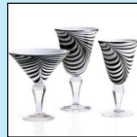
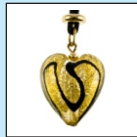


JJK Industries Limited



ANNUAL REPORT 2011-12

•	DIRECTORS' REPORT	1
•	MANAGEMENT DISCUSSION AND ANALYSIS	7
•	CORPORATE GOVERNANCE REPORT	9
•	AUDITORS REPORT	25
•	BALANCE SHEET	31
•	STATEMENT OF PROFIT & LOSS ACCOUNT	32
•	SCHEDULES TO FINANCIAL STATEMENTS	33
•	CASH FLOW STATEMENT	46
•	STATEMENT PURSUANT TO SECTION 212	47
•	CONSOLIDATED FINANCIAL STATEMENTS	48

CORPORATE INFORMATION

BOARD OF DIRECTORS

R. G. Parikh	-	Chairman & Managing Director
S.C. Gurav	-	Director
M. P. Unadkat	-	Director
V. P Panikar	-	Director

COMPANY SECRETARY

Shreya G. Sanyashi

AUDITORS

M/s Motilal & Associates
Chartered Accountants, Mumbai

REGD. OFFICE

Pada No. 3, Balkum, Thane – 400608.
Phone: +91-22-25340063, 25426349

ADMINISTRATIVE OFFICE

1, 2, 3, Gundecha Chambers,
N.M. Road, Fort,
Mumbai - 400023.
Phone: +91-22-22633313
Fax: +91-22-22676633
E-mail: admin@jik.co.in
Website: <http://www.jik.co.in/>

REGISTRAR & TRANSFER AGENT

Sharex Dynamic (India) Pvt. Ltd.
Unit No. 1, Luthra Industrial Premises,
Andheri –Kurla Road, Safed Pool,
Andheri (East), Mumbai- 400072.
Phone: +91-22-2851 5606/5644
Fax: +91-22- 2851 2885

NOTICE is hereby given that Twentieth Annual General Meeting of the members of the Company will be held on Monday, 24th December, 2012 at 3.30 p.m. at Golden Swan Country Club, Off Pokhran Road No. 1, Yeoor Hills, Thane - 400 602 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Financial Statements of the Company comprising of the Balance Sheet as at 30th June, 2012 (12 months), Statement of Profit and Loss Account and the Cash Flow Statement for the year ended on that date along with the Schedules forming part of the accounts and annexure thereto, Report of the Directors and the Auditors thereon.
2. To appoint a director in place of Mr. Manoj P. Unadkat who retires by rotation and being eligible, offer himself for re-appointment.
3. To re-appoint M/s. Motilal & Associates, Chartered Accountants, as statutory auditors of the Company, who retire at this Annual General Meeting, and being eligible, offer themselves for re-appointment and to fix their remuneration.

“RESOLVED THAT M/s. Motilal & Associates, Chartered Accountants, Mumbai having ICAI Registration no. 106584W be and are hereby re-appointed as Auditors of the Company, to hold office from the conclusion of this Annual General meeting until the conclusion of the next Annual General Meeting of the Company at remuneration to be agreed between Auditors and Audit Committee of the Board of Directors.”

By Order of the Board

Place: Mumbai.

Date: 12th November, 2012

Shreya G. Sanyashi
Company Secretary

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY(S) TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. IN ORDER TO BE EFFECTIVE, THE PROXY FORMS DULY COMPLETED SHOULD BE LODGED WITH THE COMPANY AT ITS REGISTERED OFFICE AT LEAST 48 HOURS BEFORE THE
-

COMMENCEMENT OF THE MEETING.

2. The information as required to be provided under the Listing Agreement entered into with stock exchanges, regarding the Directors who are proposed to be appointed/reappointed is given.
3. The Register of Members and Share transfer Books of the company will remain closed from 17th December, 2012 to 24th December, 2012 (both days inclusive).
4. In compliance of SEBI requirements, Sharex Dynamic (India) Pvt. Ltd., has been appointed as Registrar and Share Transfer Agent of the Company who handle share transfer work in Physical as well as in Electronic Form and other related activities at the following address: M/s. Sharex Dynamic (India) Private Limited [Unit: JIK Industries Limited], Unit No. 1, Luthra Industrial Premises, Andheri –Kurla Road, Safed Pool, Andheri (East), Mumbai-400072. Tel. Nos. 022-2851 5606/5644 Fax No. 022- 2851 2885
5. Members are requested to notify changes, if any in their address to the M/s Sharex Dynamic (India) Private Limited, quoting their folio numbers/DPID/Client ID etc.
6. Members/Proxies should bring the attendance slip duly filled in for attending the meeting.

Registered Office:

Pada No. 3, Balkum,
Thane (West), Thane – 400608

By order of the Board

Place: Mumbai

Date: 12th November, 2012

Shreya G. Sanyashi
Company Secretary

INFORMATION REGARDING DIRECTORS SEEKING RE-APPOINTMENT IN THE TWENTIETH ANNUAL GENERAL MEETING

As required under clause 49 of the Listing Agreement, the particulars of Director who is proposed to appointed/re-appointed are given below:

Name of the Director	Manoj P. Unadkat
Date of Appointment/reappointment	31/01/2011
Qualification	B. A., LLB
Experience working as Advocate.	Since 1980 he is Around 32 years of experience.
Directorships held in other public Companies	NIL
Chairmanship/ Memberships of the committees of the Board of other public Companies	NIL
No. of shares held in the Company	66

The Members of JIK Industries Limited,

Your Directors are pleased to present herewith Twentieth Annual Report together with the Audited Statements of Accounts of the Company for the Twelve months period ended 30th June, 2012.

OPERATIONS

The performance of the Company during the reporting period has been affected due to slow down in the economy.

FINANCIAL HIGHLIGHTS

Company continues to be totally debt free with respect to secured creditors in the current year. Standalone Financial Information of JIK Industries Limited is as follows:

Particulars	(Amount in Rupees)	
	Year ended 30th June, 2012 (12 months)	Period ended 30th June, 2011 (15 months)
Sales & Other Income	28,05,31,006	49,85,56,926
Total Expenses	26,16,83,927	44,93,63,528
Gross Profit/ (Loss)	1,88,47,079	491,93,398
Interest and Finance Charges	—	—
Depreciation and Amortization	48,47,538	60,54,149
Profit / (Loss) before Taxes and Extra Ordinary Items	1,39,99,541	4,31,39,249
Provision for Taxes - Deferred Tax	(6,22,957)	(1,04,72,873)
Profit / (Loss) Before Extra Ordinary Items	1,46,22,498	5,36,12,122
Extra Ordinary Items	—	—
Net Profit after Tax	1,46,22,498	5,36,12,122

PUBLIC DEPOSIT

The Company has not accepted any fixed deposit from public during the period under report.

DIRECTORS

Mr. Manoj P. Unadkat retires from office by rotation and being eligible, offer himself for re-appointment at the forthcoming Annual General Meeting of the Company.

In terms of the provision of section 274(1) (g) of the Companies Act, 1956 as amended from time to time, none of the Directors are disqualified.

AUDITORS

M/s. Motilal & Associates., Chartered Accountants, Statutory Auditors of the Company hold office until the conclusion of the forthcoming Annual General Meeting. The Company has received a letter from them to the effect that their re-appointment, if made, would be within the prescribed limit under Section 224 (1B) of the Companies Act, 1956 and that they are not disqualified for reappointment within the meaning of Section 226 of the said Act.

SUBSIDIARY COMPANIES

In pursuance of Rehabilitation Scheme (2008-2017) given by the Hon'ble BIFR, the Company has attached its consolidated financial statements.

The annual accounts of the subsidiary companies shall be made available to the shareholders of the Company and its subsidiaries on request. They are also available for inspection by the members at the Company's administrative office.

CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the Accounting Standard (AS-21) read with Accounting Standard (AS-23), the consolidated financial statements are attached, which form part of the Annual Report.

BRU (Bombay Relief Undertaking)

The Government of Maharashtra vide Notification No. BRU.2011/C.R. (406/11)/Ind-10 dated February 7, 2012 has declared the Company as "Relief Undertaking" for a period of one year from that date.

CORPORATE GOVERNANCE

The Report on Corporate Governance and Auditors Certificate regarding compliance with conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with Stock Exchanges forms part of this Annual Report.

The Management Discussion and Analysis Report for the period under review as stipulated in Clause 49 of the Listing Agreement with Stock Exchanges have been included in this Annual Report.

PARTICULARS OF EMPLOYEE

The Company does not have any employee falling within the scope of Section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of the Employees) Rules, 1975 and as such no information has been provided.

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

A statement pursuant to section 217(1)(e) of the Companies Act, 1956, giving details of measures taken toward conservation of energy, technology absorption, foreign exchange earnings and outgo in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1998 is annexed in this report.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, it is hereby confirmed that:

- i. in the preparation of the financial statements, the applicable accounting standards had been followed and there is no material departure;
- ii. appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 30th June, 2012 and of the profit of the Company for the period ended on that date;
- iii. proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding of the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the financial statements for 12 months period ended 30th June, 2012 have been prepared on a 'going concern basis'.

CASH FLOW STATEMENT:

In conformity with the provisions of Clause 32 of the Listing Agreement with the Stock Exchanges, the Cash Flow Statement for the financial period ended 30th June, 2012 is annexed herewith.

INFORMATION UNDER LISTING AGREEMENT WITH STOCK EXCHANGES

DEMATERIALISATION OF SHARES

The Shares of the Company have been admitted in dematerialized form for trading by the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) under the ISIN: INE026B01049 and they are compulsorily traded in dematerialized form.

As on 30th June, 2012 a total of 65720545 equity shares of the Company, which form 90.47 % of the equity share capital, stand dematerialized.

In accordance with Circular No. D&CC/FITTC/CIR-16-2002 dated December 31, 2002 of Securities and Exchange Board of India, Secretarial Audit Report for the quarters ended September 30, 2011, December 31, 2011, March 31, 2012 and June 30, 2012 have been obtained from Company Secretary in whole time practice.

LISTING OF SECURITIES OF COMPANY

The equity shares of your Company continue to be listed on The Bombay Stock Exchange Limited and The National Stock Exchange of India Limited. The listing fee for the year 2012-13 has been paid to both the exchanges.

ACKNOWLEDGEMENT

Your Directors wish to acknowledge all their stakeholders and are grateful for the excellent support received from the Shareholders, Government authorities, esteemed corporate clients, customers and other business associates. Your Directors recognise and appreciate the hard work and efforts put in by all the employees of the Company and their contribution to the growth of the Company in a very challenging environment.

For and on behalf of the Board

Place: Mumbai
Dated: 29th August, 2012

Rajendra G. Parikh
Chairman & Managing Director

ANNEXURE I – TO DIRECTORS’ REPORT

Statement pursuant to 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.

FORM – A (see Rule 2)

Form of Disclosure of particulars with respect to Conservation of Energy

Year ended 30th June, Period ended 30th June,
 2012 (12 months) 2011(15 months)

A. Power and fuel consumption

1. Electricity:

(a)	Purchased		
	Units (KWH)	17167	27403
	Total Amount (Rs)	343431	341842
	Rate per Unit (Avg.)	7.45	5.25
(b)	Own generation		
	(i) Through diesel generator:		
	Units (KWH)	Nil	Nil
	Units per Ltr. of Diesel oil	Nil	Nil
	Cost per unit (Rs.)	Nil	Nil
2.	Coal (specify quality and where used)	Nil	Nil
3.	Furnace Oil/Gas	Nil	Nil
4.	Others/Internal Generation	Nil	Nil

B. Consumption per unit of production:

It is not feasible to maintain product-wise energy consumption data, since range of products having different energy requirements, is being manufactured.

FORM - B

Disclosure of particulars with respect to Technology Absorption, adoption and Innovation

The Company has done Research & Development Activity especially in new designs, new developments and products.

Technology Imported:

- a) Technology imported from Reci Industri AB of Sweden and Lindhsammar Glasbruk AB of Sweden.

- b) Year of import during 1996-97 and 1997-98 respectively.
- c) Has Technology been fully absorbed: Yes.
- d) If not fully absorbed, reasons and future course of action: NA

C. FOREIGN EXCHANGE EARNINGS & OUTGOING:

Total Foreign Exchange used and Earned:

	(Rs. in Lakhs)	
	Year ended 30 th June, 2012(12 months)	Period ended 30 th June, 2011(15 months)
i. Total foreign exchange used	Nil	1.10
ii. Total foreign exchange earned	Nil	Nil

MANAGEMENT DISCUSSIONS AND ANALYSIS

The Company is in business of crystal, glass and allied products. This segmentation forms the basis for review of operational performance by the management for the twelve months period ended 30th June, 2012.

INDUSTRY STRUCTURE:

This financial year the economic growth internationally continues to be slow. India too has now started to show signs of slowdown with inflation and current account deficit remaining high and the rupee weak. The world is facing considerable headwinds with regard to recovery of economic progress as Europe fails to emerge from its slump quickly. Needless to say, the financial year 2011 - 12 has been challenging for most of businesses around the world and it was challenging too for the Company.

COMPANY OVERVIEW:

The Company is in the business of manufacturing, outsourcing, marketing and trading of crystal, glass and allied products. The Company continues to augment its processes to improve its product mix to cater to changing and challenging business environments and customer needs.

OPPORTUNITIES AND THREATS:

There are opportunities in the current business environment, as customers are looking for better price competitiveness and flexible product range to cater to the new and changing business paradigms. The Company is well suited to take advantage of this and is working toward tapping such opportunities.

OUTLOOK:

It will be a cautiously optimistic outlook for the current year with every effort being made to tap existing opportunities.

RISK MANAGEMENT:

Like any other enterprise having national as well global business interests, is exposed to business risks which may be systematic as well as unsystematic to company. To ensure our long-term corporate objectives, it is essential that risks be effectively identified, analyzed and then mitigated by means of appropriate control measures. Company have a comprehensive risk management system in place, which enables to recognize and analyze risks and to take appropriate action.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The internal controls are designed to provide reasonable assurance with regard to defined roles and responsibilities down the line for all managerial position.

HUMAN RESOURCES MANAGEMENT:

Human resources are recognized as one of the critical area to the success of the organization. Employees are vital and most valuable assets. We have created a favorable work environment that encourages innovation and meritocracy. There is close interaction between the Management and employees to facilitate smooth functioning of all the organizational activities.

