

FILTRON ENGINEERS LIMITED  
27th ANNUAL REPORT 2008-2009

27<sup>th</sup>

**ANNUAL REPORT  
2008-2009**

ORDINARY BUSINESS

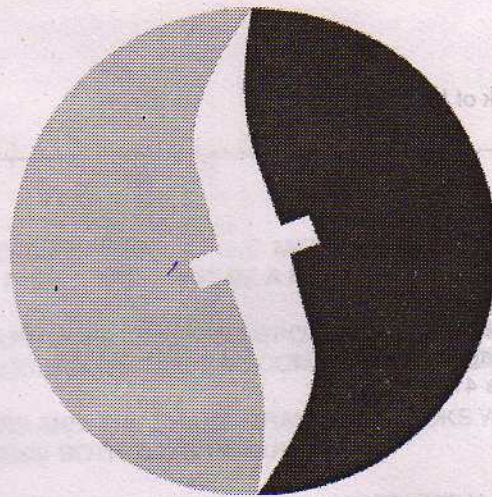
1. To consider and approve the Audited Profit & Loss Account of the Company for the financial year ended 31st March, 2009, and the Balance Sheet as on that date, and to authorize the Directors to do all such things as may be necessary or expedient for giving effect to the aforesaid resolutions.
2. To appoint a Director in place of Mr. S. S. Srinivasan, Director, who has retired by rotation and who is eligible for re-election.
3. To appoint a Director to hold the office from the conclusion of this meeting until the conclusion of the next Annual General Meeting, and to fix his remuneration.

AUDITORS  
By order of the Board  
A. A. Bhat & Co.  
Chartered Accountants  
Filtron Engineers Limited

Place: Pune  
Date: 25.06.2009

NOTES

1. A MEMBER OF THE COMPANY IS ENTITLED TO ATTEND AND VOTE AT THE MEETING IN PERSON OR BY PROXY. THE PROXY MUST BE A MEMBER OF THE COMPANY.
2. THE INSTRUMENTS OF PROXY MUST BE DEPOSITED WITH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
3. THE REGISTERED OFFICE OF THE COMPANY IS AT FILTRON HOUSE, 8, SHIVAJI ROAD, PUNE - 411 005.
4. MEMBERS ARE REQUESTED TO NOTIFY TO THE COMPANY IMMEDIATELY ANY CHANGE IN THEIR ADDRESS.



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**FILTRON  
ENGINEERS LTD.**

27th ANNUAL GENERAL MEETING  
Day & Date : Tuesday, 25th Sep  
Time : 10.30 A.M.  
Place : Registered Office  
Filtron House & Shivaji Road, Pune  
Pune - 411 005



**FILTRON ENGINEERS LIMITED**  
**27th ANNUAL REPORT 2008-2009**

**BOARD OF DIRECTORS :** Sadanand Hegde (Chairman & Managing Director)  
Gajanan Hegde DIRECTOR  
Joachim Friedsch DIRECTOR

**AUDITORS :** A. A. Bhat & Co.

**BANKERS :** Bank of Maharashtra

**REGISTERED OFFICE :** Filtron House,  
6 Sitabag Colony  
Sinhagad Road,  
Pune 411 030.

**27th ANNUAL GENERAL MEETING**

Day & Date : Tuesday, 29th September, 2009

Time : 10.30 A.M.

Place : Registered Office

Filtron House, 6 Sitabag Colony,  
Sinhagad Road, Pune 411 030.

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## NOTICE

NOTICE is hereby given that the **TWENTY SEVENTH ANNUAL GENERAL MEETING** of the members of the Company will be held at 10.30 a.m. on Tuesday the 29<sup>th</sup> September, 2009 at Registered Office of the company at Filtron House, 6, Sitabag Colony, Sinhagad Road, Pune 411 030 to transact the following business:

**ORDINARY BUSINESS :**

1. To consider and adopt the audited Profit & Loss Account of the Company for the financial year ended 31<sup>st</sup> March, 2009 and the Balance Sheet as on that date, together with the Directors and Auditors Reports, thereon.
2. To appoint a Director in place of Mr. Gajanan Hegde, Director of the Company who retires by rotation, and being eligible, offers himself for reappointment.
3. To appoint Auditors to hold the office from the conclusion of this meeting until the conclusion of the next Annual General Meeting, and to fix their remuneration.

By order of the Board of Directors  
for Filtron Engineers Limited

Place : Pune  
Date : 25.06.2009

**S. HEGDE**  
Chairman and Managing Director

**NOTES :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING MAY APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY
2. THE INSTRUMENT APPOINTING A PROXY SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
3. THE REGISTER OF THE MEMBERS AND THE SHARE TRANSFER BOOKS WILL REMAIN CLOSED FROM TUESDAY 25.09.2009 TO TUESDAY 29.09.2009 BOTH DAYS INCLUSIVE.
4. MEMBERS ARE REQUESTED TO NOTIFY TO THE COMPANY IMMEDIATELY ANY CHANGE IN THEIR ADDRESS.



## DIRECTOR'S REPORT

To

The Members

### Filtron Engineers Limited

Your Director's are pleased to present their 27<sup>th</sup> Annual Report and the Audited Statement of Accounts for the financial year ended 31<sup>st</sup> March 2009.

### 1. FINANCIAL RESULTS AND OPERATIONS :

Particulars	(Rs. in Lakhs)	
	2008-2009	2007-2008
Sales & Other Income	545.31	401.97
Expenditure before depreciation amortization and interest	504.05	369.99
Depreciation and amortization	19.14	19.76
Interest	10.75	4.06
Profit (+) Loss (-) before taxation	11.35	8.15
Provision for Taxation	1.4	1.05
Net Profit (+) Loss (-) after taxation	9.95	7.10

### OPERATIONS

During the financial year under this report the Company has satisfactorily executed Export order worth Rs. 279 Lakhs (previous year Rs. 22 lakhs) & local order worth Rs.133 lakhs (Rs. 322 lakhs). Thus this represents a substantial increase of export order over the previous year. Your Company reported a Profit after Tax of Rs. 9.95 lacs as against a Profit after Tax of Rs. 7.10 in the previous year.

The order booking is picking up, and it is hoped that your Company will achieve better turnover and profitability in the next year.

### 2. DIRECTORS :

In accordance with the provisions of the Companies Act, 1956 Mr. Gajanan Hegde, director of the Company is due to retire by rotation, and being eligible, has offered himself to be reappointed. Members are requested to reappoint him as the Director of the Company.

INFORMATION AS PER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED ON 31ST MARCH, 2009

### 3. CONSERVATION OF ENERGY :

Your Company has successfully maintained energy efficient lighting has been at a low level, it also implemented the plan to utilize energy efficient welding sets in the Factory



**4. RESEARCH & DEVELOPMENT :**

The Company undertakes turnkey Project Works. The plants commissioned and installed at Customer's site. This activity involves peculiar designing work which entails high precision and continuous R & D.

**5. TECHNOLOGY ABSORPTION :**

Required technology is absorbed, adapted wherever necessary to keep the Company competitive

**6. FOREIGN EXCHANGE EARNING AND OUTGO :**

Particulars	(Rs. in Lakhs)	
	2008-2009	2007-2008
Foreign exchange earnings	2,79,43,174	22,01,824
Foreign exchange outgo	Nil	68,370

**7. EMPLOYEES RELATIONS :**

Relations between the employees and the management continued to be cordial throughout the year under report. Information as required under the provisions of sections 217(2A) of the Companies Act, 1956 read with the Companies (particulars of Employees) Rules, 1975, has not been annexed since there are no employees to whom the said provisions are applicable.

