



## Shalimar Paints Limited

### Balance Sheet as at 31st March, 2005

	Schedule No.	As at 31st March 2005 Rs.	As at 31st March 2004 Rs.
<b>I SOURCES OF FUNDS</b>			
<b>1. Shareholders' Funds</b>			
a) Capital	1	37,856,735	37,856,735
b) Reserves and Surplus	2	228,430,557	221,296,862
<b>2. Loan Funds</b>			
a) Secured Loans	3	339,734,931	247,717,452
b) Unsecured Loans		86,389,902	86,838,186
<b>Total</b>		<b>692,412,125</b>	<b>593,709,235</b>
<b>II APPLICATION OF FUNDS</b>			
<b>1. Fixed Assets</b>			
a) Gross Block	4	-	-
b) Less - Depreciation		-	-
c) Net Block		-	-
d) Capital Work -in- Progress		154,624	154,624
<b>2. Investments</b>			
	5	31,501	31,501
<b>3. Current Assets, Loans and Advances</b>			
a) Inventory	6	514,601,793	390,250,468
b) Sundry Debtors	7	412,505,070	338,002,214
c) Cash and Bank Balances	8	82,358,144	71,474,986
d) Other Current Assets	9	-	6,152
e) Loans and Advances	10	55,668,354	52,575,537
		<b>1,065,133,361</b>	<b>852,309,357</b>
<i>Less : Current Liabilities and Provisions</i>			
a) Liabilities	11	556,506,185	437,729,196
b) Provisions	12	10,700,883	8,541,116
		<b>567,207,068</b>	<b>446,270,312</b>
<b>Net Current Assets</b>		<b>497,926,293</b>	<b>406,039,045</b>
<b>4. Deferred Tax Liability (Net)</b>			
(Refer note no. 19 of Schedule 20)		17,764,087	14,221,823
<b>5. Miscellaneous Expenditure</b>			
(To the extent not written off or adjusted)	13	3,018,184	9,357,790
<b>Total</b>		<b>483,366,515</b>	<b>401,361,137</b>
<b>III NOTES ON ACCOUNTS</b>			
	20		

Schedules referred to above form an integral part of the Accounts

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

For CHATURVEDI & PARTNERS  
Chartered Accountants

A. K. DUBEY  
Partner

Mumbai  
7th June 2005



## Shalimar Paints Limited

### Profit And Loss Account for year ended 31st March, 2005

	Schedule No.	For year ended 31st March 2005 Rs.	For nine months ended 31st March 2004 Rs.
<b>INCOME</b>			
Sales less returns		2,179,187,674	1,322,967,065
Other Income	14	11,332,126	6,027,546
Increase / (Decrease) in stocks	15	79,018,381	52,760,446
		<b>2,269,538,181</b>	<b>1,381,755,057</b>
<b>EXPENDITURE</b>			
Materials consumed	16	1,190,256,674	701,493,464
Purchase of Bought-in-items		64,391,011	36,091,921
Excise Duty		279,359,876	166,152,459
Employees' remuneration and other benefits	17	116,023,896	80,321,788
Discounts and Rebates		279,828,930	151,668,044
Manufacturing, administrative, selling and other expenses	18	260,486,626	192,682,424
Interest	19	17,755,933	11,228,483
		<b>2,208,102,946</b>	<b>1,339,638,583</b>
Profit before depreciation		61,435,235	42,116,474
Depreciation		25,289,871	15,457,324
Voluntary retirement scheme expenses amortised		5,456,173	4,092,129
Profit before tax		30,689,191	22,567,021
Provision for taxation			
- Current		7,311,245	1,734,840
- Deferred		3,542,265	5,919,087
<b>PROFIT AFTER TAX</b>		<b>#REF!</b>	<b>#REF!</b>
Balance brought forward		7,205,952	5,833,974
Profit available for Appropriations		<b>#REF!</b>	<b>#REF!</b>
<b>APPROPRIATIONS</b>			
Proposed Dividend		9,464,050	7,571,240
Tax on Proposed Dividend		1,236,833	969,876
Transferred to General Reserve		7,500,000	5,000,000
Balance carried forward to Balance Sheet		8,840,750	7,205,952
		<b>27,041,633</b>	<b>20,747,068</b>
Earnings per share - Basic and diluted (in Rupees)		5.24	3.94
<b>NOTES ON ACCOUNTS</b>			
	20		