CAUTION STATEMENT:

Statements in this Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downward trend in the domestic industry, rise in input costs, exchange rate fluctuations, and significant changes in political and economic environment in India, environment standards, tax laws, litigation and labour relations.

CORPORATE GOVERNANCE REPORT

In compliance with the Corporate Governance a requirement as stipulated in Clause 49 of the Listing Agreement with the Bombay Stock Exchange Limited and National Stock Exchange of India Limited, the Company has been incorporating, a separate section on Corporate Governance in its Annual Report.

Company's policies on the Corporate Governance and due compliance report for the year ended 30th June, 2012 are as under:

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company's philosophy on Corporate Governance is aimed at attainment of the highest level in all facets of its operations and has inter alia with its employees & customers.

2. BOARD OF DIRECTORS

2.1 Composition of the Board

The current strength of the Board of Directors of the Company is four. The Board has an optimum mix of executive and non-executive directors. The Chairman and Managing Director is Executive Director while other directors are non- executive directors. This combination helps the Company take benefit of the experience and expertise of the directors, in their core area of competence. The Board has a Managing Director who is also a Chairman and the number of independent Directors is more than half of the total strength of the Board.

The above composition is consistent with the relevant provisions of Clause 49 of the Listing agreement entered into with Stock Exchanges.

2.2 Board Meetings and attendance:

Six Board Meetings were held during 12 months period ended 30th June, 2012 and the gap between two Board meetings did not exceed 4 months. The date on which the meetings were held are as follows:

Sr. No.	Date of Meeting	Board Strength	No. of Directors Present
1	12 th August, 2011	3	3
2	29 th August, 2011	4	3
3	24 th September, 2011	4	3
4	14 th November, 2011	4	4
5	14 th February, 2012	4	4
6	05 th May, 2012	4	3

2.3 Directors' attendance record at Board Meetings is as follow:

Name	Category	No. of Board Meeting held during the period ended 30th June, 2012 when the Director was on the Board	Number of Board Meeting attended during the period ended 30th June, 2012	Attendance at the last AGM
Mr. R. G. Parikh	Promoter, CMD	6	6	No
Mr. S. C. Gurav	NEID	6	6	Yes
Mr. M. P. Unadkat	NEID	6	4	Yes
Mr. V. P. Panikar	NEID	5	4	Yes

CMD: Chairman and Managing Director

NEID: Non Executive Independent Director

2.4 Number of other Public Companies or Committees the Director is a Director/ Member/Chairman

Name	Number of Directorships on the Board of Other Public Companies as on 30th June, 2012*	No. of Membership of Board Committee as on 30th June, on 2012 #	No. of Board Committee for which Chairman as on 30th June, 2012#
Mr. R. G. Parikh	--	--	--
Mr. S. C. Gurav	--	--	--
Mr. M. P. Unadkat	--	--	--
Mr. V. P. Panikar	--	--	--

* Excluding private limited companies, foreign companies and companies under section 25 of the Companies Act, 1956.

As per Clause 49 of Listing Agreement, the disclosure includes membership/ chairperson-ship of Audit Committee and the Shareholders/ Investors Grievance Committee in other Indian Public Company (Listed and unlisted).

3. AUDIT COMMITTEES:

3.1 Brief description of terms of reference

The terms of reference of this Committee are wide enough to cover the matters specified for audit committees in Clause 49 of the Listing Agreement as well as in section 292A of the Companies Act, 1956.

3.2 Composition of the Audit Committee and attendance of members

Sr. No.	Name of Members	Position
1	Mr. S. C. Gurav	Chairman
2	Mr. R. G. Parikh	Member
3	Mr. M. P. Unadkat	Member

The Chairman of the Committee had attended the last Annual General Meeting.

The Company Secretary acts as the Secretary of the Committee. The Minutes of the Audit Committee Meetings are noted at the Board Meeting.

The Audit Committee met Four times during the 12 months period ended 30th June, 2012 and the gap between two meetings did not exceed 4 months.

Sr. No.	Date of Meeting	Committee Strength	No. of Members Present
1	29 th August, 2011	3	3
2	14 th November, 2011	3	3
3	14 th February, 2012	3	3
4	05 th May, 2012	3	2

The attendance of the Members is as under:–

Sr. No.	Name of Members	No. of Committee Meeting held during the period when the Director was on the Committee	No. of Meeting attended
1	Mr. S. C. Gurav	4	4
2	Mr. R. G. Parikh	4	4
3	Mr. M. P. Unadkat	4	3

4. SUBSIDIARY COMPANIES:

The Company has subsidiaries, viz. M/s. I. A. & I. C. Private Limited, M/s. Shah Pratap Industries Private Limited, M/s. Glassworks Trading Private Limited. M/s. IRIS Trading FZE is a subsidiary of M/s. Glassworks Trading Private Limited.

5. DISCLOSURE

A. Related Party Transactions

In terms of the Accounting Standard (AS) 18, "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, the Company has identified the related parties covered therein and details of transactions with such related parties have been disclosed in the Note No. B(8) to Note - 24 – Notes to Accounts of the Annual Report for the 12 months period ended 30th June, 2012.

During the period, there were no transactions of material nature of the Company with the promoters, directors, management or their relatives, subsidiaries and other related parties covered under AS 18 that had potential conflict with the interests of the Company.

B. Disclosure of Accounting Treatment

The financial statements have been prepared in accordance with applicable Accounting Standards and relevant presentational requirement of the Companies Act, 1956 and are based on the historical cost convention.

C. Board Disclosures- Risk Management

Your Company is having procedure for assessment and risk minimization which is periodically reviewed by the Board of Directors.

D. Proceeds from public issues, rights issues, preferential issues etc.

Preferential Issues during the period are as per the orders of Hon'ble BIFR.

E. Remuneration Committee:

The Company has constituted remuneration committee to recommend/review remuneration of executive director(s) based on performance and assessment criteria.

The composition of the Remuneration Committee is given below:

Sr. No.	Name of the Members	Designation
1	Mr. R. G. Parikh	Chairman
2	Mr. S. C. Gurav	Member
3	Mr. M. P. Unadkat	Member

Details of remuneration paid to Mr. R. G. Parikh during the period ended 30th June, 2012 is as follows:

Name of Director	Sitting Fees	Remuneration	(Amount in Rs.)
			Total
Mr. R. G. Parikh Chairman & MD	—	12,00,000/-	12,00,000/-

The Non- Executive Independent Directors do not draw remuneration from the Company. Also no sitting fee is being paid for attending meetings of the Board /Committee.

F. Management:

As a part of the Directors' Report or as an addition thereto, a Management Discussion and Analysis Report form part of the Annual Report to the shareholders.

The Management Discussion and Analysis form part of the Annual Report and is in accordance with the requirement laid out in Clause 49 of the Listing Agreement. The same is published with this Annual Report.

No material transaction has been entered into by the company with Promoters, Directors or the Senior Management, their subsidiaries or relatives etc. that may have potential conflict with interest of the Company.

G. Shareholders:

- i. The Company has provided with all the details of the Directors seeking reappointment in the AGM Notice attached with the Annual Report.
- ii. Quarterly results are put on the website and also sent in such a form as to enable the Stock Exchanges on which the company is listed to put it on its own website.

H. Share Transfer & Investors' Grievance Committee

- **Brief description of terms of reference**

The Board of Directors of the Company has constituted the Share Transfer & Investors' Grievance Committee. The Committee specifically redresses the grievances of the shareholders. The term of reference of Share Transfer & Investors' Grievance Committee inter-alia considers the following matters:-

To approve transfer, transmission, sub-division and issue of duplicate/re-materialization of shares and for redressal of investors complaints.

Company Secretary is the Compliance Officer nominated for this purpose under Clause 47(a) of the Listing Agreement.

• Composition of Share Transfer & Investors' Grievance Committee and attendance of members

The Chairman of the Committee is a Non-Executive Independent Director. The composition of the Committee and their attendance at the Committee meetings held during the 12 months period ended 30th June, 2012 are as under:

Sr. No.	Name	Position	No. of Committee Meeting held during the period when the Director was on the Committee	No. of Meeting attended
1	Mr. S. C. Gurav	Chairman	4	4
2	Mr. R. G. Parikh	Member	4	4
3	Mr. M. P. Unadkat	Member	4	3

During the 12 months period ended 30th June, 2012, 5 complaints were received from the shareholders. All complaints of shareholders were resolved. There was no outstanding complaint as on 30th June, 2012.

I. Management Committee

• Brief description of terms of reference

The Board of Directors of the Company has constituted the Management Committee. The terms of reference of the Management committee inter-alia consists of considering the urgent normal business and specific business delegated by the Board from time to time.

• Composition of Management Committee and attendance of members

The Management Committee comprises of two Non-executive Independent Directors i.e. Mr. S. C. Gurav, Mr. M. P. Unadkat and Mr. R. G. Parikh, Chairman and Managing Director of the Company. The Committee has met twice during the 12 months period ended 30th June, 2012 having full quorum.

6. CEO/CFO CERTIFICATION:

The CEO has certified to the Board with regard to the financial statement and other matters as required by Clause 49 of the Listing Agreement. The certificate is contained in this report.

7. REPORT ON CORPORATE GOVERNANCE:

A separate section on Corporate Governance form part of the Annual Report. A Certificate from Statutory Auditors confirming compliance with all the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with Stock Exchange is annexed in this report.

- i. There were no instances of non-compliance by the Company, penalties, strictures imposed on the company by Stock Exchanges or SEBI or any statutory authority on any matter related to the capital market during the last three years.
- ii. The Company is regularly complying with all the mandatory requirements of Clause 49 of the Listing Agreement regarding Board Composition, Code of Conduct, Audit Committee, quarterly and annual disclosures etc.
- iii. The Company does not have a Whistle Blower Policy. However, no personnel of the company has been prevented from reporting to the Management any misconduct observed by her/ him.
- iv. Non mandatory Clauses:
The Company has not adopted any of the non-mandatory requirements as mentioned in clause 2 of Annexure-1D of Clause 49 of the Listing Agreement but voluntarily constituted the Management Committee.

8. INFORMATION ON GENERAL MEETINGS

8.1 Annual General Meeting

The last 3 Annual General Meetings of the Company were held as under:

Financial Year	Venue	Date	Time	Special Resolution Passed
2010-11	Golden Swan Country Club, Off Pokhran Road No. 1, Yeoor Hills, Thane-400 602	04.11.2011	9.30 A.M	Yes
2009-10	Pada No. 3, Balkum, Thane (West), Thane – 400 608	06.08.2010	9.30A.M.	Yes
2007-08	Pada No. 3, Balkum, Thane (West), Thane – 400 608	13.06.2009	9.30A.M.	Yes

8.2 Extra Ordinary General Meeting

In addition to Annual General Meeting, the Company holds Extra Ordinary General Meetings of the Shareholders as and when need arises.

The last 3 Extra Ordinary General Meetings of the Company were held as under:

Date	Venue	Whether any special resolution passed
10 th June, 2006 9.30 AM	Pada No. 3, Balkum, Thane (West), Thane – 400 608	Yes
18 th November, 2004 9.30 AM	“Conference Hall”, Oriten Service Apartment, Chandivali Studio Road, D. P. Road No. 2, Andheri (East), Mumbai – 400 072	Yes
10 th June, 2004 9.30 AM	“Cultural Hall”, Y.B. Chavan Centre, General J. Bhosale Marg, Sachivalaya Gymkhana, Nariman Point, Mumbai – 400 021	Yes

8.3 Postal ballot

During the 12 months period ended 30th June, 2012, no resolution was put through postal ballot nor any resolution proposed to be passed through postal ballot at the ensuing Annual General Meeting.

9. CODE OF CONDUCT:

In line with the amended Clause 49 of the listing agreement, the Company adopted a Code of Conduct and ethics for its Directors and Senior Executives. All the Board Members and Senior Management personnel have affirmed compliance with the Code of Conduct for the 12 months period ended 30th June, 2012.

10. MEANS OF COMMUNICATION:

- Quarterly/half yearly /yearly results are normally published in Free Press Journal and Navshakti. The audited annual accounts are posted to every members of the company. Quarterly shareholding distribution and quarterly/half yearly/yearly results submitted to the stock exchanges are posted on the website of the company <http://www.jik.co.in>.

2. The company has created an email id investorrel@jkk.co.in to facilitate redressal of investors/shareholders grievances.
3. The Stock Exchanges are notified of any important developments that may materially affect the working of the Company.
4. No presentations were made to any institutional investors or analysts etc.
5. A Management Discussion and Analysis Report, which forms a part of the Annual Report, had been given by means of a separate Annexure and attached to the Directors Report.

11. GENERAL SHAREHOLDERS INFORMATION:

Detailed information in this regard provided in the shareholder information section forms part of this Annual Report.

11.1 Annual General Meeting

Date and Time: 24th December, 2012 at 3.30 pm

Venue: Golden Swan Country Club, Off Pokhran Road No. 1, Yeoor Hills, Thane-400 602

11.2 Financial calendar (tentative) for the year 1st July, 2012 to 30th June, 2013

1 st Quarter Results	on or before November 14, 2012
2 nd Quarter Results	on or before February 14, 2013
3 rd Quarter Results	on or before May 15, 2013
Audited Annual Results	on or before August 29, 2013

11.3 Book closure date

The Book Closure is from 17th December, 2012 to 24th December, 2012 (both the days inclusive).

11.4 Listing on stock exchange

Name & address of the Stock Exchange:

Bombay Stock Exchange Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

National Stock Exchange of India Limited

Exchange Plaza, Plot No. C/1, G. Block,
Bandra – Kurla Complex, Bandra (East),
Mumbai – 400 051

The Company has paid Annual Listing Fees for the year 2012-13 to the above Stock Exchanges.