**8. AUDITORS :**

M/s. A A Bhat & Co. Chartered Accountants, will retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The Board requests you to reappoint them for the year 2008-2009.

**10. OBSERVATION IN AUDITOR'S REPORT :**

In respect of observations made by the Auditor in their report for the financial year under consideration :

- The company is taking all the necessary steps to obtain confirmation of balances from the debtors and creditors, loans and advances.
- In view of the management the doubtful debts are fully recoverable and therefore no provision is made them
- Company is in process of updating the transaction in register under section 301.
- The Company is taking steps to immediately install the internal audit system. This year overall efficiency has been improved a lot and Management improved its internal control system and able to address & attend most of the observations/qualifications and satisfactorily answered the same.

**11. COMPLIANCE CERTIFICATE :**

Compliance certificate under section 383A of the Companies Act, 1956 from M/s.Kale Chikodikar & Associates, Company Secretaries forming part of this report is attached.

**12. OBSERVATION IN COMPLIANCE CERTIFICATE :**

The management is trying its level best In comply with the formalities in respect to the compliances stated by the Company Secretaries, in their certificate. The Company did not have necessary back up for the same. The Company Secretaries firm has been appointed to see that all the compliances are being properly looked into.



**13. DIRECTORS RESPONSIBILITY STATEMENT :**

Pursuant to the requirement under the section 217(2AA) of the Companies Act 1956, with respect to Directors responsibility statement for the year ended on 31<sup>st</sup> March 2009 the directors of the Company do state as under :

- 1) In preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2009 the applicable accounting standards have been followed along with proper explanation relating to material departures. Also necessary disclosures are made in the Notes to the Accounts.
- 2) That the directors have selected such accounting policies and applied them consistently so as to give a true & fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the company for the year under review.
- 3) That the directors have taken proper and sufficient care for the maintenance of the adequate accounting records in accordance with provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- 4) That the Directors have prepared the accounts for the financial year ended 31<sup>st</sup> March, 2009 on going concern basis.

**14. ACKNOWLEDGMENT :**

The directors place on record their appreciation for the whole hearted and sincere cooperation received by the company during the year from Employees, Customers, Investors, Bankers and various Government authorities at all levels.

On behalf of Board of Directors

Place : Pune  
Date : 25.06.2009

**S. HEGDE**  
Chairman and Managing Director



**COMPLIANCE CERTIFICATE**

(see rule 3)

To,

The Members,

**Filtron Engineers Limited**

We, have examined the registers, records, books and papers of Filtron Engineers Limited having registration number as CIN U57909MH1982PTC026929 required to be maintained under the Companies Act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company and as stated more particularly in Annexure 'A' to this certificate, for the year ended on 31st March, 2009 (01.04.2008 to 31.03.2009). The Authorised share capital of the Company as on 31st March, 2009 is Rs.3,50,00,000/- and paid up capital is Rs. 28,146,500/-. The Company is a listed company however suspended from trading. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, We certify that, in respect of the aforesaid financial year :

1. The Company has kept and maintained the registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been recorded.
2. The Company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies as prescribed under the Act and the rules made thereunder.
3. The Company is a Public Limited Company, listed on Mumbai Stock Exchange however suspended and has the minimum prescribed paid-up capital under scrutiny:
4. The Board of Directors duly met 6 (Six) times on 25/06/2008, 28/06/2008, 25/07/2008, 25/10/2008, 24/01/2009 and 31/03/2009 in respect of which meetings the proceedings were recorded in the Minutes Book maintained for the purpose. No circular resolutions were passed during the year.
5. The Company closed its Register of Members from Thursday 25.09.2008 to Monday 29.09.2008 both days inclusive during the year the advertisement in this respect was not given in the news paper.
6. The Annual General meeting for the financial year ended on 31st March, 2008 was held on 29th September, 2008 and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra ordinary meeting was held during the financial year.
8. As informed to us the Company has not advanced loan to its directors and /or persons or firms / companies referred in the section 295 of the Act.
9. The Company is required to comply with the provisions of section 297 of the Act in respect to the contracts specified in that section.
10. The Company is in the process of updating the necessary entries in the register maintained under section 301 of the Act.
11. The Company has obtained necessary approvals from the board of directors pursuant to section 314 of the Act where-ever applicable. We are informed no approval from members/central government were required in the matter.
12. The Company has not issued any duplicate share certificates during the year.
13. The Company has:
  - i. delivered all the certificates on lodgment thereof for transfer/ transmission or any other purpose in accordance with the provisions of the Act. The company has not issued any other securities other than equity shares therefore no comment is required in the matter;



- ii. not deposited any amount in a separate Bank Account as no dividend was declared during the financial year under review of this report;
  - iii. not posted warrants to any member of the Company as no dividend was declared during the year under the review;
  - iv. no unpaid dividend, share application money due for refund, matured deposits, matured debentures, any interest accrued thereon which has remained unpaid or unclaimed for a period of 7 years to be transferred to the Investor Education and Protection Fund;
  - v. duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company comprises of three directors, however one of the director is yet to acquire the Director Identification Number. There was no appointment of additional, alternate directors, directors to fill casual vacancy during the year.
  15. The appointment and remuneration of Managing Director needs compliance with the provision of section 269 read with schedule XIII to the Act and other applicable provisions of the Act if any. The company does not have any whole time director or manager.
  16. The Company has not appointed any sole-selling agent.
  17. The Company was required to obtain approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act;
  18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
  19. The Company has not issued any shares, debentures or other securities during the financial year.
  20. The Company has not bought back any shares during the financial year ending as on 31/03/2009.
  21. There was no redemption of preference shares/debentures during the year as the Company has not issued any redeemable preference shares/debentures.
  22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
  23. The Company has not accepted/ invited any deposit including unsecured loans during the year ended as on 31 /03/2009.
  24. The amount borrowed by the Company from financial institutions, banks and others during the financial year ending as on 31<sup>st</sup> March, 2009 are within the borrowing limits of the Company.
  25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
  26. The Company has not altered the provisions of the memorandum with respect to situation of the Company's registered office from one state to another during the year scrutiny.
  27. The Company has not altered the provisions of the memorandum of Association of the Company with respect to the object of the Company during the year under scrutiny.
  28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the year under scrutiny.
  29. The Company has not altered the provisions of the memorandum with respect to the authorized share capital of the Company during the year under scrutiny.
  30. The Company has not altered its articles of association during the financial year ended as on 31/03/2009.



31. There was/were no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the year under certification.
33. The Company has not set up its own scheme of Provident fund wherein it was required to deposit both employers and employees contribution to Provident fund with the prescribed authorities pursuant Section 418 of the Act. The Company has government Provident fund and is generally regular in depositing the employees and employers contribution to the same.

For Kale Chikodkar & Associates Company Secretaries

Shantanu A. Kale

Partner

C. P. No. 3334

Place : Pune

Date : 25 / 06 / 2009

**ANNEXURE FOR COMPLIANCE CERTIFICATE UNDER SECTION 383 A  
OF THE COMPANIES ACT, 1956 OF FILTRON ENGINEERS LIMITED  
FOR THE YEAR ENDED AS ON 31<sup>ST</sup> MARCH 2009.**

Annexure A : Register under the Companies Act, 1956

1. Register of Member u/s 150.
2. Register of Contracts, companies and firms in which directors are interested u/s 301.
3. Register of Directors u/s 303.
4. Register of Directors Shareholding etc. 307.
6. Register of Transfer of securities.
7. Books of Accounts u/s 209 (We have relied upon the Auditors Report for the same).
8. Minutes for the meeting of the Board of Directors of the Company.
9. Minutes for the meeting of the Shareholder/members of the Company.

