

GRIP POLYMERS LIMITED

22nd Annual Report 2014 - 15

CIN : U25200MH1993PLC074922

Regd.Office : 510, A Wing, Kohinoor City Commercial I,
KiroI Road, Off.L.B.S. Marg,
Kurla (W), Mumbai - 400 070.

GRIP POLYMERS LIMITED

Directors' Report to the Members,

Your Directors have pleasure to present their 22nd Annual Report together with the Audited Accounts for the year ended 31st March, 2015.

1. FINANCIAL RESULTS:

Total income for the year is Rs.2,54,153/- (previous year Rs.254022/-). Net profit after tax for the year is Rs.37,515/- (Previous year Rs.1,96,058/-). During the year, Company has formed joint venture unit to set up a waste rubber shredding & tyre re-treading plant.

2. DIVIDEND:

For conserving the financial resources, Directors do not recommend payment of any dividend for the year.

3. DIRECTOR:

Mr. Harsh R. Gandhi retire at this Annual General Meeting and being eligible offer himself for reelection.

4. NUMBER OF BOARD MEETINGS:

Company held four board meetings during the financial year 2014-15.

5. DIRECTOR RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and 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 for the year ended 31st March, 2015 and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

6. AUDITORS:

A. B. Modi & Associates, Chartered Accountants, Mumbai, the statutory auditors of the Company, will retire at the ensuing 22nd annual general meeting and are eligible for reappointment. A. B. Modi & Associates has, under Section 139 of the Companies Act, 2013 furnished a certificate of their eligibility for re-appointment

7. PARTICULARS OF INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

Sr. No.	Particulars	Amount (Rs.)
a	<u>Trade Investment</u> Investment in capital account of joint venture LLP Gripsurya Recycling LLP	45,92,000
b	<u>Non-Trade Investment</u> 5000 equity shares of Rs.2 each fully paid up held in Bank of Baroda	85,000
	Total	46,77,000

8. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the financial year 2014-15.

9. ANNUAL RETURN:

The extract of Annual Return pursuant to the provisions of Section 92 is attached to this report. (Annexure 1)

10. JOINT VENTURES:

Company has formed jointly controlled entity namely, Gripsurya Recycling LLP with Shrisuryansh Rubber India Pvt. Ltd. for setting up a rubber scrap shredding unit and tyre retreading unit. Statement containing salient features of the financial statement of Gripsurya Recycling LLP in form AOC – I (part B) is attached to this report. (Annexure 2)

11. RISK MANAGEMENT

Taking into account, the nature and size of the business, the board considers that the elements of risk threatening the Company's existence is very minimal. Therefore, the Company have not framed any Risk Management Policy.

For and on behalf of the Board of Directors

Date: 27th May 2015
Place: Mumbai

Rajendra Gandhi
Chairperson

Form No. MGT-9

Annexure 1

EXTRACT OF ANNUAL RETURN as on the financial year ended on 31.03.2015.

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i) CIN	: U25200MH1993PLC074922
ii) Registration Date	: 04/11/1993
iii) Name of the Company	: Grip Polymers Limited
iv) Category / Sub-Category of the Company	: Company having Share Capital.
v) Address of the Registered office and contact details	: 510, 'A' Wing, Kohinoor City Commercial - I, Kiroi Road, Kurla (West), Mumbai 400 070.
vi) Whether listed company (Yes / No)	: No
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any	: NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
1	Investment in joint venture	65999	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

1 NAME AND ADDRESS OF THE COMPANY	: GRP Limited, Plot No. 8, GIDC Estate, Ankleshwar – 393 002, Gujarat, India.
CIN/GLN	: L25191GJ1974 PLC002555.
HOLDING / SUBSIDIARY / ASSOCIATE	: Holding
% of shares held	: 100 %
Applicable Section	: section 2(47)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**(i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year (01.04.2014)				No. of Shares held at the end of the year (31.03.2015)				% Change during the year
	Demat	Physical	Total	%of Total Shares	Demat	Physical	Total	%of Total Shares	
A.Promoters									
(1) Indian									
g) Individual / HUF	0	60	60	0.12	0	0	0	0.00	-0.12
h) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
i) State Govt (s)	0	0	0	0.00	0	0	0	0.00	0.00
j) Bodies Corporate	0	49900	49900	99.80	0	50000	50000	100.00	0.20
k) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
l) Any Other....	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (1):-	0	49960	49960	99.92	0	50000	50000	100.00	0.08
(2) Foreign									
a) NRIs – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
e) Any Other....	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (2):-	0	0	0	0	0	0	0	0.00	0
Total shareholding of Promoter	0	49960	49960	99.92	0	50000	50000	100.00	0.08
(A) = (A)(1) +(A)(2)									
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIs	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(1):-	0	0	0	0.00	0	0	0	0.00	0.00