11.5 Stock code

Bombay Stock Exchange Limited:	511618
National Stock Exchange of India Limited:	JIKIND

11.6 Market price data

High/Low during each month of the 12 months period ended 30th June, 2012, on the Bombay Stock Exchange Limited and National Stock Exchange of India Limited

Month	JIK Share price data [BSE]		BSE Sensex		Volume of Share Traded
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)	
2011 Jul	8.33	7.00	19131.70	18131.86	146741
Aug	7.81	6.00	18440.07	15765.53	86858
Sept	6.90	5.30	17211.80	15801.01	103321
Oct	6.54	5.00	17908.13	15745.43	95727
Nov	6.90	4.15	17702.26	15478.69	60307
Dec	5.40	3.63	17003.71	15135.86	69416
2012 Jan	6.08	3.80	17258.97	15358.02	94780
Feb	6.44	5.04	18523.78	17061.55	94047
Mar	5.95	4.42	18040.69	16920.61	96929
Apr	6.20	4.40	17664.10	17010.16	59906
May	6.10	4.15	17432.33	15809.71	45097
Jun	4.95	4.14	17448.48	15748.98	48092

Month	JIK Share price data [NSE]		NSE Nifty		Volume of Share Traded
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)	
2011 Jul	8.45	6.95	5740.40	5453.95	107341
Aug	7.45	5.50	5551.90	4720.00	85730
Sept	7.20	5.60	5169.25	4758.85	84424
Oct	6.45	5.05	5399.70	4728.30	69303
Nov	6.90	4.45	5326.45	4639.10	62124
Dec	5.65	3.65	5099.25	4531.15	82534
2012 Jan	6.15	3.85	5217.00	4588.05	59253
Feb	5.90	4.75	5629.95	5159.00	79225
Mar	5.95	4.25	5499.40	5135.95	41806
Apr	5.40	4.30	5378.75	5154.30	43967
May	5.00	4.05	5279.60	4788.95	38476
Jun	5.05	3.80	5286.25	4770.35	35242

11.7 Share Price History

Source: BSE			
Year	High	Low	
1995	63.00	30.00	<p>Note:</p> <p>i. Face Value of the Equity Share of the Company was Rs. 10/- up to 28th November, 2000. As on Record Date 29th November, 2000, Share Capital of the Company was sub-divided viz. One Equity Share of face value of Rs. 10/- each sub-divided in Ten Equity Shares of Rs. 1/- each.</p> <p>ii. As on Record Date 14th February, 2007, Share Capital of the Company was consolidated viz. Ten Equity Shares of face value of Rs. 1/- each became One Equity Share of Rs.10/- each.</p> <p>iii. Pursuant to Hon'ble BIFR Orders, Paid up share Capital of the Company reduced in the ratio 10:1 as on Record Date 10th October, 2008.</p>
1996	107.75	45.00	
1997	180.00	101.25	
1998	230.00	150.00	
1999	320.00	223.00	
2000 November (F.V. Rs. 10/-)	412.00	-	
2000 December (F.V. Rs. 1/-)	-	35.00	
2001(F.V. Rs. 1/-)	41.80	29.70	
2002	44.95	21.30	
2003	37.60	12.34	
2004	14.99	1.80	
2005	5.16	1.98	
2006	3.06	1.90	
2007 January (F.V. 1/-)	-	1.22	
2007 March (F.V. 10/-)	20.95	-	
2008	19.60	2.79	
2009	26.30	6.41	
2010	22.40	9.40	
2011	13.83	3.63	
2012	6.44	3.80	

11.8 Distribution of shareholding as on 30th June, 2012

Range	No. of holders	% of holders	Total Share	% of Share holding
Up to 100	10752	70.03	370261	0.51
101 to 200	1489	9.70	235103	0.32
201 to 500	1344	8.75	491460	0.68
501 to 1000	750	4.88	623500	0.86
1,001 to 5,000	784	5.11	1809885	2.49
5,001 to 10,000	100	0.65	703444	0.97
10001 to 1,00,000	99	0.64	2524176	3.47
1,00,001 & above	36	0.23	65883122	90.70
Total	15354	100.00	72640951	100.00

11.9 Shareholding pattern as on 30th June, 2012

Sr. No.	Category of Shareholder	No. of Shares	Percentage
1	Promoters & Associates	33160697	45.650
2	Financial Institutions / Banks / Insurance / Mutual Funds	531367	0.731
3	NRI/OCB	161276	0.222
4	Private Corporate Bodies	19982066	27.508
5	Indian Public	18805545	25.888
	Total	72640951	100.00

11.10 Pledge of Shares of Promoters & Promoter Group as on 30th June, 2012

Sr. No	Category of Shareholder	No. of Shares	Percentage
1	Promoter & Promoters Group	30575	0.04

12.1 Details of complaints / queries received and redressed during 1st July, 2011 to 30th June, 2012

Number of shareholders complaints / queries received	5
Number of shareholders complaints / queries redressed	5
Number of shareholders complaints / queries pending	NIL

12.2 Registrars and transfer agents

In compliance of SEBI requirements, Sharex Dynamic (India) Private Limited has been appointed the Registrar and Share Transfer Agent of the Company who handles share transfer work in Physical as well as Electronic Form and other related activities at the following address:

Sharex Dynamic (India) Private Limited

Unit No. 1, Luthra Industrial Premises,

Andheri –Kurla Road, Safed Pool,

Andheri (East), Mumbai- 400072.

Tel. Nos. 022-2851 5606/5644 Fax No.022-2851 2885

12.3 Share Transfer System

As on 30th June, 2012, 90.47% of the equity shares of the Company are in dematerialised form. Transfer of these shares is effected through depositories without involvement of

the Company. As regards transfer of shares in physical form, the same are processed and approved on a regular basis and the certificates are returned to the shareholders within 30 days from the date of receipt (subject to the documents being valid and complete in all respects).

12.4 Dematerialization of shares

The Shares of the Company have been admitted in dematerialized form for trading by the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) under the ISIN: INE 026B01049 and they are compulsorily traded in dematerialized form.

As on 30th June, 2012, a total of 65720545 equity shares of the Company, which form 90.47% of the equity share capital, stand dematerialized.

The Company has issued 5106 equity shares with differential voting right. Such equity shares are not listed on both the stock exchanges (NSE & BSE) and in physical mode.

Due to non-implementation of Hon'ble BIFR Orders by ROC and others, e-form is pending and the matter is sub-judice before the Hon'ble Bombay High Court.

12.5 Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, conversion date and likely impact on equity

The Company has not issued any GDRs /ADRs but issued Fully Convertible Bonds as per Hon'ble BIFR Orders and as decided by the Board of Directors of the Company. The said Bonds were converted as per terms and condition during the year. Board has considered and approved cancellation of all partly paid up bonds due to pending litigation of non-implementation of Hon'ble BIFR Orders by Ministry of Corporate Affairs and others pursuant to terms and condition of issued bonds.

12.6 Location of manufacturing plant

Pada No. 3, Balkum,
Thane (West), Thane – 400 608

12.7 Investors' correspondence may be address to:

Sharex Dynamic (India) Pvt. Ltd.

Unit No. 1, Luthra Industrial Premises, Andheri –Kurla Road, Safed Pool,
Andheri (East), Mumbai- 400072.

Tel. Nos. 022-2851 5606/5644 Fax No. 022- 2851 2885

**For further assistance:
Ms. Shreya G. Sanyashi
Compliance Officer**

JIK Industries Limited

Admin. Office: 1, 2 & 3, Gundecha Chambers,
Nagindas Master Road,
Fort, Mumbai-400023

For and on behalf of the Board

**Place: Mumbai
Date: 29th August, 2012**

**R.G. Parikh
Chairman & Managing Director**

CEO CERTIFICATION

I, Rajendra G. Parikh, Chairman & Managing Director of JIK Industries Limited, to the best of my knowledge and belief hereby certify that:

- a. I have reviewed the financial statements and Cash Flow Statement for the 12 months period ended 30th June, 2012 and that to the best of our knowledge and belief;
- i. these statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
- ii. these statements together present a true and fair view of the Company's affairs are in compliance with existing Accounting Standards, applicable laws and regulations.
- b. To the best of my knowledge and belief, no transactions entered into by the Company during the 12 months period ended 30th June, 2012 are fraudulent, illegal or violate the Company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting and I have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, proper steps have been taken to rectify these deficiencies.
- i. There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and
- ii. I am not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Place: Mumbai
Date: 29th August, 2012

R.G. Parikh
Chairman & Managing Director

AUDITORS CERTIFICATE ON CLAUSE 49 COMPLIANCE

To,
The Members of
JIK Industries Limited,

We have reviewed the records concerning the Company's compliance of conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement entered into, by the Company with the Stock Exchanges, for the period ended 30th June, 2012.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for the review and the information and explanations given to us by the Company.

Based on such a review, in our opinion, the Company has complied with the conditions of Corporate Governance, as stipulated in Clause 49 of the said Listing Agreements.

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

For **MOTILAL & ASSOCIATES**
CHARTERED ACCOUNTANTS
Registration No.:106584W

Place: Mumbai
Date : 29th August,2012

(M.L.JAIN)
PROPRIETOR
MEMBERSHIP NO.: 36811

AUDITORS' REPORT

**AUDITORS' REPORT TO THE MEMBERS OF
JIK INDUSTRIES LIMITED**

1. We have audited the attached Balance Sheet of M/s **JIK INDUSTRIES LIMITED** as at June 30, 2012 and the statement of Profit and Loss for the year ended on that date, both annexed thereto. 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.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. 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. As required by the Companies (Auditors' Report) Order, 2003, as amended by Companies (Auditors' Report) (Amendment) Order, 2004, issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report as follows:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes 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 Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;

- d. In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in compliance 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 June 30, 2012 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on June 30, 2012, from being appointed as a director in terms of section 274 (1) (g) of the Companies Act, 1956.
- f. 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 manner 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 the affairs of the Company as at June 30, 2012;
 - ii) In the case of the Statement of Profit & Loss, of the Profit for the year ended on that date and
 - iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

For **MOTILAL & ASSOCIATES**
Chartered Accountants
Registration No.:106584W

Place: Mumbai
Date : August 29, 2012

Proprietor
M. No. 36811

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our report of even date

- i) In respect of its fixed assets:
 - a. The company is in the process of maintaining proper records for showing full particulars including quantitative details and situation of fixed assets.
 - b. All the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c. The Company has not disposed of any substantial part of its fixed assets so as to affect its going concern status.

- ii) In respect of inventory of raw material, stores and operating supplies:
 - a. The inventory has been physically verified during the period by the management. In our opinion, the frequency of verification is reasonable.
 - b. The procedures of the physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c. The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stock and the book records have been appropriately dealt with in the books of account.

- iii) In respect of the loans, secured or unsecured, given/taken by the company from companies, firms or other parties covered in the register maintained u/s. 301 of the Companies Act, 1956.
 - a. At the year end, the outstanding balance of such loans aggregated Rs.2,90,53,949/- and maximum amount outstanding during the period amounted to Rs. 3,16,20,975/-.
 - b. The terms and conditions of such loans are, in our opinion, prima facie, not prejudicial to the interest of the company.
 - c. The repayment of principal amounts and interest during the period has been as per stipulation.
 - d. There are no overdue amounts outstanding at the period-end.

- 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 purchase of inventory, fixed assets and with regards to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control.

- v) In respect of transactions entered in the register maintained in pursuance of section 301 of the Companies Act, 1956;
 - a. To the best of our knowledge and belief and according to the information and explanations given to us, transactions that needed to be entered into the register have been so entered.
 - b. According to the information and explanations given to us, the transactions made in pursuance of contract or arrangements with parties during the period have been made at prices which are reasonable having regard to prevailing market prices at that time.
- vi) In our opinion and according to the information and explanations given to us the company has not accepted deposits in terms of the provisions of section 58A and 58AA or any other relevant provisions of the Act and the rules framed there under.
- vii) We are informed that the company is in the process of appointing a firm of chartered accountants to take care of internal audit.
- viii) We have broadly reviewed the books of account 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 in respect of its products and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of the accounts and records with a view to determine whether these are accurate or complete.
- ix) (a) According to the information and explanations given to us the following undisputed statutory dues were outstanding as per books of accounts as at June 30, 2012, for a period of more than six months from the date they became payable are;

Name of the statute	Nature of the dues	Period to which Amount relates	Amount(In Rs.)
Sales Tax Act.	Sales Tax	2002-03	85,579
Sales Tax Act.	Sales Tax	2003-04	1,475,888
Sales Tax Act.	Sales Tax	2004-05	844,650
Sales Tax Act.	Sales Tax	2005-06	216,607

(b) According to the records of the Company, the dues of Income Tax which have not been deposited on account of disputes are as under:

Name of the statute	Nature of dues	Amount (In Rs)	Period which the amount relates	Forum where disputes pending
Income Tax Act	Income Tax	39,67,311	1995-96	Income Tax Appellate Tribunal, Mumbai
Income Tax Act	Income Tax	6,56,65,216	2000-01	Commissioner of Income Tax, (Appeals) Mumbai.
Income Tax Act	Income Tax	3,72,68,974	2001-02	Commissioner of Income Tax, Mumbai City II.
Income Tax Act	Income Tax	9,58,579	2002-03	Income Tax Appellate Tribunal, Mumbai

- x) The accumulated losses of the Company as at June 30, 2012 are more than fifty percent of its net worth at the year end and the Company has not incurred cash losses during the financial year and also in the immediately preceding financial period.
- xi) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions and banks. The Company has not issued debentures during the year.
- xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore the provisions of clause 4(xiii) are not applicable to the company.
- xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) are not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the company has not given any guarantee.
- xvi) In our opinion and according to the information and explanations given to us, no term loans have been obtained during the year under review.