Annexure B : Forms and Returns as filed by the Company with the Registrar of companies. Regional Director, Central Government or other authorities during the financial year ending on 31<sup>st</sup> March, 2009

Forms filed with ROC

Form No	Filed u/s	Event Date	Filing Date	Challan No.
Form 23 AC	u/s 220	29/09/2008	27/08/2008	P2064094
Form 23	u/s 192	29/09/2007	27/08/2008	A43593755

For Kale Chikodkar & Associates Company Secretaries

Shantanu A. Kale

Partner

C. P. No. 3334

Place: Pune

Date: 25/06/2009



## AUDITOR'S REPORT

To

The Members,  
Filtron Engineers Limited

Pune.

We have audited the attached Balance Sheet of **M/s. FILTRON ENGINEERS LIMITED** as at 6, Sitabag Colony, Sinhagad Road, Pune - 411 030 as on 31st March 2009 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date 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.

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

As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India 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 & 5 of the said Order.

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

- (i) 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.
- (ii) 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.
- (iii) The balance sheet and profit and loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (iv) In our opinion, the balance sheet and profit and loss account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 except AS - 15 in respect Retirement Benefits.
- (v) On the basis of confirmations received from the directors and taken on record by the Board of Directors, none of the director is disqualified from being appointed as director as on dates certified by the directors under sections 274(1) (g) of the Companies Act, 1956.
- (vi) In our opinion and the best of our information and according to the explanations given to us, the said accounts subject to note no V, relating to non confirmation of balances of debtors, creditors, loans & advances, non provision of doubtful debts and pending approval from Central Government under section 295/296, 297 & other related sections and read together with other notes thereon. 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:
  - (a) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2009.
  - (b) In the case of the Profit and Loss Account, of the profit for the year ended on that Date;
  - (c) In the case of cash flow statement, of the cash flows for the year ended on that date.

## ANNEXURE TO THE AUDITOR'S REPORT

(Referred to in paragraph 3 of our report of even date)

- (i) In respect of its fixed assets:
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The fixed assets were physically verified during the year by the management at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (ii) In respect of its inventories:
  - (a) As explained to us, inventories were physically verified at the year end by the management.
  - (b) In our opinion and according to the information and explanation given to us the procedure for physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.
  - (c) On the basis of our examinations of records of inventory in our opinion the Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification of inventory and book records.
- (iii) (a) In our opinion and according to the information and explanations given to us the Company has granted Loans Advances to the parties covered in the registered maintained U/s. 301 of The Companies Act, 1956. The maximum



amount of Loans/Advances during the year was Rs.0.48/- Lacs (Pr.Yrs. Rs. 2.70/- Lacs) and the year ended balance was Rs.12.02 /- Lacs (Pr. Yrs. Rs. 43.86/-).

- (b) As per the information and explanation given to us we are unable to express our opinion in respect of whether the rate of interest and other terms & condition of the Loans/Advances, repayments thereof and over dues amount of more than rupees one lacs of Loans/Advances given by the Company are prima facie prejudicial to the interest of the company.
- (iv) In our opinion there exist an adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and sale of goods and services.
- (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, where each of such transactions is in excess of Rs.5 lakhs in respect of any party, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
- (vi) According to the information and explanations given to us the company has not accepted any deposits from public.
- (vii) The Company does not have an internal audit system. We are informed that the steps are being taken for implementation of internal audit.
- (viii) According to the information and explanation given to us, The Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956, for any of the products of the company.
- (ix) According to the information and explanations given to us in respect of the Statutory and other dues:
- (a) The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Excise Duty, Custom Duty, Cess and other statutory dues except Sales Tax with the appropriate authorities during the year. Undisputed dues in respect of sale tax outstanding for the period of more than 6 month from the date they become payable is nil. (Pr.Yrs. Rs. 455768/- as Interest for Professional Tax)
- (x) The accumulated losses of the company as at the end of the year are not more than 50% of its net worth. The Company has not incurred cash losses during the financial period covered by our audit in the immediately preceding financial year.
- (xi) Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders as at the balance sheet date.
- (xii) According to the information and explanations given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provision of any special statute as specified under Clause (xiii) of the order are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in securities.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) As per the information and explanation given to us the loans were applied for the purpose for which the loans were obtained.
- (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 year for long term investment and vice versa.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956, during the year and hence the question of whether the price at which shares have been issued is prejudicial to the interest of the Company does not arise.
- (xix) According to the information and explanations given to us and the records examined by us, the company has not made any debenture issue.
- (xx) The Company has not raised money by public issues during the year and hence the question of disclosure and verification of end use of such monies does not arise.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For and on behalf of  
A. A. BHAT & COMPANY  
Chartered Accountants

Place : Pune  
Date : 25-06-2009

N. V. BADWE  
(Partner)  
M.No. 31637



BALANCE SHEET AS ON 31ST MARCH, 2009

Particulars	Sch. Ref.	Amount	Year Ended 31.3.2009 (Rs.)	Amount	Year Ended 31.3.2008 (Rs.)
<b>SOURCE OF FUNDS</b>					
Share Capital	A		28,146,500.00		28,146,500.00
Reserves & Surplus	B		9,096,401.94		9,096,401.94
<b>LOAN FUNDS</b>					
Secured Loans	C		8,728,524.62		9,435,673.02
Unsecured Loan	D		0.00		0.00
<b>Total</b>			<b>45,971,426.56</b>		<b>46,678,574.96</b>
<b>APPLICATION OF FUNDS</b>					
<b>Fixed Assets</b>	E		18,772,632.00		20,226,582.53
Gross Block		35,146,056.00		34,676,453.45	
Less : - Depreciation		16,373,424.00		14,449,870.92	
Net Block					20,226,582.53
<b>Total</b>			<b>18,772,632.00</b>		<b>20,226,582.53</b>
Capital WIP			7,711,794.00		5,600,970.00
Investments	F		0.00		0.00
<b>CURRENT ASSETS</b>					
Inventories	G	5,996,628.00		5,307,720.00	
Sundry Debtors		16,595,855.15		17,813,789.99	
Cash & Bank Balance		2,741,018.06		615,025.12	
<b>LOANS &amp; ADVANCES</b>	H	13,748,917.18		17,748,297.27	
		<b>39,082,418.39</b>		<b>41,484,832.38</b>	
<b>LESS:-CURRENT LIABILITIES &amp; PROVISIONS</b>					
Sundry Creditors	I	30,348,133.84		32,410,042.33	
Provisions					
Income Tax		269,330.00		370,000.00	
FBT		50,636.00		13,000.00	
		<b>30,668,099.84</b>		<b>32,793,042.33</b>	
			<b>8,414,318.55</b>		<b>8,691,790.05</b>
<b>Profit &amp; Loss Account</b>			<b>11,072,682.01</b>		<b>12,159,232.38</b>
<b>Notes</b>	R	<b>TOTAL</b>	<b>45,971,426.56</b>	<b>TOTAL</b>	<b>46,678,574.96</b>

For Filtron Engineers Ltd.