Schedules referred to above form an integral part of the Accounts

This is the Profit & Loss Account referred to in our report of even date

For CHATURVEDI & PARTNERS  
Chartered Accountants

A. K. DUBEY  
Partner

Mumbai  
7th June 2005

**Shalimar Paints Limited**

**Schedules forming part of the Accounts**

	2004-2005 Rs.	2003-2004 Rs.
<b>1. CAPITAL</b>		
<b>Authorised</b>		
80,00,000 Equity Shares of Rs. 10 each	80,000,000	80,000,000
<b>Issued and Subscribed</b>		
37,85,620 Equity Shares of Rs. 10 each fully paid	37,856,200	37,856,200
Share Forfeiture Account	535	535
	<b>37,856,735</b>	<b>37,856,735</b>

Note : Of the above Equity Shares 12,60,840 shares were allotted as fully paid by way of Bonus Shares by capitalisation of reserves

	2004-2005 Rs.	2003-2004 Rs.
<b>2. RESERVES AND SURPLUS</b>		
<b>General Reserve</b>		
Balance as per Last Account	75,656,367	70,656,367
Transferred from/ (to) Profit and Loss Account	2,500,000	5,000,000
	<b>83,156,367</b>	<b>75,656,367</b>
<b>Profit and Loss Account</b>		
<b>Export Profit Reserve</b>	8,840,750	7,205,952
<b>Capital Reserve</b>	195,000	195,000
Subsidy from SICOM and against Generator Set	3,119,000	3,119,000
Debiture Forfeiture Account	105,089	105,089
	<b>3,224,089</b>	<b>3,224,089</b>
<b>Fixed Asset Revaluation Reserve</b>		
Balance as per last Account	40,088,455	41,705,798
Transfer from/(to) Profit & Loss Account	(2,001,104)	(1,617,344)
	<b>38,087,351</b>	<b>40,088,454</b>
<b>Share Premium Account</b>	94,927,000	94,927,000
	<b>228,430,557</b>	<b>221,296,862</b>
<b>3. LOAN FUNDS</b>		
<b>Secured Loans</b>		
Overdrafts (including Working Capital Demand Loans)	337,972,694	247,377,052
Auto Loans	1,762,237	340,400
	<b>339,734,931</b>	<b>247,717,452</b>
<b>Unsecured Loans</b>		
Trade Deposits	3,264,980	3,864,980
Interest accrued and due	248,839	97,123
	<b>3,513,819</b>	<b>3,962,103</b>
Deferred Sales Tax	82,876,083	82,876,083
	<b>86,389,902</b>	<b>86,838,186</b>

**Shalimar Paints Limited**

**Schedules forming part of the Accounts (Contd.)**

	Gross Block		Depreciation				Net Block	
	As at 1st April 2004	Additions during the year	Provided upto 31st March 2004	On Assets sold/ adjust - ments	Provision for the current year	Total as at 31st March 2005	Net written down value as at 31st March 2005	Net written down value as at 31st March 2004
Lan	30,396,426	-	-	-	#REF!	#REF!	#REF!	30,396,426
Build	101,483,327	16,842,374	33,654,507	-	4,687,161	38,341,668	79,984,033	67,828,820
Plant	180,182,554	6,845,226	125,234,265	-	10,210,132	135,444,397	48,814,683	54,948,289
Lea	16,946,262	16,583,720	2,199,950	-	4,079,817	6,279,767	27,250,215	14,746,312
Furr	19,956,185	683,837	12,988,657	-	603,602	13,592,259	7,047,763	6,967,528
Offi	46,351,068	2,484,649	31,352,668	-	6,515,853	37,868,521	10,967,196	14,998,400
Veh	6,996,028	3,317,381	4,533,705	-	1,194,410	5,728,115	4,585,294	2,462,323
<b>Tot.</b>	<b>402,311,850</b>	<b>46,757,187</b>	<b>209,963,752</b>	<b>-</b>	<b>27,290,975</b>	<b>#REF!</b>	<b>#REF!</b>	<b>192,348,098</b>
Prev	356,549,609	45,762,241	192,889,083	-	17,074,669	209,963,752	192,348,098	