- xvii) According to the cash flow statement and other records examined by us and the information and explanations given to us, on an overall basis, funds raised on short-term basis have, prima facie, not been used during the period for long-term investments.
- xviii) During the period, the company has made allotment of shares to parties covered in the register maintained under section 301 of the Companies Act, 1956 as per Hon'ble BIFR orders.
- xix) The company has not issued Debentures during the year and hence the provisions of clause 4(xix) are not applicable to the company.
- xx) In our opinion and according to the information and explanations given to us, the company has not raised any money by public issue during the year covered by our report except private placement of shares.
- xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For **MOTILAL & ASSOCIATES**
Chartered Accountants
Registration No.:106584W

Place: Mumbai
Date : August 29, 2012

(M.L.JAIN)
Proprietor
M. No. 36811

BALANCE SHEET AS AT 30TH JUNE, 2012

	Note No.	As at 30.06.2012	(Rupees) As at 30.06.2011
I EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	1	726,409,510.00	624,450,510.00
(b) Reserves and surplus	2	<u>386,521,849.46</u>	<u>306,899,351.83</u>
		<u>1,112,931,359.46</u>	<u>931,349,861.83</u>
(2) Non-current liabilities			
(a) Long-term borrowings	3	3,917,686.00	198,625,161.00
(b) Other long term liabilities	4	-	-
(c) Long term provisions	5	<u>290,669.00</u>	<u>257,811.00</u>
		<u>4,208,355.00</u>	<u>198,882,972.00</u>
(3) Current liabilities			
(a) Short-Term borrowings	6	29,053,949.00	5,100,000.00
(b) Trade payables	7	702,248.57	478,667.77
(c) Other current liabilities	8	<u>5,700,823.51</u>	<u>4,123,760.78</u>
		<u>35,457,021.08</u>	<u>9,702,428.55</u>
		<u>1,152,596,735.54</u>	<u>1,139,935,262.38</u>
II ASSETS			
Non-current assets			
(1) (a) Fixed assets	9	42,372,978.83	47,220,516.83
(b) Non-current investments	10	240,324,000.00	240,324,000.00
(c) Deferred tax assets (net)	11	68,000,848.00	67,377,891.00
(d) Long-term loans and advances	12	<u>541,279,341.00</u>	<u>541,536,453.00</u>
		<u>891,977,167.83</u>	<u>896,458,860.83</u>
(2) Current assets			
(a) Inventories	13	7,344,189.44	16,787,489.85
(b) Trade receivables	14	251,517,330.70	225,825,018.10
(c) Cash and cash equivalents	15	1,384,183.57	484,283.60
(d) Short-term loans and advances	16	<u>373,864.00</u>	<u>379,610.00</u>
		<u>260,619,567.71</u>	<u>243,476,401.55</u>
		<u>1,152,596,735.54</u>	<u>1,139,935,262.38</u>

Summary of Significant Accounting Policies 24

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

AS PER OUR REPORT OF EVEN DATE

For MOTILAL & ASSOCIATES

Chartered Accountants
Registration No.:106584W

M.L. JAIN

Proprietor

M. No. 36811

Place: Mumbai

Dated: August 29, 2012

FOR AND ON BEHALF OF THE BOARD

R.G.PARIKH

Chairman &
Managing Director

S. C. GURAV

Director

S.G. SANYASHI

Company
Secretary

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 30TH JUNE, 2012

		<i>(Rupees)</i>	
		Year ended 30.06.2012	Year ended 30.06.2011
I	REVENUE		
	Revenue from operations (Gross)	269,831,006.06	498,556,925.89
	Other Income	10,700,000.00	-
	Total Revenue	<u>280,531,006.06</u>	<u>498,556,925.89</u>
II	EXPENDITURE		
	Cost of materials consumed	431,149.50	678,525.00
	Purchases of Stock-in-Trade	242,610,341.89	441,856,822.63
	Changes in inventories of Finished Goods, Work-in-Progress & Stock-in-Trade	9,012,150.91	(7,257,405.54)
	Employee benefits expenses	4,115,345.00	5,583,558.00
	Finance Cost	-	-
	Depreciation and amortization expenses	4,847,538.00	6,054,149.00
	Other Expenses	5,514,940.13	8,502,027.83
	Total Expenditure	<u>266,531,465.43</u>	<u>455,417,676.92</u>
III	Profit/(Loss) before exceptional & extraordinary items & tax	13,999,540.63	43,139,248.97
	Exceptional items	-	-
	Profit before extraordinary Items and tax	<u>13,999,540.63</u>	<u>43,139,248.97</u>
	Extraordinary Items	-	-
IV	Profit before tax	<u>13,999,540.63</u>	<u>43,139,248.97</u>
	Tax expenses	-	-
	(1) Current tax	-	-
	(2) Deferred tax	(622,957.00)	(10,472,873.00)
V	Profit for the year	<u>14,622,497.63</u>	<u>53,612,121.97</u>
	Earning per equity share		
	Equity Shares - (Basic)	0.21	1.42
	'A' Equity Shares - (Basic)	0.29	1.05
	Equity Shares - (Diluted)	0.21	0.91
	'A' Equity Shares - (Diluted)	0.29	1.05

Summary of Significant Accounting Policies 24

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

AS PER OUR REPORT OF EVEN DATE

For MOTILAL & ASSOCIATES

Chartered Accountants

Registration No.:106584W

M.L. JAIN

Proprietor

M. No. 36811

Place: Mumbai

Dated: August 29, 2012

FOR AND ON BEHALF OF THE BOARD

R.G.PARIKH

Chairman &
Managing Director

S. C. GURAV

Director

S.G. SANYASHI

Company
Secretary

Notes Forming Part of the Financial Statements

Note 1 - Share Capital

	As at 30.06.2012	(Rupees) As at 30.06.2011
Authorised		
156,900,000 Equity Shares Of Rs.10/- Each	1,569,000,000.00	1,569,000,000.00
100,000 'A' Ordinary Equity Shares Of Rs. 10/- Each	1,000,000.00	1,000,000.00
	<u>1,570,000,000.00</u>	<u>1,570,000,000.00</u>
Issued, Subscribed & Paid Up :		
72,635,845 Equity Shares Of Rs.10/- Each Fully Paid Up (Previous Period 62,439,945 Equity Shares Of Rs.10/- Each Fully Paid Up)	726,358,450.00	624,399,450.00
5106 'A' Ordinary Equity Shares Of Rs 10/- Each Fully Paid Up (Previous Period 5106 'A' Ordinary Equity Shares Of Rs 10/- Each Fully Paid Up)	51,060.00	51,060.00
	<u>726,409,510.00</u>	<u>624,450,510.00</u>

Notes:

a. Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period:

Equity Shares:

At the beginning of the period	624,399,450.00	287,349,450.00
Issued during the period	101,959,000.00	337,050,000.00
Outstanding at the end of the period	<u>726,358,450.00</u>	<u>624,399,450.00</u>

'A' Ordinary Equity Shares

At the beginning of the period	51,060.00	51,060.00
Issued during the period	-	-
Outstanding at the end of the period	<u>51,060.00</u>	<u>51,060.00</u>

b. Rights, preferences and restrictions attached to the shares

Equity Shares have at par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per-share.

- 'A' Ordinary Equity Shares have at par value of Rs 10/- per share. These shares have differential voting rights viz. 1 vote for every 10 shares held excluding fractions, if any.

c. Details of shareholders holding more than 5% shares in the Company

Name of Shareholder	As at 30.06.2012		As at 30.06.2011	
	No. of Shares	% Holding	No. of Shares	% Holding
Mr. Rajendra G. Parikh	18,113,103	24.94	15,917,203	25.49
Korpus Financial Services Pvt Ltd	11,500,000	15.83	10,000,000	16.01
Jagruti Securities Ltd	3,500,000	4.82	3,500,000	5.60

	<u>As at</u> 30.06.2012	<u>As at</u> 30.06.2011
Note 2 - Reserves & Surplus		
(a) Shares/Securities Premium		
As per last Balance Sheet	755,685,087.18	620,685,087.18
Add : Received during the year	65,000,000.00	135,000,000.00
	<u>820,685,087.18</u>	<u>755,685,087.18</u>
(b) Capital Reserve	4,980,910.00	4,980,910.00
(c) Capital Redemption Reserve	128,456,000.00	128,456,000.00
(d) Share Forfeiture	438,000.00	438,000.00
(e) State Subsidy	3,250,000.00	3,250,000.00
(f) General Reserve	8,255,859.00	8,255,859.00
(g) Surplus/(Deficit) in the statement of Profit & Loss		
As per last Balance Sheet	(594,166,504.35)	(647,778,626.32)
Add : Profit for the year	14,622,497.63	53,612,121.97
	<u>(579,544,006.72)</u>	<u>(594,166,504.35)</u>
	<u>386,521,849.46</u>	<u>306,899,351.83</u>

Note 3 - Long-Term Borrowings

Unsecured Loans

Fully Convertible Bonds		- 194,707,475.00
Interest Free Sales Tax Loan:		
(a) Development Corporation of Kokan Ltd	1,536,224.00	1,536,224.00
(b) Sales Tax Deferment Loan	2,381,462.00	2,381,462.00
	<u>3,917,686.00</u>	<u>198,625,161.00</u>

	As at 30.06.2012	As at 30.06.2011
Note 4 - Other Long Term Liabilities	-	-
	-	-
Note 5 - Long Term Provisions		
Gratuity Payable	290,669.00	257,811.00
	290,669.00	257,811.00
Note 6 - Short Term Borrowings		
Loan From Related Party	29,053,949.00	5,100,000.00
	29,053,949.00	5,100,000.00
Note 7 - Trade Payables		
Sundry Creditors for Goods	702,248.57	478,667.77
	702,248.57	478,667.77
Note 8 - Other Current Liabilities		
Statutory Liabilities	3,256,224.00	3,284,608.00
Advance From Customers	1,299,965.53	10,214.53
Creditors for Expenses	1,144,633.98	828,938.25
	5,700,823.51	4,123,760.78
Note 9 - Fixed Assets		

(Rupees)

Particulars	Gross Block			Depreciation			Net Block	
	As at 30-06-2011 (Rs)	Additions/ Adjustments (Rs)	As at 30-06-2012 (Rs)	Up-to 30-06-2011 (Rs)	For The Year (Rs)	As at 30-06-2012 (Rs)	As at 30-06-2012 (Rs)	As at 30-06-2011 (Rs)
Tangible Assets								
Land & Site Development	6,204,865.81	-	6,204,865.81	5,576,615.81	-	5,576,615.81	628,250.00	628,250.00
Factory Building	16,079,088.46	-	16,079,088.46	16,079,088.46	-	16,079,088.46	-	-
Plant & Machinery	118,558,017.28	-	118,558,017.28	82,115,557.28	3,274,687.00	85,390,244.28	33,167,773.00	36,442,460.00
Laboratory Equipment	381,847.10	-	381,847.10	247,222.10	17,036.00	264,258.10	117,589.00	134,625.00
Moulds	8,383,621.32	-	8,383,621.32	8,377,276.32	5,651.00	8,382,927.32	694.00	6,345.00
Electrical Installations	11,597,791.28	-	11,597,791.28	7,059,640.11	551,989.00	7,611,629.11	3,986,162.17	4,538,151.17
Air Conditioner	654,091.86	-	654,091.86	379,223.86	31,154.00	410,377.86	243,714.00	274,868.00
Computer	7,590,536.76	-	7,590,536.76	7,348,821.76	55,275.00	7,404,096.76	186,440.00	241,715.00
Office Equipment	1,340,687.47	-	1,340,687.47	780,205.47	62,746.00	842,951.47	497,736.00	560,482.00
Vehicle	2,049,843.07	-	2,049,843.07	2,049,843.07	-	2,049,843.07	-	-
Furniture & Fixtures	13,716,622.09	-	13,716,622.09	9,323,001.43	849,000.00	10,172,001.43	3,544,620.66	4,393,620.66
Total	186,557,012.50	-	186,557,012.50	139,336,495.67	4,847,538.00	144,184,033.67	42,372,978.83	47,220,516.83
Previous Year	186,369,482.50	187,530.00	186,557,012.50	133,282,346.67	6,054,149.00	139,336,495.67	47,220,516.83	53,087,135.83

Note 10 - Non-current investments	As at	As at
Non-Trade Long Term Investments in Equity	<u>30.06.2012</u>	<u>30.06.2011</u>
Unquoted (at cost)		
The Malad Sahakari Bank Ltd	49,000.00	49,000.00
4900 (4900) Equity Shares of Rs.10/-each		
<i>Subsidiary Companies</i>		
Shah Pratap Industries Pvt.Ltd	25,525,000.00	25,525,000.00
10210 (10210) Equity Shares of Rs.100/-each		
Glassworks Trading Pvt.Ltd	1,000,000.00	1,000,000.00
100000 (100000) Equity Shares of Rs.10/-each		
I.A & I.C. Pvt.Ltd	213,750,000.00	213,750,000.00
855000 (855000) Equity Shares of Rs.10/-each		
	<u>240,324,000.00</u>	<u>240,324,000.00</u>

Note 11 - Deferred tax assets (net)

Deferred tax assets

Unabsorbed losses / depreciation	73,777,153.00	73,777,153.00
Disallowances	998,111.00	1,013,422.00
Total (A)	<u>74,775,264.00</u>	<u>74,790,575.00</u>

Deferred tax liabilities

Difference between book and tax depreciation	6,774,416.00	7,412,684.00
Total (B)	<u>6,774,416.00</u>	<u>7,412,684.00</u>
(A-B)	<u>68,000,848.00</u>	<u>67,377,891.00</u>

Notes:

In compliance with the Accounting Standard - 22 "Accounting for taxes on Income" issued by The Institute of Chartered Accountants of India, the Dererred tax asset/liability (net) accruing during the current year Rs. 6,22,957/- (Previous period Rs 1,04,72,873/-) has been shown in the statement of Profit and Loss.