As per our report on even date  
For A. A. BHAT & COMPANY  
(Chartered Accountants)

S. HEGDE  
MANAGING DIRECTOR

G. HEGDE  
DIRECTOR

(N.V.BADWE)  
PARTNER  
M.No. 31637

Place : Pune  
Date : 25/06/2009

Place : Pune  
Date : 25/06/2009



**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009**

Particulars	Sch Ref.	Year Ended 31.3.2009 (Rs.)	Year Ended 31.3.2009 (Rs.)
<b>A) INCOME</b>			
1 Sales	J	<b>39,209,086.00</b>	34,393,147.90
2 Other Income	K	<b>15,322,041.78</b>	5,804,020.42
<b>Total</b>		<b><u>54,531,127.78</u></b>	<b><u>40,197,168.32</u></b>
<b>B) EXPENDITURE</b>			
1 Material Consumed	L	<b>22,625,091.51</b>	25,171,027.57
2 Manufacturing Expenses	M	<b>5,226,282.50</b>	3,786,085.87
3 Employee Cost	N	<b>6,245,829.53</b>	4,674,815.00
4 Administration Expenses	O	<b>2,386,952.83</b>	2,333,109.16
5 Selling Expenses	P	<b>13,921,589.45</b>	1,034,851.86
6 Depreciation & Amortisation	E	<b>1,914,018.00</b>	1,975,711.61
7 Interest	Q	<b>1,075,717.59</b>	406,057.37
<b>Total</b>		<b><u>53,395,481.41</u></b>	<b><u>39,381,658.44</u></b>
<b>PROFIT BEFORE TAXATION &amp; EXCEPTIONAL ITEMS</b>		<b><u>1,135,646.37</u></b>	<b><u>815,509.88</u></b>
1 Provision for Taxation- FBT		<b>50,636.00</b>	13,000.00
2 Provision for MAT		<b>90,000.00</b>	92,000.00
<b>PROFIT AFTER TAXATION</b>		<b><u>995,010.37</u></b>	<b><u>710,509.88</u></b>
1 Prior Period (Expenses)/Income		<b>91,540.00</b>	(59,243.24)
2 Notes	R		
<b>BALANCE CARRIED TO BALANCE SHEET</b>		<b>1,086,550.37</b>	651,266.64

For **Filtron Engineers Ltd.**

**S. HEGDE**  
MANAGING DIRECTOR

**G. HEGDE**  
DIRECTOR

As per our report on even date  
For **A. A. BHAT & COMPANY**  
(Chartered Accountants)

**(N.V.BADWE)**  
PARTNER  
M.No. 31637

Place : Pune  
Date : 25/06/2009

Place : Pune  
Date : 25/06/2009



**SCHEDULE FORMING PART OF THE ACCOUNTS**

Particulars	Amt. In Rs. Year Ended 31.3.2009 (Rs.)	Amt. In Rs. Year Ended 31.3.2008 (Rs.)
<b>SCHEDULE "A" SHARE CAPITAL</b>		
1 Authorised Capital 35,00,000 Equity Shares of Rs.10/- each (Previous year 35,00,000 Equity Shares of Rs.10/-)	<b>35,000,000.00</b>	35,000,000.00
<b>Total</b>	<b>35,000,000.00</b>	35,000,000.00
2 ISSUED, SUBSCRIBED & PAID UP CAPITAL 26,16,500 Equity Shares of Rs.10/-each fully paid up (Including 116540/- Equity Shares of 10/- each issued as Bonus Shares)	<b>26,165,000.00</b>	26,165,000.00
3 ADD : Share Forfeiture	<b>1,981,500.00</b>	1,981,500.00
<b>Total</b>	<b>28,146,500.00</b>	28,146,500.00
<b>SCHEDULE "B" RESERVES &amp; SURPLUS</b>		
1 General Reserves	<b>58,857.00</b>	58,857.00
2 Share Premium	<b>9,037,544.94</b>	9,037,544.94
<b>Total</b>	<b>9,096,401.94</b>	9,096,401.94
<b>SCHEDULE "C" SECURED LOANS</b>		
1 Loan from HDFC Bank (secured against hypothecation of Managing Director's Vehicle)	<b>459,608.86</b>	520,021.53
2 Working Capital Term Loan Add – Interest Accrued On Secured Loan (Loan from Bank of Maharashtra Secured against hypothecation of Stocks & Debtors & Personal guarantee of MD)	<b>1,124,764.76</b> <b>0</b>	1,078,133.49 133,355.00
3 Loan on Capital Goods Add – Interest Accrued On Secured Loan (Loan from Bank of Maharashtra Secured against hypothecation Of stocks & Book Debts Considered Goods below 180 days) (All the above facilities are collaterally secured by Mortgage charge On land and building situated at plot no. 36, WMDC Chakan, Dist. Pune, & Hypothecation of Plant & Machinery & Other Fixed Asset and Current Assets, & Apt. No. 6 & 7 S. No. 124 Sitabug Colony, Parvati, Pune – 30 & Personal guarantee of all Directors)	<b>7,144,151.00</b> <b>0.00</b>	<b>7,600,000.00</b> <b>104,163.00</b>
<b>Total</b>	<b>8,728,524.62</b>	9,435,673.02
<b>SCHEDULE "D" UNSECURED LOANS</b>		
Loan from Director	<b>0.00</b>	0.00
<b>Total</b>	<b>0.00</b>	0.00



**SCHEDULE E : FIXED ASSETS & DEPRECIATION**

Sr. No.	Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		As on 1.4.2008	Addition 2008-2009	Deduction 2008-2009	As on 31.03.2009	As on 01.04.2008	For 2008-2009	As on 31.03.2009	As on 31.03.2008
1	Lease Hold Land	477000.00	0.00	0.00	477000.00	71751.00	5125.00	400124.00	410375.00
	Land	919820.00	0.00	0.00	919820.00	0.00	0.00	919820.00	919820.00
2	Flat	416575.05	0.00	0.00	416575.05	84165.95	6819.00	325590.00	332409.10
3	Plant & Machinery	13277874.22	0.00	0.00	13277874.22	5023778.72	628515.00	7625579.00	8185605.50
4	Office Equipment	1489283.52	146818.00	0.00	1636101.52	942950.66	70763.86	622387.00	539263.86
5	Office Furniture	443956.42	41635.47	0.00	485591.89	306951.47	9988.00	168654.00	144013.95
6	Vehicles	1993140.44	281149.00	0.00	2274289.44	1241648.36	98100.00	934542.00	953318.08
7	Factory Building	6908804.00	0.00	0.00	6908804.00	1746806.66	230754.00	4931243.00	5575266.34
	Total Rs.	25926453.65	469602.47	0.00	26396056.12	9424871.82	1048552.91	15922632.00	17060071.83
B)	<b>Intangible Assets</b>								
	Non Competition Charges for acquisition of Designs & Drawings	8750000.00	0.00		8750000.00	5025000.00	875000.00	2850000.00	4600000.00
	Total	8750000.00	0.00		8750000.00	5025000.00	875000.00	2850000.00	4600000.00
C)	<b>Capital WIP Building</b>							7711794.00	



**TWENTY SEVENTH ANNUAL REPORT 2008-2009**

**FILTRON ENGINEERS LIMITED**

**SCHEDULE FORMING PART OF THE ACCOUNTS**

Particulars

Amt. In Rs.  
Year Ended  
31.3.2009  
(Rs.)

Amt. In Rs.  
Year Ended  
31.3.2008  
(Rs.)

