.10 lacs on installation of Latest Quality equipments.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

(1) Efforts in brief made towards technology absorption, adaptation & innovation.

R&D Department alongwith technical staffs are keeping constant watch on the development made elsewhere thereby keeping ourselves updated with the developments.

(2) Benefits derived as a result of the above efforts: - Increase in Sale.

(3) Imported Technology: Not Applicable.

For and on behalf of the Board

Place: Jaipur
Date : 21.08.2008

(PANKAJ P SHAH)
Managing Director