Note 12 - Long-Term Loans and Advances

Capital Advances	51,645,246.47	51,645,246.47
To Subsidiaries	438,881,861.00	440,230,771.00
Deposits	135,053.00	135,553.00
Advances to employees	121,073.00	121,073.00
Other Loans and Advances	44,505,812.00	44,593,726.00
Balance with Statutory / Government Authorities	5,990,295.53	4,810,083.53
	<u>541,279,341.00</u>	<u>541,536,453.00</u>

Note 13 - Inventories

	As at	As at
	30.06.2012	30.06.2011
1. Raw Materials	911,140.75	1,342,290.25
2. Work-In-Process	81,624.00	349,379.50
3. Finished Goods	6,035,576.69	14,779,972.10
4. Stores, Spares & Consumables	8,230.00	8,230.00
5. Pots	307,618.00	307,618.00
	<u>7,344,189.44</u>	<u>16,787,489.85</u>

Note 14 - Trade Receivables

(Unsecured)

Outstanding For More Than Six Months	172,429,192.60	17,186,197.00
Others	78,672,409.10	208,455,716.10

(Unsecured, Considered Doubtful)

Outstanding For More Than Six Months	415,729.00	183,105.00
Others	-	-

	<u>251,517,330.70</u>	<u>225,825,018.10</u>
--	------------------------------	------------------------------

Note 15 - Cash and Cash Equivalents

Cash on hand	1,154,399.21	217,575.81
Balance with banks	229,784.36	266,707.79
	<u>1,384,183.57</u>	<u>484,283.60</u>

Note 16 - Short-term loans and advances

Prepaid Expenses	373,864.00	374,610.00
Advance to Supplier	-	5,000.00
	<u>373,864.00</u>	<u>379,610.00</u>

Note 17 - Other Income

Service Charges	10,700,000.00	-
	<u>10,700,000.00</u>	<u>-</u>

Note 18 - Cost of materials consumed

Inventory at the beginning of period	1,342,290.25	2,020,815.25
Add : Purchases	-	-
	<u>1,342,290.25</u>	<u>2,020,815.25</u>
Less : Inventory at the end of the period	911,140.75	1,342,290.25
Cost of Material Consumed	<u>431,149.50</u>	<u>678,525.00</u>

	As at	As at
	<u>30.06.2012</u>	<u>30.06.2011</u>
Note 19 - Purchases of Stock-in-Trade		
Purchases	<u>242,610,341.89</u>	<u>441,856,822.63</u>
	<u>242,610,341.89</u>	<u>441,856,822.63</u>
 Note 20 - Changes in inventories of Finished Goods, Work-in-Progress & Stock-in-Trade		
Inventories at the end of the period		
Finished Goods	6,035,576.69	14,779,972.10
Work-In-Progress	<u>81,624.00</u>	<u>349,379.50</u>
	<u>6,117,200.69</u>	<u>15,129,351.60</u>
Inventories at the beginning of the period		
Finished Goods	14,779,972.10	7,727,154.06
Work-In-Progress	<u>349,379.50</u>	<u>144,792.00</u>
	<u>15,129,351.60</u>	<u>7,871,946.06</u>
(Increase)/Decrease in Stock	<u>9,012,150.91</u>	<u>(7,257,405.54)</u>
 Note 21 - Employee Benefits Expenses		
(a) Salaries & Wages and Bonus	3,992,588.00	5,308,257.00
(b) Contribution to Provident & other Funds	84,913.00	137,919.00
(c) Gratuity	32,858.00	127,965.00
(d) Staff welfare Expenses	<u>4,986.00</u>	<u>9,417.00</u>
	<u>4,115,345.00</u>	<u>5,583,558.00</u>
 Note 22 - Finance Costs		
Interest Paid	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

	As at 30.06.2012	As at 30.06.2011
Note 23 - Other Expenses		
Rent,Rates & Taxes	228,000.00	285,000.00
Conveyance	34,014.00	56,907.50
Printing & Stationery	296,308.00	371,924.00
Postage & Courier Service Charges	179,381.00	159,794.00
Membership,Subscription,Periodicals & Registration	15,496.00	43,655.00
Telephone,Telex & Fax Charges	208,970.11	266,419.68
Travelling Expenses	69,189.00	178,942.07
Foreign Travel Expenses	-	139,835.77
Directors Remuneration/Sitting Fees	1,200,000.00	1,500,000.00
Advertisement & Publicity	93,653.00	280,846.00
Bank Charges	38,544.17	47,365.70
Insurance Charges	24,497.00	30,509.00
Business Promotion & Entertainment	33,137.00	77,049.04
Transportation,Clearing & Forwarding Charges	2,480.00	118,730.66
Electricity Charges	284,475.00	337,477.00
Power & Fuel Charges	343,430.81	341,842.00
Packing Materials, Stores,Spares & Consumables	4,827.38	49,550.56
Value Added Tax	278,729.00	651,864.00
Repairs,Maintenance & Operating Expenses	55,678.00	65,784.50
Miscellaneous Expenses	414,684.00	274,282.85
Donations	-	7,500.00
Service/Processing Charges	455,268.60	539,397.00
Auditor's Remuneration	168,540.00	225,563.50
Computer Expenses/Software Charges	36,473.00	30,764.00
Sundry Balances Written Off/Back	(0.94)	(140,587.00)
Legal,Professional & Consultancy Charges	1,049,166.00	2,561,611.00
	<u>5,514,940.13</u>	<u>8,502,027.83</u>

Note 24 - Notes for Financial Statements for the year ended 30th June 2012

A. Significant Accounting Policies:

1. Basis of Accounting:

The financial statements have been prepared under the historical cost convention on an accrual system based on principle of going concern and are in accordance with the generally accepted accounting principles and the accounting standards referred to in section 211(3C) of the Companies Act, 1956.

2. Fixed Assets:

Fixed assets are capitalized at cost inclusive of freight, duties, taxes, insurance, installation and net of cenvat credit and VAT set off.

3. Depreciation:

Depreciation on fixed assets for own use has been provided based on straight-line method and at the rates prescribed by Schedule XIV of the Companies Act, 1956. Depreciation on assets added/disposed off during the period is provided on pro-rata basis from the date of addition or up to the date of disposal, as applicable. Depreciation on building constructed on lease hold land is provided over the lease Period. Cost of improvements to land and building taken on lease are amortized over the remaining lease period.

4. Impairment of Assets:

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of profit and loss and carrying amount of the asset is reduced to its recoverable amount.

Reversal of impairment losses recognized in the prior years is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased.

5. Investments:

Long Term Investments are stated at cost except that there is permanent diminution in value of the said investment as required by AS-13.

6. Inventory:

- a) Raw materials are valued at cost or net realizable value which ever is lower as per FIFO method followed.
- b) Work-in-process is valued at estimated cost (including factory over-heads and depreciation)
- c) Manufactured finished goods are valued at lower of estimated cost (including factory overheads and depreciation) or net realizable value as per FIFO method followed.

- d) Traded goods are valued at lower of cost or net realizable value as per FIFO method followed.
- e) Re-usable waste generated on conversion of defective or damaged or obsolete stocks are valued at estimated material cost.

7. Purchases And Sales:

- a) Purchases are recorded net of cenvat credit.
- b) Sales are recognized at the time of dispatches and include excise duty, VAT and are net of returns. In case of export sales, revenue is recognized as on the date of bill of lading, being the effective date of dispatch.

8. Taxation:

Income tax expense comprises current tax, deferred tax charge or release and charge on account of fringe benefit tax. The deferred tax charge or credit is recognized using substantially enacted rates. In the case of unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only to the extent there is virtual certainty or realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed as at each Balance Sheet date to reassess realization.

9. Retirement Benefits:

Provisions for/contributions to retirement benefits schemes are made as follows;

- a) Provident fund on actual liability basis.
- b) Gratuity based on actuarial valuation done as at the reporting date.

10. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statement except where virtual certainty is there.

11. Use of Estimates:

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reported Period. Difference between the actual results and estimates are recognized in the Period in which the results and estimates are recognized in the Period in which the results are known or materialize.

12. Provisioning/Write-off of Doubtful Debts:

Unrealizable Debts and Sundry balances has been written-off to present true and fair view of the Management and as per the policy adopted by the Management of the company in the previous years.

B. Notes On Accounts:

1) Contingent Liabilities not provided for:	Current Year	Previous Period
a) Disputed Income Tax Demand	107,860,080	107,860,080
b) Other Matters	782,500	272,300

- 2) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs.243.55 lakhs (Previous Period Rs.243.55 lakhs).
- 3) The closing stock is as per the inventory taken, valued and certified by the management.
- 4) In the opinion of the management, the current assets, loans and advances have the values on realization in the ordinary course of business at least equal to the amounts at which they are stated in the balance sheet except the trade receivables and loans and advances which falls under management's policy for bad and doubtful debts as taken in the previous years.
- 5) Debit and Credit balances are subject to confirmation and reconciliation.
- 6) There are no dues to Micro, Small & Medium Enterprises as at Balance Sheet date and no interest has been paid to any such parties. This is based on the information on such parties having been identified on the basis of information available with the Company and relied upon by the auditors.
- 7) The Company has made provision for gratuity for the period under review as certified by M/s. VHV Finance & Consultancy Services.
- 8) Related Parties Disclosures
 - i) Relationships:
 - (a) Subsidiary Companies:
 - I. A. & I. C. Pvt. Limited (IAIC)
 - Shah Pratap Industries Pvt. Limited (SPIL)
 - Glassworks Trading Pvt. Limited (GTPL)
 - IRIS Trading FZE (ITF) (Subsidiary of GTPL)
 - (b) Key Management Personnel: (KMP)
Shri. Rajendra G. Parikh (RGP)
 - (c) Relatives of Key Management Personnel and entities in which key Management Personnel are interested, where transactions have taken place:
M/s. Share Bazar House. (SBH)
M/s. Korpus Financial Services Pvt. Limited (KFSPL)

Note: Related party relationship is identified by the Company and relied upon by the auditors.

ii) Details of Transactions with Related Parties:
(figures in bracket pertains to previous Period).

Sr. No.	Nature of Transaction	Subsidiaries			KMP	Relatives of KMP
		IAIC	SPIL	GTPL	RGP	SBH
1.	Rent Paid	Nil (Nil)	Nil (Nil)	Nil (Nil)	1,20,000 (1,50,000)	1,08,000 (1,35,000)
2.	Loans & Advances Receivable/(-) Payable by company	40,00,08,598 (40,15,46,508)	3,75,87,250 (3,73,99,250)	12,86,013 (12,85,013)	-2,90,53,949 (-51,00,000)	Nil (Nil)
3.	Directors Remuneration	-	-	-	12,00,000 (15,00,000)	-

9) The amount due from subsidiary companies and the maximum amount due from them at any time during the Period (figures in bracket pertains to previous Period).

Name of the company	Amount Due on June 30, 2012	Maximum Amount Due
a) I. A. & I. C. Pvt. Limited	40,00,08,598 (40,15,46,508)	40,60,41,508 (40,17,00,754)
b) Shah Pratap Industries Pvt. Limited	3,75,87,250 (3,73,99,250)	3,76,82,250 (3,73,99,250)
c) Glassworks Trading Pvt. Limited	12,86,013 (12,85,013)	12,86,013 (12,85,013)

10) Earning per Share:

(A) Basic	June 30, 2012	June 30, 2011
a. Net Profit/(Loss) After Tax before Extraordinary item	14,622,498	53,612,122
b. Weighted average Number of Equity Shares	70,331,695	37,777,609
c. Weighted average Number of 'A' Ordinary Equity Shares	5,106	5,106
d. Share of Profit/(Loss) for Equity Shares	14,621,036	53,606,761
e. Share of Profit/(Loss) for 'A' Ordinary Equity Shares	1,462	5,361
f. Basic Earning Per Equity Share in Rupees (FV Rs.10/-) (d/b)	0.21	1.42
g. Basic Earning Per 'A' Ordinary Equity Share in Rupees (FV Rs.10/-) (e/c)	0.29	1.05

(B) Diluted	June 30, 2012	June 30, 2011
a. Net Profit/(Loss) After Tax before Extraordinary item	14,622,498	53,612,122
b. Weighted average Number of Dilutive Potential Equity Shares	0	21,295,000
c. Weighted average Number of Dilutive 'A' Ordinary Equity Shares	5,106	5,106
d. Agreegate of A (b) & B (b)	70,331,695	59,072,609
e. Share of Profit/(Loss) for Potential Equity Shares	14,621,036	53,606,761
f. Share of Profit/(Loss) for 'A' Ordinary Equity Shares	1,462	5,361
g. Diluted Earning Per Equity Share in Rupees (FV Rs.10/-) (e/d)	0.21	0.91
h. Diluted Earning Per 'A' Ordinary Equity Share in Rupees (FV Rs.10/-) (f/c)	0.29	1.05

11) The Company operates in one segment i.e. crystal, glass and allied products hence no separate disclosure of segment-wise information has been made as per Accounting Standards (AS-17) Segment Reporting issued by the Institute of Chartered Accountants of India.

	Current Year (Rupees)	Previous Period (Rupees)
12) Expenditure in foreign currency: (on payment basis) (net of tax, where applicable)		
a) Travelling	—	1,10,187
13) Value of Imported & indigenous material consumed:		
	%	%
Raw Materials:		
Indigenous	—	—
Imported	4,31,150	6,78,525
	4,31,150	6,78,525
14) Auditors Remunerations (including Service tax, where applicable)		
a) Audit fees	168,540	206,813
b) Certification & tax matters, etc.	—	18,751
15) Hon'ble BIFR has given order to The New India Assurance Co Ltd to settle the insurance claim filed by the Company due to fire at Chemical Waste Recycling Plant at Vijaygad, Tal. Wada. Further, the Company has filed a petition in Hon'ble Bombay High Court against the insurance company.		

- 16) Board for Industrial and Financial Reconstruction (BIFR) has sanctioned the Rehabilitation Scheme of the company in terms of Section 19 (3) read with Section 18 (4) of SICA having scheme period 2008-2017.
- 17) The Hon'ble BIFR in its sanctioned Rehabilitation Scheme has directed the Income Tax Authorities to grant relief u/s. 115JB and other reliefs under the Income Tax Act, 1961 to the Company. In view of this the Company has not made provision for taxation u/s. 115JB of the said Act.
- 18) The Company has received order from Government of Maharashtra dated February 7, 2012 by which the Company has been declared "Relief Undertaking" for one year from that date.
- 19) Respective e-forms with ROC are pending due to pending litigation of non implementation of Hon'ble BIFR orders by Ministry of Corporate Affairs & Others.
- 20) Pursuant to the Notification No.447 (E) dated February 28,2011 and Notification No.653 (E) dated March 30, 2011, issued by the Ministry of Corporate Affairs, the Company has prepared its financial statements for the year ended March 31, 2012 as per revised schedules VI to the Companies Act, 1956. Accordingly, the previous year's figures have been regrouped / reclassified, wherever required to align the financial statements to the revised format.

The accompanying notes are an integral part of the financial statements

FOR MOTILAL & ASSOCIATES
Chartered Accountants
Registration No.:106584W

For and on behalf of Board

(M.L. JAIN)
Proprietor
M. No. 36811

R. G. PARIKH
Chairman &
Managing Director

S. C. GURAV
Director

S.G. SANYASHI
Company
Secretary

Place: Mumbai
Dated: August 29, 2012

Cash Flow statement for the period ended June 30, 2012 pursuant to clause 32 of the listing agreement.