**SCHEDULE "F" INVESTMENTS (At Cost)**

Investments  
(In Quoted & Unquoted Securities )

**SCHEDULE "G" CURRENT ASSETS,  
LOANS & ADVANCES**

Inventories (At Cost)

- 1) Raw Material
- 2) Work In Progress

( as cerified by Managing Director )

**Sundry Debtors**

(Unsecured Considered Good)

- 1 Out Standing for More than six months
- 2 Other Debts

Total

Total

**Cash & Bank Balance**

- 1 Cash on Hand
- 2 Bank Balance
- On current Account
- On Fixed Deposit Account
- ( for Bank guarantees given )

Total

**SCHEDULE "H" LOANS & ADVANCES**

**Unsecured Good Unless Otherwise stated**

- 1 Advance recovered in cash or in kind or value to be received
- 2 Sundry Deposit
- 3 Deposit & Advance to Related Parties (Highest value during the year Rs.11,61,4758.80)
- 4 TDS - Receivable
- 5 MAT Paid
- 6 Advance FBT paid
- 7 Vat Set Off Admissible

Total

**SCHEDULE "I" CURRENT LIABILITIES  
AND PROVISIONS**

- 1 Provision for Expenses
- 2 Sundry Creditors
- 3 Sundry Creditors for Capital Goods
- 4 Statutory dues
- 5 Advance from Customers
- 6 Other Liabilities
- 7 Provision for Warranty against Claims

Total

**II PROVISIONS**

- 8 Provision for Income Tax ( MAT )
- 9 Provision for FBT Tax

Total



**SCHEDULE FORMING PART OF THE ACCOUNTS**

	Amt. In Rs.	Amount Year Ended 31.3.2008
<b>SCHEDULE "J" SALES</b>		
1. Sales :		
Exports	27,943,174.00	2,201,824.00
Local	11,265,912.00	32,191,323.90
<b>Total</b>	<b>39,209,086.00</b>	<b>34,393,147.90</b>
<b>SCHEDULE "K" OTHER INCOME</b>		
1. Expenses Reimbursement	80,000.00	0.00
2. Foreign Fluctuation Income	35,611.00	12,479.00
3. Interest Received	216,869.00	314,910.93
4. Misc. Income/Receipt	56,761.42	40,764.31
5. Service charges on Sale	0.00	221,231.60
6. Sundry Balance W/back	14,932,800.36	5,214,634.58
<b>Total</b>	<b>15,322,041.78</b>	<b>5,804,020.42</b>
<b>SCHEDULE "L" MATERIAL CONSUMED</b>		
<b>Finished Goods</b>		
1. Opening Stock	448,314.00	448,314
2. Add : Purchases	5,553,246.06	13,060,272
3. Less: Closing Stock	448,314.00	448,314
	<b>5,553,246.06</b>	<b>13,060,271.84</b>
<b>Manufactured Goods</b>		
1. Opening Stock	4,859,406.00	4,144,826.00
2. Add : Purchases	17,760,753.45	12,825,335.73
3. Less: Closing Stock	5,548,314.00	4,859,406.00
	<b>17,071,845.45</b>	<b>12,110,755.73</b>
	<b>22,625,091.51</b>	<b>25,171,027.57</b>
<b>SCHEDULE "M" MANUFACTURING EXP</b>		
1. Crane Charges	10,032.00	0.00
2. Customs Duty	0.00	26,540.32
3. Clearing & Forwarding - Import	0.00	30,883.00
4. Carriage Inward	0.00	201,405.56
5. Diesel Expenses	7,710.00	42,920.00
6. Electricity Expenses	307,035.00	257,307.00
7. Erection & Commissioning	1,104,357.50	194,689.00
8. Factory Expenses	0.00	34,647.96
9. Freight Charges	0.00	302,140.75
10. Inspection Charges	136,902.00	0.00
11. Labour Charges	1,784,472.00	1,554,914.54
12. Repairs & Maintenance-Plant & Machinery	76,481.00	148,784.59
13. Security Charges	91,376.00	183,600.00
14. Supervision Charges	0.00	42,429.35
15. Testing Charges	7,574.00	12,946.00
16. Transport & Octroi	1,001,534.00	55,877.80
17. Warranty Claim	686,159.00	685,000.00
18. Water Charges	12,650.00	12,000.00
<b>Total</b>	<b>5,226,282.50</b>	<b>3,786,085.87</b>



SCHEDULE FORMING PART OF THE ACCOUNTS

	Amt. In Rs.	Amount Year Ended 31.3.2008
<b>SCHEDULE "N" EMPLOYEE COST</b>		
1. Salaries	5,055,609.53	3,987,139.00
2. Provident Fund & E.S.I Contribution	173,098.00	139,438.00
3. Other Benefits	959,593.00	533,041.00
4. Staff welfare exp	57,529.00	15,197.00
<b>Total</b>	<b>6,245,829.53</b>	<b>4,674,815.00</b>
<b>SCHEDULE "O" ADMINISTRATIVE EXPS</b>		
1. Auditor's Remuneration	72,400.00	59,243.00
2. Books & Periodicals	11,814.00	7,482.00
3. ECGC Premium	28,955.00	38,936.00
4. Filing Fees	89,007.00	24,456.00
5. Insurance	122,836.00	116,752.00
6. Inspection Charge	0.00	49,290.00
7. Labour Welfare Fund	384.00	9,338.00
8. Legal Expenses	395,297.00	415,608.00
9. Listing Fees	0.00	9,602.00
10. Membership & Subscription fees	49,819.00	56,218.50
11. Office Expenses	529,225.33	540,990.23
12. Pooja Expenses	96,018.00	0.00
13. Printing & Stationary	127,377.00	164,266.30
14. Professional & Legal Fees	162,900.00	114,028.00
15. Rent, Rates & Taxes	70,336.50	33,779.00
16. Repairs & Maintenance	177,883.00	106,176.00
17. Society Charges	5,650.00	12,018.00
18. Sundry Bal w/off	0.00	0.00
19. Tea Snacks & Lunch Exp.	79,119.00	92,643.00
20. Telephone, Postage & Courier	270,525.00	325,737.80
21. Training Charges/ Stipend	0.00	3,415.00
22. Vehicle Running & Maintance	97,407.00	153,130.30
<b>Total</b>	<b>2,386,952.83</b>	<b>2,333,109.10</b>
<b>SCHEDULE "P" SELLING EXPS</b>		
1. Advertisement & Sales Promotion	90,866.00	132,152.00
2. Commission & Service Charges	878,352.00	16,720.00
3. Foreign Fluctuation Expenses	56,866.00	48,366.00
4. Foreign Travelling	104,130.00	81,254.00
5. Marketing & Site Exp.	0.00	10,870.00
6. Penalti Charges	269,866.00	0.00
7. Sundry Bal w/off	11,626,017.95	0.00
8. Tender Fees / Discount on Sale	5,966.00	5,300.00
9. Travelling & Conveyance Exps	889,525.50	740,189.00
<b>Total</b>	<b>13,921,589.45</b>	<b>1,034,851.00</b>
<b>SCHEDULE "Q" INTEREST</b>		
1. Bank Interest	433,183.00	177,394.00
2. Bank charges	592,966.26	118,924.00
3. Other Interest	49,568.33	109,739.00
<b>Total</b>	<b>1,075,717.59</b>	<b>406,057.00</b>



**NOTES FORMING PART OF THE ACCOUNTS****SCHEDULE NO-13.****I) SIGNIFICANT ACCOUNTING POLICIES****A) Basis of Accounting :**

Accounts of the company are prepared under the historical cost convention and accrual basis as a going concern. The Company has complied with Accounting standards recommended by Institute of Chartered Accountants of India & as per prescribed under sub Sec 3 C of Sec. 211 of the Companies Act 1956 except Accounting Standard 15 in respect of Retirement Benefits.