2. Non-Institutions									0.00	0
a) Bodies Corp.									0.00	0
i) Indian	0	0	0	0.00	0	0	0	0	0.00	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0	0.00	0.00
b) Individuals				0.00					0.00	0
i) Individual shareholders holding nominal share capital upto Rs.1lakh	0	40	40	0.08	0	0	0	0	0.00	-0.08
ii) Individual shareholders holding nominal share capital in excess of Rs 1lakh	0	0	0	0.00	0	0	0	0	0.00	0.00
c) Others (specify)	0	0	0	0.00	0	0	0	0	0.00	0.00
i) Clearing Members	0	0	0	0.00	0	0	0	0	0.00	0.00
ii) NRI's /OCB's	0	0	0	0.00	0	0	0	0	0.00	0.00
Sub-total (B)(2):-	0	0	40	0.08	0	0	0	0	0.00	0.00
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	0	40	0.08	0	0	0	0	0.00	0.00
c) Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0	0.00	0.00
Grand Total (A+B+C)	0	49960	50000	100.00	0	50000	50000	100.00	100.00	0.00

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (01.04.2014)		Shareholding at the end of the year (31.03.2015)		% change in shareholding during the year
		No. of shares	% total no of shares of the Company	No. of shares	% total no of shares of the Company	
1	GRP Limited	49900	99.8	50000	100	0.20
2	Rajendra V Gandhi	50	0.1	0	0	(0.10)
3	Nayna R Gandhi	10	0.02	0	0	(0.02)
	Total	49960	99.92	50000	100	0.08

*** None of the promoters have pledged/encumbered shares during the stated period.

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

	Name of Promoter	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year (01.04.2014)	GRP Limited	49900	99.80		
	Rajendra V Gandhi	50	0.10		
	Nayna R Gandhi	10	0.02		
Date wise Increase/ decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	01/07/2014				
	GRP Limited	100	0.20	50000	100.00
	Rajendra V Gandhi	-50	-0.10	0	0.00
	Nayna R Gandhi	-10	-0.02	0	0.00
At the End of the year (31.03.2015)	GRP Limited			50000	100.00
	Rajendra V Gandhi			0	0.00
	Nayna R Gandhi			0	0.00

(iv) Shareholding Pattern of top ten Shareholders
(other than Directors, Promoters and Holders of GDRs and ADRs):

For Each of the Top 10 Shareholders	Name of Shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year (01.04.2014)	Harsh R. Gandhi	10	0.02		
	Hemal R. Gandhi	10	0.02		
	Ganesh A. Ghangurde	10	0.02		
	Nayan H. Shah	10	0.02		
Date wise Increase/ decrease in Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	01/07/2014				
	Harsh R. Gandhi	-10	-0.02	0	0.00
	Hemal R. Gandhi	-10	-0.02	0	0.00
	Ganesh A. Ghangurde	-10	-0.02	0	0.00
	Nayan H. Shah	-10	-0.02	0	0.00
At the End of the year (31.03.2015)	Harsh R. Gandhi			0	0.00
	Hemal R. Gandhi			0	0.00
	Ganesh A. Ghangurde			0	0.00
	Nayan H. Shah			0	0.00

(v) Shareholding of Directors and Key Managerial Personnel (KMP):

For Each of the Directors and KMP	Name of Directors / KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year (01.04.2014)	1)Rajendra V Gandhi		0.00		
	2)Harsh R Gandhi		0.00		
	3)Nayna R Gandhi		0.00		
Date wise Increase/ decrease in Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	01/07/2014				
	1)Rajendra V Gandhi	-50	-0.10		
	2)Harsh R Gandhi	-10	-0.02		
	3)Nayna R Gandhi	-10	-0.02		
At the End of the year (31.03.2015)	1)Rajendra V Gandhi			0	0.00
	2)Harsh R Gandhi			0	0.00
	3)Nayna R Gandhi			0	0.00