	Period ended	(Rupees) Period ended
	30.06.2012	30.06.2011
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) Before Tax and Extra-ordinary Items	13,999,541	43,139,249
Adjustment for :		
Interest & Finance Charges (Net)	-	-
Depreciation	<u>4,847,538</u>	<u>6,054,149</u>
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>18,847,079</u>	<u>49,193,398</u>
Adjustments for:		
Trade Receivables, Loans & Advances	(25,429,455)	(545,943,394)
Inventories	9,443,300	(6,577,246)
Trade Payables & Other Liabilities	<u>25,787,451</u>	<u>(582,137)</u>
CASH USED FOR OPERATING ACTIVITIES	<u>28,648,375</u>	<u>(503,909,378)</u>
Prior Period and Extra-ordinary Item	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	<u>28,648,375</u>	<u>(503,909,378)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital W.I.P/Advance for Capital Items & Pre-operative Expenses	-	20,974,816.00
Purchase of Fixed Assets (Net)	-	(187,530)
Purchase of Investments	-	-
NET CASH FROM /(USED) IN INVESTING ACTIVITIES	<u>-</u>	<u>20,787,286</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Equity share capital/Share Application Money	101,959,000	337,050,000
Additions to Shares Premium	65,000,000	135,000,000
Secured/Unsecured Loans	(194,707,475)	10,501,579
Interest & Financing Charges (Net)	-	-
NET CASH FROM/(USED) IN FINANCING ACTIVITIES	<u>(27,748,475)</u>	<u>482,551,579</u>
NET INCREASE/(DECREASE) IN CASH OR CASH EQUIVALENTS	<u>899,900</u>	<u>(570,513)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	<u>484,284</u>	<u>1,054,797</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>1,384,184</u>	<u>484,284</u>

Note : Figures for the previous period are regrouped wherever considered necessary.

FOR AND ON BEHALF OF THE BOARD

R.G.PARIKH

Chairman & Managing Director

S. C. GURAV

Director

S.G. SANYASHI

Company Secretary

AUDITORS CERTIFICATE

We have examined the attached cash flow statement of JIK Industries Limited for the period ended June 30, 2012. The statement has been prepared by the Company in accordance with the requirements of clause 32 of the Listing agreement with The Stock Exchanges and is based on and in agreement with the corresponding profit & loss account and balance sheet of the Company covered by our report of even date to the members of the Company.

FOR MOTILAL & ASSOCIATES

Chartered Accountants

Registration No.: 106584W

(M.L. JAIN)

Proprietor

M. No. 36811

Place: Mumbai

Dated: August 29, 2012

**Statement pursuant to Section 212 of the Companies Act 1956 relating to
Subsidiary Companies**

(Rupees in Lacs)

	Name of the subsidiary company	I.A. & I.C Pvt. Limited	Shah Pratap Industries Pvt. Limited	Glass Works Trading Pvt. Limited
1	Financial period of the subsidiary company ended on	31.03.2012	31.03.2012	31.03.2012
2	Holding Company's Interest			
	a) Number of Shares fully paid	855000	10210	100000
	b) Extent of holding	98.07%	94.54%	100.00%
3	Net aggregate of profit / (loss) of the subsidiary, so far as they concern members of the JIK Industries Limited			
	(1) for the financial period of the subsidiary			
	(a) dealt with in the accounts of the holding company	-	-	-
	(b) not dealt with in the accounts of the holding company	(1.16)	(0.09)	(5.25)*
	(2) for the previous financial years of the subsidiary since it became the holding company subsidiary			
	(a) dealt with in the accounts of the holding company	-	-	-
	(b) not dealt with in the accounts of the holding company	(1175.07)	(2.61)	(0.83)*
4	Changes in the interest of JIK Industries Limited between the end of the subsidiaries financial year and June 30, 2012.			
	No. of Shares acquired	-	-	-
5	Material changes between the end of the subsidiaries Financial Year and June 30, 2012.			
	- Fixed Assets (net additions)	-	-	-
	- Investments	-	-	-
	- Moneys lend by the subsidiary	18.33	0.95	-
	- Moneys borrowed by the subsidiary company other than for meeting current liabilities	-	-	-

(*) Includes figures of IRIS Trading FZE, a wholly owned Subsidiary of Glassworks Trading Pvt.Ltd

For and on behalf of Board

R. G. PARIKH
Chairman &
Managing Director

S. C. GURAV
Director

S.G. SANYASHI
Company
Secretary

Place: Mumbai

Dated: August 29, 2012

AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

TO THE BOARD OF DIRECTORS OF JIK INDUSTRIES LIMITED ON THE CONSOLIDATED FINANCIAL STATEMENTS OF JIK INDUSTRIES LIMITED AND ITS SUBSIDIARIES

1. We have examined the attached Consolidated Balance Sheet of **JIK INDUSTRIES LIMITED** and its subsidiaries, which together constitute “the Group”, as at June 30, 2012, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement of the Group for the year ended on that date, both annexed thereto. 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.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. 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 statements. We believe that our audit provides a reasonable basis for our opinion.
3. We have relied on Financial Statement of Subsidiaries which have been audited by other auditors whose reports have been furnished to us and our opinion, in so far as it relates to the amount included in respect of these subsidiaries, is based solely on the report of the other auditors. The figures of these subsidiaries have been incorporated on the basis of audited financial statements for the year ended March 31, 2012.
4. We report that, the consolidated financial statements have been prepared by the Company, in accordance with the requirement of Accounting Standard (AS) 21 (Consolidated Financial Statements), issued by the Institute of Chartered Accountant of India based on our audit and consideration of reports of other auditors on separate financial statements and to the best of our information and according to the explanations given to us, the consolidated financial statements give a true and fair view in conformity with the accounting principals generally accepted in India along-with the self explanatory notes to accounts.
- a. In the case of the Consolidated Balance Sheet, of the Consolidated state of the affairs of the Group as at June 30, 2012;

- b. In the case of the Consolidated Statement of Profit & Loss, 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 **MOTILAL & ASSOCIATES**
Chartered Accountants
Registration No.:106584W

(M.L.JAIN)
Proprietor
M. No. 36811

Place: Mumbai
Date : August 29, 2012

CONSOLIDATED BALANCE SHEET AS AT 30TH JUNE, 2012

	Note No.	As at 30.06.2012	(Rupees) As at 30.06.2011
I EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	1	726,409,510.00	624,450,510.00
(b) Reserves and surplus	2	<u>300,968,521.79</u>	<u>221,836,946.59</u>
		<u>1,027,378,031.79</u>	<u>846,287,456.59</u>
(2) Minority Interest		<u>1,031,934.61</u>	<u>1,034,319.46</u>
(3) Non-current liabilities			
(a) Long-term borrowings	3	5,845,596.00	198,625,161.00
(b) Other long term liabilities	4	230,000,000.00	230,000,000.00
(c) Long term provisions	5	<u>290,669.00</u>	<u>257,811.00</u>
		<u>236,136,265.00</u>	<u>428,882,972.00</u>
(4) Current liabilities			
(a) Short-Term borrowings	6	29,053,949.00	5,100,000.00
(b) Trade payables	7	702,248.57	478,667.77
(c) Other current liabilities	8	<u>5,783,142.12</u>	<u>4,312,124.78</u>
		<u>35,539,339.69</u>	<u>9,890,792.55</u>
		<u>1,300,085,571.09</u>	<u>1,286,095,540.60</u>
II ASSETS			
Non-current assets			
(1) (a) Fixed assets	9	43,259,810.66	48,188,034.66
(b) Goodwill on Consolidation		96,762,580.15	96,762,580.15
(c) Non-current investments	10	438,666,830.00	438,666,830.00
(d) Deferred tax assets (net)	11	68,000,848.00	67,377,891.00
(e) Long-term loans and advances	12	390,632,724.00	389,540,926.00
(f) Other non-current assets	13	<u>18,146.70</u>	<u>24,745.50</u>
		<u>1,037,340,939.51</u>	<u>1,040,561,007.31</u>
(2) Current assets			
(a) Inventories	14	7,344,189.44	16,787,489.85
(b) Trade receivables	15	251,517,330.70	225,825,018.10
(c) Cash and cash equivalents	16	3,269,775.99	2,334,615.34
(d) Short-term loans and advances	17	<u>613,335.45</u>	<u>587,410.00</u>
		<u>262,744,631.58</u>	<u>245,534,533.29</u>
		<u>1,300,085,571.09</u>	<u>1,286,095,540.60</u>

Summary of Significant Accounting Policies 25

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

AS PER OUR REPORT OF EVEN DATE

For MOTILAL & ASSOCIATES

Chartered Accountants
Registration No.:106584W

M.L. JAIN

Proprietor

M. No. 36811

Place: Mumbai

Dated: August 29, 2012

FOR AND ON BEHALF OF THE BOARD

R.G.PARIKH

Chairman &
Managing Director

S. C. GURAV

Director

S.G. SANYASHI

Company
Secretary

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 30TH JUNE, 2012

	Note No.	Year ended 30.06.2012	Year ended 30.06.2011
<i>(Rupees)</i>			
I REVENUE			
Revenue from operations (Gross)		269,831,006.06	498,556,925.89
Other Income	18	10,765,247.00	526,357.75
Total Revenue		<u>280,596,253.06</u>	<u>499,083,283.64</u>
II EXPENDITURE			
Cost of materials consumed	19	431,149.50	678,525.00
Purchases of Stock-in-Trade	20	242,610,341.89	441,856,822.63
Changes in inventories of Finished Goods, Work-in-Progress & Stock-in-Trade	21	9,012,150.91	(7,257,405.54)
Employee benefits expenses	22	4,115,345.00	5,583,558.00
Finance Cost	23	-	173,743.30
Depreciation and amortization expenses		4,928,224.00	6,143,847.00
Other Expenses	24	6,151,205.62	9,190,144.61
Total Expenditure		<u>267,248,416.92</u>	<u>456,369,235.00</u>
III Profit/(Loss) before exceptional & extraordinary items & tax		13,347,836.14	42,714,048.64
Exceptional items		-	-
Profit before extraordinary Items and tax		13,347,836.14	42,714,048.64
Extraordinary Items		-	100,000.00
IV Profit before tax		<u>13,347,836.14</u>	<u>42,614,048.64</u>
Tax expenses			
(1) Current tax		413.00	1,118.00
(2) Deferred tax		(622,957.00)	(10,472,873.00)
V Profit for the year(before adjustment of Minority Interest)		<u>13,970,380.14</u>	<u>53,085,803.64</u>
Minority Interest in Profit / (Loss)		(2,384.85)	(8,386.56)
VI Profit for the year		13,972,764.99	53,094,190.20
Earning per equity share			
Equity Shares - (Basic)		0.20	1.41
'A' Equity Shares - (Basic)		0.27	1.04
Equity Shares - (Diluted)		0.20	0.90
'A' Equity Shares - (Diluted)		0.27	1.04

Summary of Significant Accounting Policies 25

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

AS PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD

For MOTILAL & ASSOCIATES

Chartered Accountants
Registration No.:106584W

M.L. JAIN

Proprietor
M. No. 36811
Place: Mumbai
Dated: August 29, 2012

R.G.PARIKH

Chairman &
Managing Director

S. C. GURAV

Director

S.G. SANYASHI

Company
Secretary

Notes Forming Part of the Financial Statements

(Rupees)

Note 1 - Share Capital

	As at 30.06.2012	As at 30.06.2011
Authorised		
156,900,000 Equity Shares Of Rs.10/- Each	1,569,000,000.00	1,569,000,000.00
100,000 'A' Ordinary Equity Shares Of Rs. 10/- Each	1,000,000.00	1,000,000.00
	1,570,000,000.00	1,570,000,000.00
Issued, Subscribed & Paid Up :		
72,635,845 Equity Shares Of Rs.10/- Each Fully Paid Up (Previous Period 62,439,945 Equity Shares Of Rs.10/- Each Fully Paid Up	726,358,450.00	624,399,450.00
5106 'A' Ordinary Equity Shares Of Rs 10/- Each Fully Paid Up (Previous Period 5106 'A' Ordinary Equity Shares Of Rs 10/- Each Fully Paid Up)	51,060.00	51,060.00
	726,409,510.00	624,450,510.00

Notes:

a. Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period:

Equity Shares:

At the beginning of the period	624,399,450.00	287,349,450.00
Issued during the period	101,959,000.00	337,050,000.00
Outstanding at the end of the period	726,358,450.00	624,399,450.00

'A' Ordinary Equity Shares

At the beginning of the period	51,060.00	51,060.00
Issued during the period	-	-
Outstanding at the end of the period	51,060.00	51,060.00

b. Rights, preferences and restrictions attached to the shares

- Equity Shares have at par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per-share.
- 'A' Ordinary Equity Shares have at par value of Rs 10/- per share. These shares have differential voting rights viz. 1 vote for every 10 shares held excluding fractions, if any.

c. Details of shareholders holding more than 5% shares in the Company.