**B) Inventories :**

As per AS 2 Valuation of Inventories: Inventories are valued at cost or net realisable value which ever is lower. Scrap generated in manufacturing process is accounted for on sale.

**C) Revenue Recognition :**

As per A.S. 9

1. Sales: Sales are accounted as soon as material is dispatched and are shown net of sales tax.
2. Income arising out of Erection and Installation and Commissioning of equipment is accounted for on completion. The erection and/ or commissioning of
  - i) The Composite and independently functional portion of the project
  - Or
  - ii) On completion of the project itself, as is applicable.
3. Benefit against exports made under Advance License Scheme of the EXIM Policy are recognized when utilised against import purchases.

**D) Fixed Assets :**

AS per A.S. 10, Fixed assets are stated at cost of acquisition and other attributable costs to bring the assets to their working condition.

- 1) Depreciation is charged on all the assets on straight-line method at rates and manner prescribed in schedule XIV of the Companies Act. Prorata depreciation is provided in the year of installation as also in the year of sale or disposal of the assets.
- 2) The cost of Leasehold land is amortized over the period of the lease

**E) Foreign currency Transactions :**

As per A.S. 11 Foreign Currency transactions of income and expenditure are accounted for at the exchange rate prevailing as on the date of the transaction. Debtors & Creditors in respect of Foreign Currency transactions outstanding as on 31/03/2009 have been expressed at the foreign exchange rates prevailing as on the year end date. The difference between the rate prevailing on the transaction date and settlement /year ended is recognized as Income or Expenses as the case may be.

**F) Retirement Benefits - Accounting Standard 15.**

Contributions are made to provident funds. Provisions for gratuity is not made as per the actuarial valuation. However the amount is ascertained by the management as on 31st March, 2009. The company has not done actuarial valuation of gratuity.

**G) Taxation - Accounting Standard 22.**

- i) Provision for taxation includes current income tax and fringe benefit tax.
- ii) The Company follows AS-22 'Accounting for taxes on income' issued by the Institute of Chartered Accountants of India'. The Company has timing difference between accounting & tax profits on account of accumulated losses and unab-sorbed depreciation. As per the perception of the management since there is no convincing evidence which demon-strates the virtual certainty of realisation of such 'Deferred tax assets', the Company has presently decided not to recog-nize any deferred tax asset or deferred tax liability either.



**H) Segment Reporting under Accounting standard 17.**

The company operates in one business segment namely dairy and beverage equipment and hence reporting under this accounting standard is not applicable to the company.

**I) Lease Accounting As per Accounting Standard 19.**

This is not applicable to the company since no new lease transaction took place during the year under report.

**J) Consolidated Financial Statement & Investment in Associate as per Accounting Standard 21 & 23 - Not applicable to the Company as the Company does not have any subsidiary.**

**II) Impairment of Assets as per Accounting Standard 28 :- As on the Balance Sheet date the carrying amounts of the assets net of accumulated depreciation is less than the recoverable amount of those assets. Hence there is no impairment loss on the assets of the company.**

**III) Capital Commitment - Estimated amount of contracts remaining to be executed on Capital Account and not provided for Rs. 40,00,000/- approx. ( Pre. Yr. Rs. - Nil )**

**IV) Contingent Liability - Contingent Liability not provided for in respect of**

- 1) Bank Guarantees Rs. 57,41,800. /- (Pre.Yr. Rs. 70,04,100/- ).

**V) In respect of Sundry Debtors, Loans & Advances we have to state as under:**

- a) Balances of Debtors, Creditors and Loans & Advances are subject to Confirmations.

- b) Receivables from Various parties against which the Company has initiated legal action and/or sent notices and the matters are pending before legal authorities Rs. 32.21/- Lacs. (Pre. Yr. 56.35lacs)

- c) No provisions has been made in respect of debtors of Rs.32.21/- lacs (Pre.Yr. 38.99 lacs) and advances includes deposit which are outstanding for the more than 3 years including the parties against which legal action has been taken by the Company. We are unable to comment on the ultimate realisability of this amount.

- d) Loans and advances include Rs. 71.32 lacs due from lead managers to the public issue carried out by the Company. The Company has filed a suit for recovery of principal amount reliability of this debt could not be confirmed.

- e) Loans and advances Includes Rs. 25.44/- lacs kept in deposits with bank as margin money against the bank guarantee and LCs.

- f) Sundry balances written off includes Rs.116.26 /- due from a party in which a Director is interested As per the perception of the management, the above receivables are good and will be recovered in full.

**VI) Amounts payable to Small Scale Industries (Sundry Creditors) outstanding Rs. Nil (Pre. Yr 2.88/-)**

**VII) Related party disclosures as per A.S. 18**

**A) Subsidiaries: Nil**

**B) Associates and Joint Ventures:**

1. Real Centrifuges Asia Pvt. Ltd.
2. Fristam Pumps India Pvt. Ltd.
3. Filtron India
4. Sparc (Partnership)
5. Vicarb Thermaltek (I) Pvt. Ltd.
6. Bertron Equipments Pvt. Ltd.
7. Schimdt Bretten India Pvt. Ltd.
8. Nerb India Pvt Ltd.



C) Key Management Personnel & Relatives

Mr. Sadanand Hegde	:	Chairman & Managing Director
Mr. Gajanan Hegde	:	Director
Mr. Joachim Friedech	:	Director
<b>Relatives</b>		
Mr. Anil Gajanan Hegde	:	Son of Mr. Gajanan Hegde

D) Transaction with Related Parties

Name of Parties	Purchases	Outstanding as on 31/03/2009
1. Bertron Equipments Pvt. Ltd.	33,62,591.50	24,61,132.56 (Pr.Yr. Rs. 26.18 lacs)
2. Schmidt Bretten India Pvt. Ltd.	10,04,132.00	16,43,088.30 (Pr.Yr. Rs. 16.76 lacs)
3. Real Centrifuge Asia Pvt. Ltd.	26,94,737.00	11,61,475.80 (Pr.Yr. Rs. 01.41 lacs)
4. Fristam Pumps (I) Pvt. Ltd.	19,46,323.00	30,72,924.47 (Pr.Yr. Rs. 9.96 lacs)
5. Vicarb Thermaltek(I) Pvt. Ltd.		18,265.00 (Pr. Yr. Rs.3.95 lacs)
6. Filtron India		12,02,564.42 (Pr.Yr. Rs. 12.02 lacs)
	Year Ended 31.03.2009 (Rs.)	Year Ended 31.03.2008 (Rs.)