V. INDEBTEDNESS

(Rs. In Lacs)

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year (01.04.2014)				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	0	0	0	0
Change in Indebtedness during the financial year				
• Addition	0	4681734	0	4681734
• Reduction	0	0	0.00	0
Net Change	0	0	0.00	0
Indebtedness at the end of the financial year (31.03.2015)				
i) Principal Amount	0	4592000	0	4592000
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0.00	89734	0	89734
Total (i+ii+iii)	0	4681734	0	4681734

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Total Amount
1	Gross Salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL NIL NIL
2	Stock Option	NIL
3	Sweat Equity	NIL
4	Commission - as % of profit - others, specify...	NIL NIL NIL
5	Others, please specify	NIL
	Total (A)	NIL
	Ceiling as per the Act	

B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Amount
1	Independent Directors • Fee for attending board committee meetings • Commission • Others, please specify Total (1)	NIL NIL NIL NIL
2	Other Non-Executive Directors • Fee for attending board committee meetings • Commission • Others, please specify Total (2)	NIL NIL NIL NIL
	Total (B)=(1+2)	NIL
	Total Managerial Remuneration (A +B)	NIL
	Overall Ceiling as per the Act	

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sr. No.	Particulars of Remuneration	Amount
1	Gross Salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil Nil Nil
2	Stock Option	Nil
3	Sweat Equity	Nil
4	Commission - as % of profit - others, specify...	Nil Nil Nil
5	Others, please specify	Nil
	Total	Nil
	Ceiling as per the Act	Not applicable

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Breif Description	Details of Penalty / Punishment / Compounding	Authority (RD/ NCLT/ Court)	Appeal Made, if any (Give details)
A Company					
Penalty Punishment Compounding		Nil Nil Nil			
B Directors					
Penalty Punishment Compounding		Nil Nil Nil			
C Other Officers in Default					
Penalty Punishment Compounding		Nil Nil Nil			

Form AOC-I**Part "B" : Associates and Joint Ventures**

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Joint Venture	Gripsurya Recycling LLP
1. Latest audited Balance Sheet date	31 st March, 2015
2. Shares of Joint Ventures held by the company on the year end No.	Nil
Amount of Investment in Joint Venture	Rs.45,92,000/-
Extend of Holding %	50%
3. Description of how there is significant influence	50% control owned by Grip Polymers Ltd.
4. Reason why the Joint Venture is not consolidated	Exemption granted as per Notification dt.14 th October, 2014 of MCA
5. Networth attributable to shareholding as per latest audited Balance sheet	Nil
6. Profit / Loss for the year	Nil
i. Considered in Consolidation	Nil
i. Not Considered in Consolidation	Nil

- Names of Joint ventures which are yet to commence operations : Gripsurya Recycling LLP
- Names of Joint Ventures which have been liquidated or sold during the year : Nil

For and on behalf of the Board of Directors of
Grip Polymers Limited

Place : Mumbai
Date : 27th May, 2015

Rajendra Gandhi
Chairperson

A. B. MODI & ASSOCIATES

CHARTERED ACCOUNTANTS

T-1, 6th Floor, Sunbeam Chambers, 7, Vithaldas Thackersey Marg, New Marine Lines, Mumbai 400020

INDEPENDENT AUDITORS' REPORT To the Members of Grip Polymers Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Grip Polymers Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the 'Act') with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and Rules made thereunder.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's directors, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act 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 March 31, 2015,
 - b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

9. As required by 'the Companies (Auditor's Report) Order, 2015', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and 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 it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of written representations received from the directors as on March 31, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has no pending litigations as at March 31, 2015.
 - ii. The Company has not entered into any long-term contracts including derivative contracts.
 - iii. The provision relating to Investor Education and Protection Fund are not applicable since there was no unclaimed dividend amount during the year.