Name of Shareholder	As at 30.06.2012		As at 30.06.2011	
	No. of Shares	% Holding	No. of Shares	% Holding
Mr. Rajendra G. Parikh	18,113,103	24.94	15,917,203	25.49
Korpus Financial Services Pvt Ltd	11,500,000	15.83	10,000,000	16.01
Jagruti Securities Ltd	3,500,000	4.82	3,500,000	5.60

	As at 30.06.2012	As at 30.06.2011
Note 2 - Reserves & Surplus		
(a) Shares/Securities Premium		
As per last Balance Sheet	782,725,361.58	647,725,361.58
Add : Received during the year	65,000,000.00	135,000,000.00
	847,725,361.58	782,725,361.58
(b) Capital Reserve	4,980,910.00	4,980,910.00
(c) Capital Redemption Reserve	128,456,000.00	128,456,000.00
(d) Share Forfeiture	438,000.00	438,000.00
(e) State Subsidy	3,250,000.00	3,250,000.00
(f) General Reserve	8,255,859.00	8,255,859.00
(g) Translation Reserve on Consolidation	131,640.05	(27,170.16)
(h) Surplus/(Deficit) in the statement of Profit & Loss		
As per last Balance Sheet	(706,242,013.83)	(759,336,204.03)
Add : Profit for the year	13,972,764.99	53,094,190.20
	(692,269,248.84)	(706,242,013.83)
	300,968,521.79	221,836,946.59
Note 3 - Long-Term Borrowings		
Unsecured Loans		
Fully Convertible Bonds	-	194,707,475.00
From Subsidiaries	1,927,910.00	-
Interest Free Sales Tax Loan:		
(a) Development Corporation of Kokan Ltd	1,536,224.00	1,536,224.00
(b) Sales Tax Deferment Loan	2,381,462.00	2,381,462.00
	5,845,596.00	198,625,161.00
Note 4 - Other Long Term Liabilities		
Security Deposits	230,000,000.00	230,000,000.00
	230,000,000.00	230,000,000.00
Note 5 - Long Term Provisions		
Gratuity Payable	290,669.00	257,811.00
	290,669.00	257,811.00
Note 6 - Short Term Borrowings		
Loan From Related Party	29,053,949.00	5,100,000.00
	29,053,949.00	5,100,000.00

	As at 30.06.2012	As at 30.06.2011
Note 7 - Trade Payables		
Sundry Creditors for Goods	702,248.57	478,667.77
	702,248.57	478,667.77
Note 8 - Other Current Liabilities		
Statutory Liabilities	3,256,637.00	3,439,972.00
Advance From Customers	1,299,965.53	10,214.53
Creditors for Expenses	1,226,539.59	861,938.25
	5,783,142.12	4,312,124.78
Note 9 - Fixed Assets		

(Rupees)

Particulars	Gross Block			Depreciation			Net Block	
	As at 30-06-2011 (Rs)	Additions/ Adjustments (Rs)	As at 30-06-2012 (Rs)	Up-to 30-06-2011 (Rs)	For The Year (Rs)	As at 30-06-2012 (Rs)	As at 30-06-2011 (Rs)	As at 30-06-2012 (Rs)
Tangible Assets								
Land & Site Development	6,360,825.64	-	6,360,825.64	5,576,615.81	-	5,576,615.81	784,209.83	784,209.83
Factory Building	19,625,603.46	-	19,625,603.46	18,814,409.46	80,540.00	18,894,949.46	730,654.00	811,194.00
Plant & Machinery	118,558,017.28	-	118,558,017.28	82,115,557.28	3,274,687.00	85,390,244.28	33,167,773.00	36,442,460.00
Laboratory Equipment	381,847.10	-	381,847.10	247,222.10	17,036.00	264,258.10	117,588.00	134,625.00
Moulds	8,383,621.32	-	8,383,621.32	8,377,276.32	5,651.00	8,382,927.32	694.00	6,345.00
Electrical Installations	11,597,791.28	-	11,597,791.28	7,059,640.11	551,989.00	7,611,629.11	3,986,162.17	4,538,151.17
Air Conditioner	654,091.86	-	654,091.86	379,223.86	31,154.00	410,377.86	243,714.00	274,868.00
Computer	7,643,036.76	-	7,643,036.76	7,400,957.76	55,421.00	7,456,378.76	186,658.00	242,079.00
Office Equipment	1,340,688.47	-	1,340,688.47	780,205.47	62,746.00	842,951.47	497,737.00	560,483.00
Vehicle	2,049,843.07	-	2,049,843.07	2,049,843.07	-	2,049,843.07	-	-
Furniture & Fixtures	13,716,621.09	-	13,716,621.09	9,323,001.43	849,000.00	10,172,001.43	3,544,619.66	4,393,619.66
Total	190,311,987.33	-	190,311,987.33	142,123,952.67	4,928,224.00	147,052,176.67	43,259,810.66	48,188,034.66
Previous Year	190,124,457.33	187,530.00	190,311,987.33	135,980,105.67	6,143,847.00	142,123,952.67	48,188,034.66	54,144,351.66

Note 10 - Non-current investments

Non-Trade Long Term Investments in Equity

Unquoted (at cost)

The Malad Sahakari Bank Ltd	49,000.00	49,000.00
4900 (4900) Equity Shares of Rs.10/-each		
The Saraswat Co-Op. Bank Ltd	25,000.00	25,000.00
2500 (2500) Equity Shares of Rs.10/-each		
Jagati Publication Ltd	438,592,830.00	438,592,830.00
2916657(2916657) Equity Shares of Rs.10/-each		
	438,666,830.00	438,666,830.00

	As at 30.06.2012	As at 30.06.2011
Note 11 - Deferred tax assets (net)		
Deferred tax assets		
Unabsorbed losses / depreciation	73,777,153.00	73,777,153.00
Disallowances	998,111.00	1,013,422.00
Total (A)	74,775,264.00	74,790,575.00
Deferred tax liabilities		
Difference between book and tax depreciation	6,774,416.00	7,412,684.00
Total (B)	6,774,416.00	7,412,684.00
(A-B)	68,000,848.00	67,377,891.00
Notes:		
In compliance with the Accounting Standard - 22 "Accounting for taxes on Income" issued by The Institute of Chartered Accountants of India, the Dererred tax asset/liability (net) accruing during the current year Rs. 6,22,957/- (Previous period Rs 1,04,72,873/-) has been shown in the statement of Profit and Loss.		
Note 12 - Long-Term Loans and Advances		
Capital Advances	51,645,246.47	51,645,246.47
Deposits	373,853.00	374,353.00
Advances to employees	121,073.00	121,073.00
Other Loans and Advances	332,502,256.00	332,590,170.00
Balance with Statutory / Government Authorities	5,990,295.53	4,810,083.53
	390,632,724.00	389,540,926.00
Note13 - Other Non-Current Assets		
Miscellaneous Expenditure	24,745.50	31,344.30
Less : Amount written off during the year	6,598.80	6,598.80
	18,146.70	24,745.50
Note 14 - Inventories		
1. Raw Materials	911,140.75	1,342,290.25
2. Work-In-Process	81,624.00	349,379.50
3. Finished Goods	6,035,576.69	14,779,972.10
4. Stores, Spares & Consumables	8,230.00	8,230.00
5. Pots	307,618.00	307,618.00
	7,344,189.44	16,787,489.85

	As at 30.06.2012	As at 30.06.2011
Note 15 - Trade Receivables		
(Unsecured)		
Outstanding For More Than Six Months	172,429,192.60	17,186,197.00
Others	78,672,409.10	208,455,716.10
(Unsecured, Considered Doubtful)		
Outstanding For More Than Six Months	415,729.00	183,105.00
Others	-	-
	251,517,330.70	225,825,018.10
Note 16 - Cash and Cash Equivalents		
Cash on hand	1,831,362.41	318,643.01
Balance with banks	1,438,413.58	2,015,972.33
	3,269,775.99	2,334,615.34
Note 17 - Short-term loans and advances		
Prepaid Expenses	578,083.45	375,270.00
Advance Income Tax/TDS	21,143.00	194,467.00
Others	14,109.00	12,673.00
Advance to Supplier	-	5,000.00
	613,335.45	587,410.00
Note 18 - Other Income		
Dividend	5,000.00	15,000.00
Interest Received	25,521.00	-
Commission / Service Charges	10,734,726.00	511,357.75
	10,765,247.00	526,357.75
Note 19 - Cost of materials consumed		
Inventory at the beginning of period	1,342,290.25	2,020,815.25
Add : Purchases	-	-
	1,342,290.25	2,020,815.25
Less : Inventory at the end of the period	911,140.75	1,342,290.25
Cost of Material Consumed	431,149.50	678,525.00
Note 20 - Purchases of Stock-in-Trade		
Purchases	242,610,341.89	441,856,822.63
	242,610,341.89	441,856,822.63

	As at 30.06.2012	As at 30.06.2011
Note 21 - Changes in inventories of Finished Goods, Work-in-Progress & Stock-in-Trade		
Inventories at the end of the period		
Finished Goods	6,035,576.69	14,779,972.10
Work-In-Progress	81,624.00	349,379.50
	<u>6,117,200.69</u>	<u>15,129,351.60</u>
Inventories at the beginning of the period		
Finished Goods	14,779,972.10	7,727,154.06
Work-In-Progress	349,379.50	144,792.00
	<u>15,129,351.60</u>	<u>7,871,946.06</u>
(Increase)/Decrease in Stock	<u>9,012,150.91</u>	<u>(7,257,405.54)</u>
Note 22 - Employee Benefits Expenses		
(a) Salaries & Wages and Bonus	3,992,588.00	5,308,257.00
(b) Contribution to Provident & other Funds	84,913.00	87,919.00
(c) Gratuity	32,858.00	127,965.00
(d) Staff welfare Expenses	4,986.00	9,417.00
	<u>4,115,345.00</u>	<u>5,583,558.00</u>
Note 23 - Finance Costs		
Interest Paid	-	173,743.30
	-	<u>173,743.30</u>
Note 24 - Other Expenses		
Rent,Rates & Taxes	282,000.00	339,000.00
Conveyance	34,014.00	56,907.50
Printing & Stationery	296,308.00	371,954.00
Postage & Courier Service Charges	179,381.00	159,794.00
Membership,Subscription,Periodicals & Registration	15,496.00	43,655.00
Telephone,Telex & Fax Charges	208,970.11	266,419.68
Travelling Expenses	69,189.00	178,942.07
Foreign Travel Expenses	-	139,835.77
Directors Remuneration/Sitting Fees	1,200,000.00	1,500,000.00
Advertisement & Publicity	93,653.00	280,846.00
Bank Charges	56,799.54	65,662.04
Insurance Charges	24,497.00	30,509.00
Business Promotion & Entertainment	33,137.00	77,049.04
Transportation,Clearing & Forwarding Charges	2,480.00	118,730.66
Electricity Charges	284,475.00	337,477.00
Power & Fuel Charges	343,430.81	341,842.00
Packing Materials, Stores,Spares & Consumables	4,827.38	49,550.56
Value Added Tax	278,729.00	651,864.00
Repairs,Maintenance & Operating Expenses	55,678.00	65,784.50
Miscellaneous Expenses	867,837.60	711,367.00
Donations	-	7,500.00
Service/Processing Charges	455,268.60	539,397.00
Auditor's Remuneration	183,540.00	240,563.50
Loss on sale of Investments	-	(500.00)
Computer Expenses/Software Charges	36,473.00	30,764.00
Sundry Balances Written Off/Back	3.06	(139,695.00)
Miscellaneous Expenses written-off	6,598.80	6,598.80
Legal,Professional & Consultancy Charges	1,138,419.72	2,718,326.49
	<u>6,151,205.62</u>	<u>9,190,144.61</u>

Note 25 - Notes for Consolidated Financial Statements.

A. Significant Accounting Policies:

1. Basis of Accounting:

The Consolidated financial statements of JIK INDUSTRIES LIMITED and its subsidiary companies have been prepared under the historical cost convention on an accrual system based on principle of going concern and are in accordance with the generally accepted accounting principles and the accounting standards referred to in section 211(3C) of the Companies Act, 1956.

2. Basis of Consolidation:

The Consolidated financial statements are prepared in accordance with the principles and procedure for the preparation and presentation of consolidated financial statement as laid down under Accounting Standard (AS-21) "Consolidated Financial Statement" issued by The Institute of Chartered Accountant (ICAI).

Consolidated financial statements are prepared by using uniform accounting policies. The financial statements of the parent company and subsidiaries have been combined on a line-by-line basis by adding together books values of like items of assets, liabilities, income and expenses after eliminating intra-group balances/transactions. The difference between the cost of investment in the subsidiary over the company's portion of Equity of the subsidiary is recognized in the financial statements as Goodwill or Capital Reserves.

On consolidation the accounting difference due to translation of subsidiary transaction in Indian Rupees is shown as Translation Reserve on consolidation.

3. Fixed Assets:

Fixed assets are capitalized at cost inclusive of freight, duties, taxes, insurance, installation and net of cenvat credit and Vat set off.

4. Depreciation:

Depreciation on fixed assets for own use has been provided based on straight line method and at the rates prescribed by Schedule XIV of the Companies Act, 1956. Depreciation on assets added/disposed off during the period is provided on pro-rata basis from the date of addition or up to the date of disposal, as applicable. Depreciation on building constructed on lease hold land is provided over the lease period. Cost of improvements to land and building taken on lease are amortized over the remaining lease period.

5. Impairment Of Assets:

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of profit and loss and carrying amount of the asset is reduced to its recoverable amount.

Reversal of impairment losses recognized in the prior years is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased.

6. Investments:

Long Term Investments are stated at cost except that there is permanent diminution in value of the said investment as required by AS-13.

7. Inventory:

- a) Raw materials are valued at cost or net realizable value which ever is lower as per FIFO method followed.
- b) Work-in-process is valued at estimated cost (including factory over-heads and depreciation)
- c) Manufactured finished goods are valued at lower of estimated cost (including factory overheads and depreciation) or net realizable value as per FIFO method followed.
- d) Traded goods are valued at lower of cost or net realizable value as per FIFO method followed.
- e) Re-usable waste generated on conversion of defective or damaged or obsolete stocks are valued at estimated material cost.

8. Purchases And Sales:

- a) Purchases are recorded net of VAT set off and cenvat credit.
- b) Sales are recognized at the time of dispatches and include excise duty, VAT and are net of returns. In case of export sales, revenue is recognized as on the date of bill of lading, being the effective date of dispatch.

9. Taxation:

Income tax expense comprises current tax, deferred tax charge or release and charge on account of fringe benefit tax. The deferred tax charge or credit is recognized using substantially enacted rates. In the case of unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only to the extent there is virtual certainty or realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed as at each Balance Sheet date to reassess realization.

10. Retirement Benefits:

Provisions for/contributions to retirement benefits schemes are made as follows;

- a) Provident fund on actual liability basis.
- b) Gratuity based on actuarial valuation done as at the reporting date.

11. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statement except where virtual certainty is there.

12. Use of Estimates:

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reported Period. Difference between the actual results and estimates are recognized in the Period in which the results and estimates are recognized in the period in which the results are known or materialize.

13. Provisioning/Write-off of Doubtful Debts:

Unrealizable Debts and Sundry balances has been written-off to present true and fair view of the Management and as per the policy adopted by the Management of the company in the previous years.

B. Notes on Accounts:

1. The List of Subsidiaries included in the Consolidated Financial Statements are as under:

Name of the Subsidiary Company	Country of Incorporation	% Holding
I.A. & I.C. Pvt. Ltd	India	98.07
Shah Pratap Industries Pvt. Ltd.	India	94.54
Glassworks Trading Pvt. Limited	India	100.00
IRIS Trading FZE (WOS of Glassworks Trading Pvt Ltd)	UAE	100.00

The Consolidated Financial statement for the period ended June 30, 2012 includes audited financial statements of subsidiaries viz. I.A. & I.C. Pvt. Ltd, Shah Pratap Industries Pvt.

Ltd, Glassworks Trading Pvt. Ltd and IRIS Trading FZE a wholly owned subsidiary of Glassworks Trading Private Limited for the year ended March 31, 2012.

2. Goodwill represents the difference between the Group's share in the net worth of the subsidiaries, and cost of acquisition at each point of time of making the investment in the subsidiaries. For this purpose, the Group's share of net worth is determined on the basis of the latest financial statements prior to the acquisition after making necessary adjustments for material events between the date of such financial statements and the date of respective acquisition.