VIII) Remuneration paid to the Managing Director & whole time director

Salary	2,40,000.00	2,40,000.00
HRA	84,000.00	84,000.00
Conveyance	84,000.00	84,000.00
Incentive	72,000.00	72,000.00
Ex-gratia	53,500.00	53,500.00
Perquisites		
M.R.A.	24,000.00	24,000.00
L.T.A.	40,000.00	40,000.00
Bonus	2,500.00	2,500.00
Total Rs.	6,00,000.00	4,51,200.00



**IX) Earnings per share as per A.S. 20**

	31.3.2009	31.3.2008
Profit / Loss after tax	9,95,010.37	6,15,192.00
Weighted average number of shares	26,16,500	26,16,500
Outstanding of Rs. 10 each	00.38	00.38
Basic and diluted EPS		

**X) As 26 Accounting for intangible Assets**

**Details relating to intangible Assets.-** Intangible assets represents cost of non competition fee paid. It is to be amortised equally over a estimated useful life as below :

	31.3.2009	31.3.2008
Useful life	7 years	
Amortisation method :	Straight line method	
Carrying amount at the beginning	37,25,000	46,00,000
Amortisation during this year	8,75,000	8,75,000
Carrying amount at the end of the year	28,50,000	37,25,000

**XI) Remuneration to the Managing Director & Whole time Director**  
As per IX above.

**XII) Payment to Auditors**

	Year Ended	Year
	31.3.2009	31.3.2008
Towards Statutory & Tax Audit Fees	45,000.00	45,000.00
Towards Reimbursement of Expenses	9,900.00	14,000.00
Other Services	0.00	0.00
	<u>54,900.00</u>	<u>59,000.00</u>

**XIII)**

**A) Expenditure in Foreign Currency**

CIF Value of Imports  
Other Items

NIL  
NIL

**B) Earnings in Foreign Exchange**

FOB Value of Exports  
Other Items

2,79,43,174.00  
NIL

**C) Expenditure/Income on account of Foreign Exchange Fluctuation**

Gain due to fluctuation  
Loss due to fluctuation

35,611.00  
56,866.00

**XIV) A) Particulars**

Trading  
(Pre. Year)  
Manufacturing  
(Pre. Year)

Opening Stock  
01/04/2008  
4,48,314.00  
(4,48,314.00)  
48,59,406.00  
(41,44,826.00)



Particulars	Year Ended 31.03.2009	Year Ended 31.03.2008
<b>B) Consumption of Materials</b>		
Trading	17,23,701.00	51,96,934.00
Homoginiser Spares	3,82,143.00	1,55,776.00
PHE Spares	NIL	10,70,000.00
Cream Sperator	34,47,402.06	65,08,300.78
Other Materials/Equipments		
<b>Manufacturing Goods</b>	1,77,60,753.45	1,18,13,027.00
Other Materials / Equipments		

(\*) Note: None of the items individually account for more than 10% of total consumption value, hence quantitative details are not given.

<b>C) Details of Turnover</b>				
<b>Trading Goods</b>	Qty.		Qty.	
Homeginiser	10	12,48,869.00	3	24,22,444.00
Spiratoron		NIL	1	33,95,874.00
CIP System	01	12,04,390.00	1	18,76,444.00
Milk Chiller	01	3,12,018.00	0	NIL
Milk Storage Tank	04	10,08,984.00	2	10,67,962.00
PHE Plates	05	3,33,750.00	0	NIL
Other Materials & Equipments		36,59,559.00	*	1,08,13,582.00
		77,67,570.00		1,95,76,306.00
<b>Manufacturing Goods</b>				
Tank	06	20,43,836.00	22	1,32,05,161.00
Syrup Systems	03	7,03,654.00		NIL
Heat Exchanger	0	NIL	4	4,73,850.00
Casting	0	NIL		NIL
Dying Chambers	0	NIL	22	2,74,289.00
Pasteurizers	04	95,25,901.00		NIL
Mini Dairy Plant	04	1,91,49,600.00		NIL
Weight Brand	0	NIL	1	1,83,560.00
Other Materials/Equipments		18,525.00		6,79,982.00
<b>Total Sales-</b>		3,14,41,516.00		3,43,93,148.00

(\*) Note: None of the items individually account for more than 10% of total sales value, hence quantitative details are not given.

<b>D) Consumption of Material</b>		
Imported	0	68,370.00
	(0%)	(.27%)
Indigenous	2,26,25,091.00	2,50,95,151.00
	(100%)	(99.73%)

**XV)** In the opinion of the Board the balances in Current Assets, Loans & Advances are approximately of the value stated if realised in the ordinary course of business are taken as per books. The provision for depreciation and all known liabilities is adequate and not in excess of the amounts reasonably necessary. These are no Contingent Liabilities other than those stated in above note No. 3.

**XVI)** Previous year's figures have been regrouped or rearranged wherever necessary.

For Filtron Engineers Ltd.

As per our report on even date  
For A. A. BHAT & COMPANY  
(Chartered Accountants)

S. HEGDE  
MANAGING DIRECTOR

G. HEGDE  
DIRECTOR

(N.V.BADWE)  
PARTNER

M. No. 31637

Place : Pune

Date : 25/06/2009

Place : Pune  
Date : 25/06/2009



**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**  
(Information pursuant to part IV of Schedule VI to the Companies Act, 1956.)

**A) Registration Details**

Registration Number

26929

dt.

160482

State Code

11

Balance Sheet Date

31032009

**B) Capital raised during the year (Amount in Rs. Thousand)**

a) Public Issue

NIL

b) Rights Issue

NIL

c) Bonus Issue

NIL

d) Private Placement

NIL

**C) Position of Mobilisation and Development of Funds (Amount in Rs. Thousand)**

	31.03.2009	31.03.2008
a) Total Liabilities	45,971.42	46,678.57
b) Total Assets	45,971.42	46,678.57
c) Sources of Funds		
i) Paid up Capital	28,146.50	28,146.50
ii) Reserves & Surplus	9,096.40	9,096.40
iii) Secured Loans	8,728.52	9,435.67
	45,971.42	46,678.57
d) Application of Funds		
i) Net Fixed Assets	26,484.43	20,226.58
ii) Net Current Assets	8,414.31	8,691.79
iii) Miscellaneous Expenditure	0.00	5,600.00
iv) Accumulated Losses	11,072.68	12,159.23
	45,971.42	46,678.57

**D) Performance of Company**

	(Amount in Rs. Thousand)
a) Turnover	54,561.13
b) Total Expenditure:	53,395.48
c) Profit/Loss before Tax:	1,135.65
d) Profit/Loss after Tax	995.01
e) Earnings per Share (Rs.)	.38
f) Dividend Rate (%)	Nil

**E) Generic Norms of three principal Products/Services of Company as per Monetary Terms.**

a) Item Code No. 84.34

b) Product Description : Dairy Machinery

c) Item Code No. 84.38

d) Product Description : Food Processing Machinery

e) Item Code No. 84.13 & 84.21

f) Product Description : Chemical & Pharmaceutical Equipment

For Filtron Engineers Ltd.

As per our report on even date  
For A. A. BHAT & COMPANY  
(Chartered Accountants)