For A. B. Modi & Associates
Chartered Accountants
Firm Registration No: 106473W

Place: Mumbai
Date: 27th May, 2015

Rajesh S. Shah
Partner
Membership No.: 017844

Referred to in paragraph 10 of the Independent Auditor's Report of even date to the members of Grip Polymers Limited on the financial statements as of and for the year ended March 31, 2015

- (i) The company is not having any fixed assets, hence clauses 3(i)(a) & 3(i)(b) of the Companies (Auditors' Report) Order 2015 are not applicable to the company for current year.
- (ii) There was no inventory during the year hence clauses 3(ii)(a) , 3(ii)(b) and 3 (iii)(c) of the Companies (Auditors' Report) Order 2015 are not applicable to the company for current year.
- (iii) The Company has not granted any loan secured or unsecured loan to any parties which is covered in the register maintained under Section 189 of the Act. hence clause no.3(iii)(a) and 3(iii)(b) of the Companies (Auditors' Report) Order 2015 are not applicable.
- (iv) There are no transaction of purchase of inventory, fixed assets and sale of goods and service, therefore provisions of clause 3(iv) of Companies (Auditor's Report) Order,2015 are not applicable to the Company.
- (v) In our opinion and according to information given to us, the company has complied with the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and rules framed there under to the extent applicable in respect of acceptance of deposits. We are informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.
- (vi) We have been informed that the company is not covered under the rules made by the Central Government of India in respect of the maintenance of cost records as has been specified under sub-section (1) of Section 148 of the Act. We have, therefore, not examined the records with a view to determine whether they are accurate or complete.
- (vii)
 - (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including income tax, sales tax, value added tax and other material statutory dues, as applicable, with the appropriate authorities.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues outstanding in respect of income tax , sales- tax, including value added tax, duty of customs and duty of excise as at 31st March 2015 which have not been deposited on account of a dispute.
 - (c) There is no amount which is required to be transferred to Investor Education and Protection Fund hence clause(vii)(c)of the Companies (Auditors' Report) Order 2015 is not applicable.
- (viii) The Company has no accumulated losses as at the end of the financial year and it has not incurred cash losses in the financial year ended on that date or in the immediately preceding financial year.
- (ix) According to the information and explanation given to us and based on our audit procedures, the Company has no borrowings from financial institution or bank or by way of debentures.
- (x) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xi) The Company has not obtained any long term loans during the year.

- (xii) During the course of our examination of the books of account and records of the Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of fraud on or by the Company, noticed or reported during the year, nor we have been informed of such cases by management.

For A. B. Modi & Associates
Chartered Accountants
Firm Registration No: 106473W

Place: Mumbai
Date: 27th May, 2015

Rajesh S. Shah
Partner
Membership No.: 017844

GRIP POLYMERS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2015

	Note	As at 31-03-2015 (Amount in Rs)	As at 31-03-2014 (Amount in Rs)
Equity and Liabilities			
Shareholders' funds			
Share capital	2	5,00,000	5,00,000
Reserves and surplus	3	23,57,578	23,20,062
		28,57,578	28,20,062
Non-current Liabilities			
Long term Borrowings	4	45,92,000	-
		45,92,000	-
Current Liabilities			
Trade payables	5	15,445	14,326
Other current liabilities	6	1,31,442	31,738
		1,46,887	46,064
Total Equity & Liabilities		75,96,464	28,66,126
Assets			
Non-current assets			
Non current investments	7	46,77,000	85,000
Other Non Current Assets	8	1,42,406	1,31,280
		48,19,406	2,16,280
Current Assets			
Cash and Bank Balance	9	27,20,521	25,73,874
Short term loans and advances	10	56,537	75,972
		27,77,058	26,49,846
Total Assets		75,96,464	28,66,126

Significant Accounting policies and Notes on Financial Statements 1 - 19

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 of Directors

For A. B. Modi & Associates
Chartered Accountants
ICAI Firm Registration no. 106473W

Rajendra V Gandhi
Chairperson

Rajesh S. Shah
Partner
Membership no. 017844

Place : Mumbai
Date : 27th May, 2015

Place : Mumbai
Date : 27th May, 2015

GRIP POLYMERS LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2015

	Note	Year ended 31-03-2015 (Amount in Rs)	Year ended 31-03-2014 (Amount in Rs)
Revenue :			
Other income	11	2,54,153	2,54,022
Total revenue		2,54,153	2,54,022
Expenses :			
Other expenses	12	1,59,757	42,845
Total expenses		1,59,757	42,845
Profit before exceptional and extraordinary items and tax		94,396	2,11,177
Exceptional items		-	-
Profit before extraordinary items and tax		94,396	2,11,177
Profit before tax		94,396	2,11,177
Tax expense			
Current tax		52,000	34,000
MAT Credit Entitlement		4,881	18,726
Excess / (short) provision of earlier years		-	(37,607)
Profit (Loss) for the period		37,515	1,96,058