Depreciation for the year includes depreciation on amount added on revaluation of Rs. 20,01,104(previous year Rs. 16,17,344) recouped from Fixed Asset Revaluation Reserve

	2004-2005 Rs.	2003-2004 Rs.
<b>5. INVESTMENTS - (other than trade) (at cost)</b>		
<b>Unquoted</b>		
<b>In Government Securities</b>		
National Saving and Defence Certificates etc. [Deposited with Central Excise as Security Deposit]	8,000	8,000
<b>In Debentures</b>		
Rs. 6,500 1/2% East India Clinic Ltd.	6,500	6,500
Rs. 17,000 5% East India Clinic Ltd. (Non redeemable Mortgage Debenture Stock 1957)	17,000	17,000
Rs. 1,000 6% Sholapur Spinning & Weaving Co. Ltd. (in Liquidation)	1	1
	<b>31,501</b>	<b>31,501</b>
<b>6. INVENTORY (at cost or market value whichever is lower)</b>		
Raw Material	156,272,135	122,098,608
Stock-in-trade	291,568,664	218,113,752
Material-in-process	30,946,429	25,382,960
Stores	1,737,346	1,761,339
Materials-in-transit	34,077,219	22,893,809
	<b>514,601,793</b>	<b>390,250,468</b>

**Shalimar Paints Limited**

**Schedules forming part of the Accounts (Contd.)**

	2004-2005 Rs.	2003-2004 Rs.
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<b>7. SUNDRY DEBTORS</b>		
(Unsecured - considered good)		
Debts outstanding for a period exceeding six months	37,481,000	40,172,000
Others	375,024,070	297,830,214
	<u>412,505,070</u>	<u>338,002,214</u>
<b>8. CASH AND BANK BALANCES</b>		
Cash and cheques in hand	38,215,993	28,999,858
Balance with Scheduled Banks :		
Current Account	41,913,162	37,117,446
Fixed Deposit Account	37,940	37,940
Unpaid Dividend Account	981,169	1,002,042
	<u>42,932,271</u>	<u>38,157,428</u>
Remittances in transit	1,209,880	4,317,700
	<u>82,358,144</u>	<u>71,474,986</u>
<b>9. OTHER CURRENT ASSETS</b>		
Interest accrued on Deposits	-	6,152
	<u>-</u>	<u>6,152</u>
<b>10. LOANS AND ADVANCES</b>		
Unsecured : Considered Good		
Advances (recoverable in cash or in kind or for value to be received)	24,048,875	26,613,545
Income Tax Advance (Net)	4,088,581	706,004
Balances with Customs, Central Excise, etc	1,076,725	541,791
Deposits	26,454,173	24,714,197
	<u>55,668,354</u>	<u>52,575,537</u>
<b>11. LIABILITIES</b>		
Acceptances	51,307,264	37,920,287
Sundry Creditors		
- Dues to Small Scale Industrial Undertakings	30,110,952	8,858,395
- Others	474,106,800	389,889,472
Investor Education & Protection Fund shall be credited by:		
-Unpaid matured Deposits	-	59,000
-Unpaid Dividend	981,169	1,002,042
	<u>556,506,185</u>	<u>437,729,196</u>
<b>12. PROVISIONS</b>		
Proposed Dividend	9,464,050	7,571,240
Tax on Proposed Dividend	1,236,833	969,876
	<u>10,700,883</u>	<u>8,541,116</u>
<b>13. MISCELLANEOUS EXPENDITURE</b>		
(To the extent not written off or adjusted)		
<b>1. Voluntary Retirement Scheme</b>		
Opening Balance	6,820,215	10,912,345
Less: Amortised during the year	(5,456,173)	(4,092,130)
Closing Balance	<u>1,364,042</u>	<u>6,820,215</u>
<b>2. Deferred Revenue Expenditure</b>		
Opening balance	2,537,575	3,242,137
Add : Incurred during the year	-	-
Less : Amortised during the year	(883,433)	(704,562)
Closing balance	<u>1,654,142</u>	<u>2,537,575</u>
	<u>3,018,184</u>	<u>9,357,790</u>