S. HEGDE  
MANAGING DIRECTOR

G. HEGDE  
DIRECTOR

(N.V.BADWE)  
PARTNER

Place : Pune  
Date : 25/06/2009

Place : Pune  
Date : 25/06/2009



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2009**

Particulars	Amount	Amount	Previous Year
<b>A. Cash flow from operating activities</b>			
Profit before Extra Ordinary Items & Taxation		1,135,646	815,510
Adjustment for Non Cash Expenses			
1. Depreciation	1,914,018		1,975,712
2. Financial Charges	1,075,718		406,057
3. Other Income	-15,322,042		-5,804,020
4. Prior Period Expenses	-		-59,243
5. Provision For Taxation	-140,636	-12,472,942	-105,000
<b>Operating Loss before Working Capital Charges</b>		<b>-11,337,296</b>	<b>-2,770,984</b>
Adjustment for :			
1. Increase/Decrease in Inventories	-688,908		-714,580
2. Decrease / Increase in Sundry debtors	1,217,935		625,281
3. Decrease/Increase in Advance recoverable in cash or kind or value receivables	3,999,380		-2,738,510
4. Decrease / Increase in S. Creditors & Other Liabilities & Provisions	-2,124,942	-2,523,029	2,403,465
<b>Net Cash Flow from Operative Activity</b>		<b>-8,933,831</b>	<b>-8,121,822</b>
<b>B. Cash Flow from Investing Activities</b>			
1. Purchase of Fixed Assets	-2,479,352		-5,519,465
2. Sale of Fixed Assets	-	-2,479,352	1,094,231
<b>Net Cash Used in Investing Activities</b>		<b>-12547056.00</b>	<b>-8167291</b>
<b>C. Cash Flow from Financing Activities</b>			
1. Secured Loans availed	-707,148		215,649
2. Unsecured Loans availed	-		-
3. Financial Charges	-1,075,718		-406,057
4. Other Income	15,322,042	13,539,176	5,804,020
<b>Net Cash Flow From Financing Activities</b>		<b>2,125,993</b>	<b>-6,933,444</b>
<b>D. Net Increase in cash &amp; cash equivalents (A+B+C)</b>		<b>2,125,993</b>	<b>-6,933,444</b>
<b>E. Cash &amp; Cash equivalent at beginning of the year</b>		<b>615,025</b>	<b>7,548,469</b>
<b>F. Cash &amp; Cash equivalent at the end of the year</b>		<b>2,741,018</b>	<b>615.025</b>

**Notes:**

- A) The above cash flow statements has been prepared under the 'Indirect method' as set out in the Accounting Standard 3 on cash flow statement issued by ICAE.
- B) Previous year's figures have been regrouped wherever necessary to confirm to current year classification

For **Filtron Engineers Ltd.**

**S. HEGDE**  
MANAGING DIRECTOR

**G. HEGDE**  
DIRECTOR

As per our report on even date  
For **A. A. BHAT & COMPANY**  
(Chartered Accountants)

**(N.V.BADWE)**  
PARTNER

Place : Pune  
Date : 25/06/2009

Place : Pune  
Date : 25/06/2009

**AUDITOR'S CERTIFICATE**

To,  
**The Board of Directors**  
**Filtron Engineers Ltd.**  
**Pune 411 030**

We have verified the attached Cash Flow Statement of Filtron Engineers Ltd., which has been compiled from and is based on the audited statements for the year ended March 31, 2009. To the best of our knowledge and belief and according to the information and explanation given to us, it has been prepared pursuant to clause 32 of the listing Agreement with the Stock Exchange, Mumbai.

For **A.A. BHAT & COMPANY**  
(Chartered Accountants)

Place : Pune  
Date : 25/09/2009

**(N.V. BADWE)**  
Date : 25/09/2009



**PROXY FORM**

**FILTRON ENGINEERS LIMITED**

Registered & Corporate Office : Filtron House, 6 Sitabag Colony, Sinhagad Road, Pune 411 030.

I/We \_\_\_\_\_ of \_\_\_\_\_  
\_\_\_\_\_ being

member / members of FILTRON ENGINEERS LIMITED, hereby appoint or, failing him, \_\_\_\_\_ of  
\_\_\_\_\_ as my / our proxy to vote for me/us and on my/our behalf at the 27<sup>th</sup> Annual General  
Meeting of the Company, to be held on 29th September, 2009 at Registered Office, Filtron House, 6 Sitabag Colony, Sinhagad  
Road, Pune 411 030, and at any adjournment thereof.

At witness my/our hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2009.

Signed by the said

Member's Folio no. \_\_\_\_\_

No. of Shares held \_\_\_\_\_

Note : The Proxy must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time  
for holding the aforesaid meeting.

(TEAR HERE)

**FILTRON ENGINEERS LIMITED**

Please complete this attendance slip and hand it over at the entrance of the Meeting Hall.

I hereby record my presence at the Twenty Seventh Annual General Meeting of the Company to be held at Registered Office,  
Filtron House, 6 Sitabag Colony, Sinhagad Road, Pune 411 030 on 29th September, 2009 at 10.30 a.m.

Full Name of the Shareholder in BLOCK LETTERS \_\_\_\_\_

Folio No. \_\_\_\_\_

No. of Shares held \_\_\_\_\_

Signature of the shareholder \_\_\_\_\_

Note : Only shareholders of the Company or their proxies will be allowed to attend the meeting.



**BOOK-POST**  
**Under Certificate of Posting**

**FILTRON ENGINEERS LIMITED**

Registered & Corporate Office : Filtron House, 6 Sitabag Colony, Sinhagad Road, Pune 411 030.

I/we \_\_\_\_\_ of \_\_\_\_\_  
being \_\_\_\_\_  
\_\_\_\_\_ of \_\_\_\_\_  
\_\_\_\_\_ as my / our proxy to vote for me/us and on my/our behalf at the 27th Annual General Meeting of the Company to be held on 29th September, 2009 at Registered Office, Filtron House, 6 Sitabag Colony, Sinhagad Road, Pune 411 030, and at any adjournment thereof.  
At witness my/our hands this \_\_\_\_\_ day of \_\_\_\_\_ 2009.  
Signed by the said \_\_\_\_\_  
Member's Polling \_\_\_\_\_  
No. of Shares held \_\_\_\_\_  
Note: The Proxy must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting.

(TEAR HERE)

**FILTRON ENGINEERS LIMITED**

Please complete this attendance slip and hand it over at the entrance of the Meeting Hall.

I hereby declare my presence at the Twenty Seventh Annual General Meeting of the Company to be held at Registered Office, Filtron House, 6 Sitabag Colony, Sinhagad Road, Pune 411 030 on 29th September, 2009 at 10.30 a.m.  
Full Name of the shareholder in BLOCK LETTERS \_\_\_\_\_  
\_\_\_\_\_

Signature of the shareholder

If undelivered, Please return to :

**FILTRON ENGINEERS LIMITED**

6 Sitabag Colony, Filtron House, Sinhagad Road, Pune 411 030.



**BOOK-POST**  
**Under Certificate of Posting**

**FILTRON ENGINEERS LIMITED**

Registered & Corporate Office : Filtron House, 6 Sitabag Colony, Sinhgad Road, Pune 411 030.

I/we \_\_\_\_\_ of \_\_\_\_\_  
being \_\_\_\_\_  
\_\_\_\_\_ of \_\_\_\_\_  
\_\_\_\_\_ hereby appoint or, telling him,  
\_\_\_\_\_ as my / our proxy to vote for me/us and on my/our behalf at the 27th Annual General  
Meeting of the Company to be held on 28th September, 2009 at Registered Office, Filtron House, 6 Sitabag Colony, Sinhgad  
Road, Pune 411 030, and at any adjournment thereof.  
At witness my/hour hand(s) this \_\_\_\_\_ day of \_\_\_\_\_ 2009.  
Signed by the said \_\_\_\_\_  
Member's photo (to  
No. of Shares held \_\_\_\_\_  
Note: The Proxy must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time  
for holding the aforesaid meeting.

(TEAR HERE)

**FILTRON ENGINEERS LIMITED**

Please complete this attendance slip and hand it over at the entrance of the Meeting Hall.

I hereby declare my presence at the Twenty Seventh Annual General Meeting of the Company to be held at Registered Office,  
Filtron House, 6 Sitabag Colony, Sinhgad Road, Pune 411 030 on 28th September, 2009 at 10.30 a.m.  
Full Name of the shareholder in BLOCK LETTERS \_\_\_\_\_

Signature of the shareholder

If undelivered, Please return to :

**FILTRON ENGINEERS LIMITED**

6 Sitabag Colony, Filtron House, Sinhgad Road, Pune 411 030.