Earnings per equity share(Nominal value per Share Rs 10/- (March 31, 2014 : Rs 10/-)	14		
(1) Basic		0.75	3.92
(2) Diluted		0.75	3.92

Significant Accounting policies and Notes on Financial Statements 1 - 19

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 of Directors

For A. B. Modi & Associates
Chartered Accountants
ICAI Firm Registration no. 106473W

Rajendra V Gandhi
Chairperson

Rajesh S. Shah
Partner
Membership no. 017844

Place : Mumbai
Date : 27th May, 2015

Place : Mumbai
Date : 27th May, 2015

GRIP POLYMERS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Rs)

	Year ended 31-03-2015	Year ended 31-03-2014
A Cash flow from Operating activities		
Net profit before tax and extra ordinary items	94,396	2,11,177
Adjustments for		
- Interest (Net)	(1,43,949)	(2,21,522)
- Dividend Income	(10,500)	(32,500)
	(1,54,449)	(2,54,022)
Operating Profit before working capital changes	(60,053)	(42,845)
Adjustments for		
- (Increase)/Decrease in Trade and other receivables	-	2,000
- Increase/(Decrease) in Trade payable	1,119	7,274
	1,119	9,274
Cash generated from operations	(58,934)	(33,571)
Direct taxes paid	(37,446)	(42,153)
Net cash from operating activities	(96,380)	(75,724)
B Cash flow from investing activities		
- Interest received	2,43,653	2,21,522
- Dividend Income	10,500	32,500
- Fixed Deposit*	(2,19,287)	(2,99,369)
- Investment in Jointly controlled entity	(45,92,000)	-
Net cash used in investing activities	(45,57,134)	(45,347)
C Cash flow from financing activities		
- Loans borrowed (Net of repayment)	45,92,000	-
Net cash used in financing activities	45,92,000	-
Net increase / (Decrease) in cash and cash equivalents	(61,514)	(1,21,071)
Cash and cash equivalents at the beginning of the year	94,387	2,15,458
Cash and cash equivalents at the closing of the period	32,873	94,387
Cash and cash equivalents includes:		
- Cash & Bank Balance	27,20,521	25,73,874
Less: Deposit with Maturity period of more than 3 months	(26,87,648)	(24,79,487)
	32,873	94,387

* Fixed Deposits in Bank with Maturity period of more than 3 months have been excluded from cash & cash equivalents & grouped under the investing activity.

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 of Directors

For A. B. Modi & Associates
Chartered Accountants
ICAI Firm Registration no. 106473W

Rajendra V Gandhi
Chairperson

Rajesh S. Shah
Partner
Membership no. 017844

Place : Mumbai
Date : 27th May, 2015

Place : Mumbai
Date : 27th May, 2015

GRIP POLYMERS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Rs)

1 Significant Accounting Policies:

(A) Basis of accounting :

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Act (to the extent notified). Accounting policies have been consistently applied by the company and are consistent with those used in the previous year except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard required a change in the accounting policy hither to in use.

(B) Accounting Estimates :

The preparation of financial statements in conformity with the generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any difference between the actual result and estimates are recognised in the period in which the results are known / materialised. Any revision to accounting estimates is recognised prospectively in current and future periods.

(C) Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(D) Investments :

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Long term investments are carried at cost. However provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually. Current investments are valued at cost or market value whichever is lower.

(E) Taxes :

Provision for tax is made for both current and deferred taxes. Provisions for current income tax is made at current tax rates based on assessable income. The Company provides for deferred tax based on the tax effect of timing difference resulting from the recognition of items in the financial statement and in estimating its current tax provision. Deferred tax assets are recognised if there is a reasonable certainty of realisation. The effect on deferred taxes of a change in tax rates is recognised in the Profit & Loss Account in the period in which it has been enacted.