## Shalimar Paints Limited

### Schedules forming part of the Accounts (Contd.)

	2004-2005 Rs.	2003-2004 Rs.
<b>14. OTHER INCOME</b>		
Sundry Sales	2,562,092	1,198,418
Profit/(loss) on sale of fixed assets	(495,600)	95,804
Lease Rental	8,944,655	3,999,447
Interest	98,830	73,770
Miscellaneous receipts	#REF!	660,107
	<u>#REF!</u>	<u>6,027,546</u>
<b>15. INCREASE/(DECREASE) IN STOCKS</b>		
<b>Closing Stock</b>		
Finished Goods	291,568,664	218,113,752
Materials-in-Process	30,946,429	25,382,960
	<u>322,515,093</u>	<u>243,496,712</u>
<b>Opening Stock</b>		
Finished Goods	218,113,752	167,940,209
Materials-in-Process	25,382,960	22,796,057
	<u>243,496,712</u>	<u>190,736,266</u>
	<u>79,018,381</u>	<u>52,760,446</u>
<b>16. MATERIALS CONSUMED</b>		
Opening Stock of Raw Materials	122,098,608	105,797,719
Add : Purchase of Raw Materials	1,224,430,201	717,794,353
	<u>1,346,528,809</u>	<u>823,592,072</u>
Less : Closing Stock of Raw Materials	156,272,135	122,098,608
	<u>1,190,256,674</u>	<u>701,493,464</u>
<b>17. EMPLOYEES' REMUNERATION AND OTHER BENEFITS</b>		
Salaries, wages, bonus, pension etc.	86,182,949	60,744,404
Contribution to provident and other funds	12,052,794	7,880,842
Workmen and staff welfare expenses	17,788,153	11,696,542
	<u>116,023,896</u>	<u>80,321,788</u>
<b>18. MANUFACTURING, ADMINISTRATIVE, SELLING AND OTHER EXPENSES</b>		
Stores consumed	5,885,126	3,612,490
Power and fuel	22,394,310	18,692,949
Rent (Net)	7,064,138	5,501,235
Rates and taxes	1,027,787	905,164
Insurance	2,103,945	1,458,724
Repairs to plant and machinery	1,368,562	1,007,123
Repairs to building	402,012	33,572
Repairs - others	4,624,530	3,554,015
Printing and stationery	6,261,893	2,947,259
Communication expenses	9,899,775	6,833,468
Directors' fees	140,000	165,000
Audit fees and expenses	388,841	362,064
Commission on sales	9,751,781	5,909,123
Travelling expenses	23,329,934	14,626,254
Advertising and sales promotion	43,618,951	40,416,972
Freight and carriage	85,637,407	53,825,447
Miscellaneous Expenses	36,587,634	32,831,565
	<u>260,486,626</u>	<u>192,682,424</u>
<b>19. INTEREST</b>		
On Debenture and Fixed Loans	-	-
Others	17,755,933	11,228,483
	<u>17,755,933</u>	<u>11,228,483</u>