3. Contingent Liabilities not provided for:

	Current Year	Previous Period
a. Disputed Income Tax Demand	107,860,080	107,860,080
b. Other Matters	782,500	272,300

4. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs.243.55 lakhs (Previous Period Rs.243.55 lakhs).

5. The closing stock is as per the inventory taken, valued and certified by the management.

6. In the opinion of the management, the current assets, loans and advances have the values on realization in the ordinary course of business at least equal to the amounts at which they are stated in the balance sheet except the trade receivables and loans and advances which falls under management's policy for bad and doubtful debts as taken in the previous years.

7. Debit and Credit balances are subject to confirmation and reconciliation.

8. There are no dues to Micro, Small & Medium Enterprises as at Balance Sheet date and no interest has been paid to any such parties. This is based on the information on such parties having been identified on the basis of information available with the Company and relied upon by the auditors.

9. The Company has made provision for gratuity for the period under review as certified by M/s. VHV Finance & Consultancy Services.

10. Related Parties Disclosures

- i) Relationships:
- (a) Subsidiary Companies:
- I. A. & I. C. Pvt. Limited (IAIC)
 - Shah Pratap Industries Pvt. Limited (SPIL)
 - Glassworks Trading Pvt. Limited (GTPL)
 - IRIS Trading FZE (ITF) (Subsidiary of GTPL)
- (b) Key Management Personnel: (KMP)
Shri. Rajendra G. Parikh (RGP)
- (c) Relatives of Key Management Personnel and entities in which key Management Personnel are interested, where transactions have taken place:
M/s. Share Bazar House. (SBH)
M/s. Korpus Financial Services Pvt. Limited (KFSPL)

Note: Related party relationship is identified by the Company and relied upon by the auditors.

- ii) Details of Transactions with Related Parties:
(figures in bracket pertains to previous Period).

Sr.No.	Nature of transaction	KMP	Relatives of KMP
		RGP	SBH
1.	Rent Paid	1,44,000 1,38,000	(1,74,000) (1,65,000)
2.	Loans & Advances Receivable / (-) Payable by Company	-2,90,53,949 (-51,00,000)	Nil (Nil)
3	Directors Remuneration	12,00,000 (15,00,000)	- -

11. Earning per Share:

(A) Basic	June 30, 2012	June 30, 2011
a. Net Profit/(Loss) After Tax	13,972,765	53,094,190
b. Weighted average Number of Equity Shares	70,331,695	37,777,609
c. Weighted average Number of 'A' Ordinary Equity Shares	5,106	5,106
d. Share of Profit/(Loss) for Equity Shares	13,971,368	53,088,881
e. Share of Profit/(Loss) for 'A' Ordinary Equity Shares	1,397	5,309
f. Basic Earning Per Equity Share in Rupees (FV Rs.10/-) (d/b)	0.20	1.41
g. Basic Earning Per 'A' Ordinary Equity Share in Rupees (FV Rs.10/-) (e/c)	0.27	1.04

(B) Diluted	June 30, 2012	June 30, 2011
a. Net Profit/(Loss) After Tax	13,972,765	53,094,190
b. Weighted average Number of Dilutive Potential Equity Shares	0	21,295,000
c. Weighted average Number of Dilutive 'A' Ordinary Equity Shares	5,106	5,106
d. Agreegate of A (b) & B (b)	70,331,695	59,072,609
e. Share of Profit/(Loss) for Potential Equity Shares	13,971,368	53,088,881
f. Share of Profit/(Loss) for 'A' Ordinary Equity Shares	1,397	5,309
g. Diluted Earning Per Equity Share in Rupees (FV Rs.10/-) (e/d)	0.20	0.90
h. Diluted Earning Per 'A' Ordinary Equity Share in Rupees (FV Rs.10/-) (f/c)	0.27	1.04

12. The Company operates in one segment i.e. crystal, glass and allied products hence no separate disclosure of segment-wise information has been made as per Accounting Standards (AS-17) Segment Reporting issued by the Institute of Chartered Accountants of India.

	Current Year (Rupees)	Previous Period (Rupees)
13. Expenditure in foreign currency: (on payment basis) (net of tax, where applicable)		
a) Travelling.	—	1,10,187

14. Value of Imported & indigenous material consumed:

	%		%
Raw Materials:			
Indigenous	-	-	-
Imported	4,31,150	100	6,78,525
	4,31,150	100	6,78,525

15. Auditors Remunerations (including Service tax, where applicable)

	Current Year (Rupees)	Previous Period (Rupees)
a) Audit fees	183,540	221,813
b) Certification & tax matters, etc.	—	18,751

16. Board for Industrial and Financial Reconstruction (BIFR) has sanctioned the Rehabilitation Scheme of the company in terms of Section 19 (3) read with Section 18 (4) of SICA having scheme period 2008-2017.
17. The Hon'ble BIFR in its sanctioned Rehabilitation Scheme has directed the Income Tax Authorities to grant relief u/s. 115JB and other reliefs under the Income Tax Act, 1961 to the Company. In view of this the Company has not made provision for taxation u/s. 115JB of the said Act.
18. The Company has received order from Government of Maharashtra dated February 7, 2012 by which the Company has been declared "Relief Undertaking" for one year from that date.
19. Pursuant to the Notification No.447 (E) dated February 28,2011 and Notification No.653 (E) dated March 30, 2011, issued by the Ministry of Corporate Affairs, the Company has prepared its financial statements for the year ended March 31, 2012 as per revised schedules VI to the Companies Act, 1956. Accordingly, the previous periods figures have been regrouped / reclassified, wherever required to align the financial statements to the revised format.

The accompanying notes are an integral part of the financial statements

FOR MOTILAL & ASSOCIATES

For and on behalf of Board

Chartered Accountants

Registration No.:106584W

(M.L. JAIN)

Proprietor

M. No. 36811

R. G. PARIKH

Chairman &
Managing Director

S. C. GURAV

Director

S.G. SANYASHI

Company
Secretary

Place: Mumbai

Dated: August 29, 2012

Consolidated Cash Flow Statement for the period ended June 30, 2012

	Year ended 30.06.2012	(Rupees) Year ended 30.06.2011
A.CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) Before Tax and Extra-ordinary Items	13,347,836	42,948,527
Adjustment for :		
Interest & Finance Charges (Net)	-	(60,735)
Depreciation	4,928,224	6,143,847
Miscellaneous Expenditure written off	6,599	6,599
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	18,282,659	49,038,238
Adjustments for:		
Trade Receivables, Loans & Advances	(26,810,036)	(105,460,563)
Inventories	9,443,300	(6,577,246)
Trade Payables & Other Liabilities	25,680,992	(523,361)
CASH USED FOR OPERATING ACTIVITIES	26,596,915	(63,522,932)
Prior Period and Extra-ordinary Item	-	(334,478)
NET CASH FROM/(USED) OPERATING ACTIVITIES	26,596,915	(63,857,410)
B.CASH FLOW FROM INVESTING ACTIVITIES		
Capital W.I.P./Advance for Capital items & Pre-operative Expenses	-	20,974,816
Purchase of Fixed Assets (Net)	-	(187,530)
Purchase of Investments	-	(438,493,330)
NET CASH FROM /(USED) IN INVESTING ACTIVITIES	-	(417,706,044)
C.CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Equity share capital/Share Application Money	102,117,810	337,022,830
Addition to Shares Premium	65,000,000	135,000,000
Secured/Unsecured Loans	(192,779,565)	10,501,579
Interest & Financing Charges (Net)	-	60,735
NET CASH FROM/(USED) IN FINANCING ACTIVITIES	(25,661,755)	482,585,144
NET INCREASE/(DECREASE) IN CASH OR CASH EQUIVALENTS	935,161	1,021,690
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	2,334,615	1,312,926
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	3,269,776	2,334,615

FOR AND ON BEHALF OF THE BOARD

R.G.PARIKH
Chairman & Managing Director

S. C. GURAV
Director

S.G. SANYASHI
Company Secretary

AUDITORS CERTIFICATE

We have examined the attached cash flow statement of JIK Industries Limited for the period ended June 30, 2012. The statement has been prepared by the Company in accordance with the requirements of clause 32 of the Listing agreement with The Stock Exchanges and is based on and in agreement with the corresponding profit & loss account and balance sheet of the Company covered by our report of even date to the members of the Company.

FOR MOTILAL & ASSOCIATES

Chartered Accountants
Registration No.: 106584W

(M.L. JAIN)

Proprietor

M. No. 36811

Place: Mumbai
Dated: August 29, 2012



JIK INDUSTRIES LIMITED

Regd. Office: Pada No. 3, Balkum, Thane (West) - 400608

PROXY FORM

I/We _____ being a member of JIK Industries Limited, hereby appoint _____ of _____ or failing him / her _____

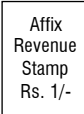
as my/our proxy to attend and vote for me on my behalf at the TWENTIETH ANNUAL GENERAL MEETING of the Company at Golden Swan Country Club, Off Pokhran Road No. 1, Yeoor Hills, Thane - 400 602 on Monday, 24th December, 2012, at 3.30 p.m. and at any adjournment thereof.

Signed this _____ day of _____ 2012.

Ledger Folio No. _____

DP ID* _____

CLIENTID* _____



(Signature across the stamp)

No. of shares held _____

* Applicable for members holding shares in electronic form

Note: This proxy form duly completed must be deposited at the Company's Registered Office at least 48 hours before the meeting.

JIK INDUSTRIES LIMITED

Regd. Office: Pad No. 3, Balkum, Thane (West) - 400608

ATTENDANCE SLIP

(To be handed over at the entrance of the Meeting Hall)

Full Name of the Member attending

(IN BLOCK LETTERS): _____

Full Name of the Proxy

(IN BLOCK LETTERS): _____

(To be filled in if Proxy attends instead of the Member)

I hereby record my presence at the TWENTIETH ANNUAL GENERAL MEETING of the Company at Golden Swan Country Club, Off Pokhran Road No. 1, Yeoor Hills, Thane - 400 602 on Monday, 24th December, 2012, at 3.30 p.m.

Signed this _____ day of _____ 2012.

Ledger Folio No. _____

DP ID* _____

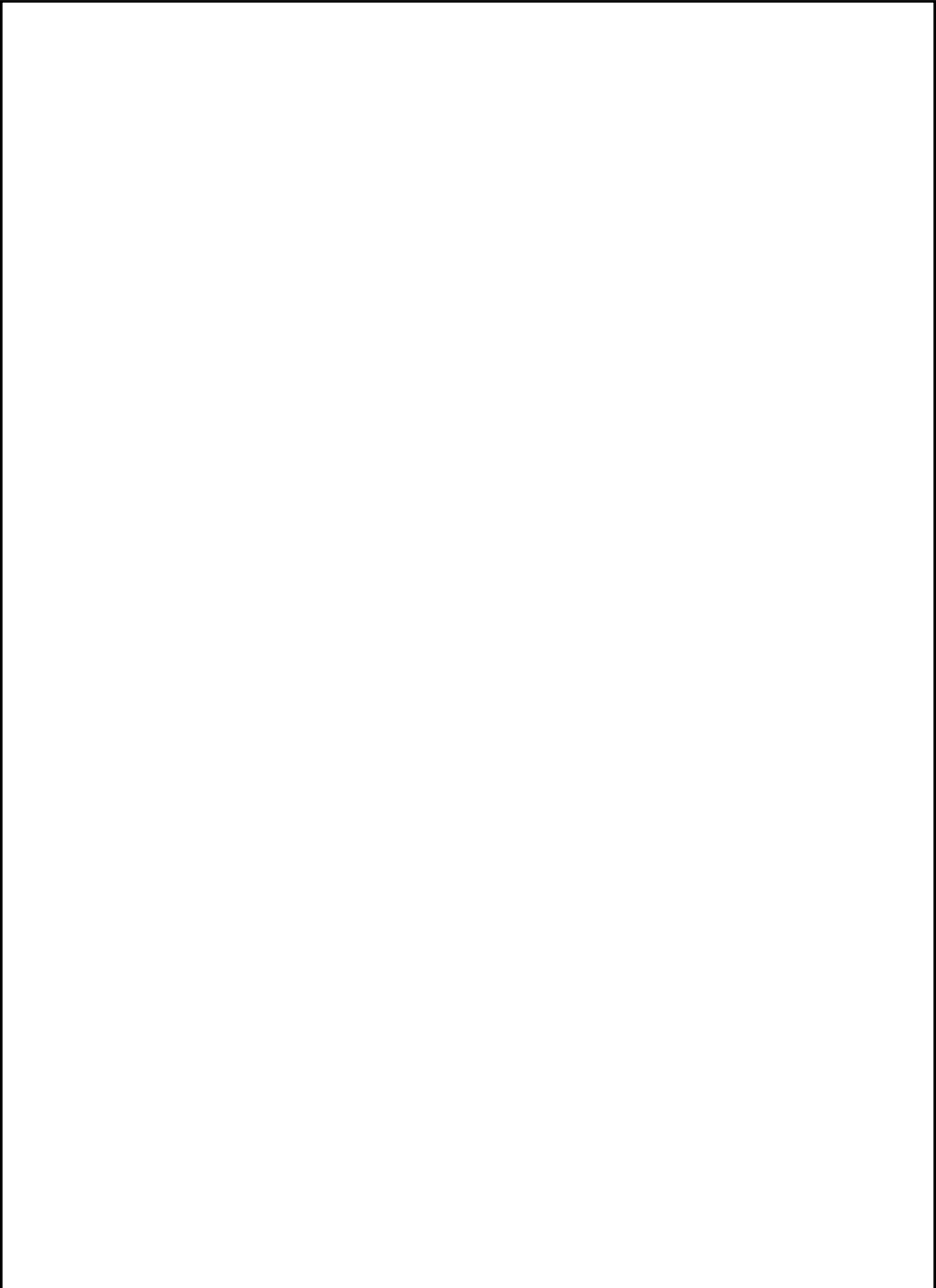
CLIENTID* _____

No. of shares held _____

Member's / Proxy's Signature

(To be signed at the time of handing over this slip)

* Applicable for members holding shares in electronic form



Showroom at South Mumbai



Factory & Registered Office at Thane



Book-Post

If undelivered please return to :

JK INDUSTRIES LIMITED

Administration Office :

1,2,3 Gundecha Chambers,

N. M. Road, Fort, Mumbai - 400 023.