Minimum Alternative Tax (MAT) credit entitlement is recognised in accordance with the Guidance Note on "Accounting for credit available in respect of Minimum Alternative Tax under the Income-tax Act, 1961" issued by ICAI. MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. At each balance sheet date the company re-assesses MAT credit assets to the extent they become reasonably certain or virtually certain of realisation, as the case may be and adjusts the same accordingly.

(F) Income Recognition :

- (i) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (ii) Dividend income is recognised when the right to receive dividend is established.

(G) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

(H) Earning per Share

The company reports basic and diluted earning per share (EPS) in accordance with the Accounting Standard specified under Section 133 of the Companies Act read with Rule 7 of the Companies (Accounts) Rules, 2014. The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year. The diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the end of the year.

(I) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

2 Share Capital:

	As at 31-03-2015	As at 31-03-2014
Authorized:		
50,000 (March 31, 2014: 50,000) equity shares of Rs 10 each	5,00,000	5,00,000
Issued,Subscribed and Paid up		
50,000 (March 31, 2014: 50,000) equity shares of Rs 10 each fully paid-up	5,00,000	5,00,000
	5,00,000	5,00,000

(a) Rights, preferences and restrictions attached to shares

The Company has only one class of shares referred to as equity shares having a par value of Rs.10/- Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of the equity shares of the Company will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts in proportion to their shareholding.

GRIP POLYMERS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Rs)

(b) The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2015 and March 31, 2014, is set out below :

Equity Shares:

	As at 31-03-2015	As at 31-03-2014
At the beginning		
- Number of shares	50,000	50,000
- Amount	5,00,000	5,00,000
At the end		
- Number of shares	50,000	50,000
- Amount	5,00,000	5,00,000

(c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the company

	As at 31-03-2015		As at 31-03-2014	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Holding company				
GRP Limited	50,000	100.00%	49,900	99.80%

3 Reserves and Surplus:

	As at 31-03-2015	As at 31-03-2014
General Reserve		
Balance as per last Balance sheet	8,41,711	8,41,711
Surplus in Statement of Profit & Loss		
Balance as at beginning of the year	14,78,351	12,82,293
Profit / (Loss) for the year	37,515	1,96,058
Balance as at end of the year	15,15,866	14,78,351
Total reserves and surplus	23,57,577	23,20,062

4 Long Term Borrowings:

	As at 31-03-2015	As at 31-03-2014
Long Term borrowing		
Unsecured Loan		
From GRP Ltd. (Holding Company)	45,92,000	-
Total Long Term Borrowings	45,92,000	-

The loan carry interest at the rate of 10% p.a. The terms of loan is for 3 years from the date of disbursement.

5 Trade Payables:

	As at 31-03-2015	As at 31-03-2014
Trade payables	15,445	14,326
Total trade payables	15,445	14,326

6 Other Current Liabilities:

	As at 31-03-2015	As at 31-03-2014
Statutory dues		
Interest Accrued	41,708	31,738
	89,734	-
Total other current liabilities	1,31,442	31,738

7 Non-current Investments:

	As at 31-03-2015	As at 31-03-2014
Long term investments (valued at cost unless stated otherwise)		
a) Long Term- Trade Investment		
Investment in Capital account of Partnership Firm		
Investment in capital account of Jointly controlled entity		
- Gripsurya Recycling LLP	45,92,000	-
b) Long Term-Non Trade Investment		
Investment in Equity Share (Quoted)		
5,000 (1,000) equity shares of Rs.2 /- (Rs.10/-) each fully paid up held in Bank of Baroda		
(Market Value Rs 8,16,500/- (March 31, 2014 : Rs 720,750/-))	85,000	85,000
Total non-current investment	46,77,000	85,000

Investment in Capital account of Limited Liability Partnership Firm
Partners details and their profit sharing ratio and capital account

Name of the Partners	Profit/Loss sharing ratio	Capital account
Grip Polymers Limited - The Company	50%	45,92,000
Shrisuryansh Rubber India Private Limited	50%	47,91,000

GRIP POLYMERS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Rs)

	As at 31-03-2015	As at 31-03-2014
8 Other Non Current Assets:		
Others		
In Fixed Deposit accounts with Bank (Maturity more than 12 months)	1,42,406	1,31,280
Total long-term loans and advances	1,42,406	1,31,280
Notes:		
Fixed Deposit with Bank include deposit of Rs 24,781/- (March 31, 2014 : Rs 22,871/-) lien with the Maharashtra Sales Tax Department.		
9 Cash and Bank Balances:		
Cash & Cash Equivalents		
Balance with banks		
- In current accounts	27,873	94,387
Cash in hand	5,000	-
	<u>32,873</u>	<u>94,387</u>
Other Bank Balances		
- In Fixed Deposit accounts (Maturity more than 3 Months but less than 12 months)	26,87,648	24,79,487
Total Cash and Bank Balance	27,20,521	25,73,874
10 Short-term Loans and Advances:		
Advances recoverable in cash or in kind	49,471	49,471
MAT credit Entitlement	-	4,881
Advance Income-tax (Net of provisions Rs 1,10,000/- : March 31, 2014 : Rs 58,000/-)	7,066	21,620
Total short-term loans and advances	56,537	75,972
11 Other income:		
	Year ended	Year ended
	31-03-2015	31-03-2014
Interest received	2,43,653	2,21,522
Dividend Income	10,500	32,500
Total other income	2,54,153	2,54,022
12 Other expenses:		
	Year ended	Year ended
	31-03-2015	31-03-2014
Administration & Other Expenses		
Retainer fees, Legal fees & Prof charges	-	4,500
Bank charges	225	112
Telephone expenses	27,794	20,739
Payment to Auditors:		
- Audit fee	8,427	8,551
- Taxation matters	5,618	5,618
Interest Expenses	99,704	-
Other Expenses	17,989	3,325
Total other expenses	1,59,757	42,845
13 Related parties disclosure:		
(A) Names of the related parties :		
(i) Parties where control exists :		
Holding Company	GRP Limited (100% of total shareholdings held by the company)	
Jointly controlled entity	Gripsurya Recycling LLP	
(ii) Directors of the company :-		
- Key Management Personnel	Rajendra V.Gandhi, Chairperson Nayna R. Gandhi , Director Harsh R. Gandhi , Director	
		Year ended
		31-03-2015
		Year ended
		31-03-2014
Summary of transactions with related parties in the ordinary course of business		
A) Loan Payable		
GRP Limited	45,92,000	-
B) Investment in capital account of Partnership Firm		
Gripsurya Recycling LLP (Jointly Controlled Entity)	45,92,000	-
C) Interest Expenses		
GRP Limited	99,704	-

GRIP POLYMERS LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Rs)

14 Jointly controlled entity:

The Company has the following investment in a jointly controlled entity

Name of the Jointly controlled entity	Country of Incorporation	Proportion of ownership interest as on 31/3/2015
Gripsurya Recycling LLP	India	50%

The company's share of each of the assets, equity & liabilities, income and expenses in the joint venture, based on the audited financial statements are as follows:

	Year ended 31-03-2015	Year ended 31-03-2014
I Assets		
<u>Tangible Assets</u>		
Land	29,35,403	-
Capital WIP	3,33,753	-
<u>Cash & Bank Bal</u>		
Cash in hand	473	-
Balance with bank	5,06,697	-
Short Term Loans & Advances	6,13,500	-
<u>Other Current Assets</u>		
Deposits	2,09,286	-
Miscellaneous Expenditure	1,22,914	-
II Liabilities		
Other Current Liabilities	30,525	-
III Income	-	-
IV Expenses	-	-
V Share of Contingent Liabilities (Guarantee given if any)	-	-

15 Earnings per share:

	Year ended 31-03-2015	Year ended 31-03-2014
- Net Profit after tax for the year	37,515	1,58,451
- Excess Provision for tax for earlier years	-	(37,607)
- Net Profit attributable to Equity Shareholders	37,515	1,96,058
- Number of equity shares of Rs.10/- each.	50,000	50,000
- Earnings per share - Basic	0.75	3.92
- Earnings per share -Diluted	0.75	3.92

16 In the opinion of the board, the current assets, loan and advances are approximately of the value stated, if realised, in the ordinary course of the business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

17 Segment reporting as defined in Accounting Standard 17 is not applicable since there is only one business segment.

18 Provision for taxation is made as per normal provision for income-tax.

19 Figure of the previous year have been re-arranged or re-grouped wherever necessary to make them comparable with that of the current year.

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 of Directors

For A. B. Modi & Associates
Chartered Accountants
ICAI Firm Registration no. 106473W

Rajendra V Gandhi
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