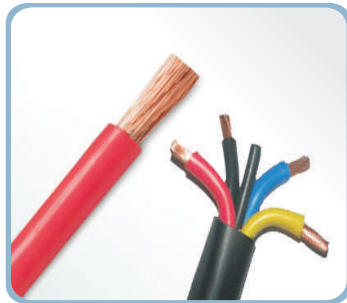
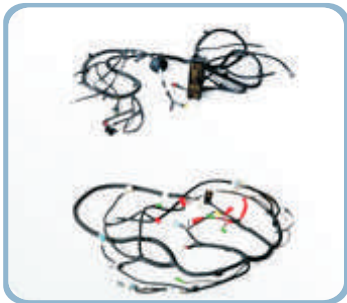




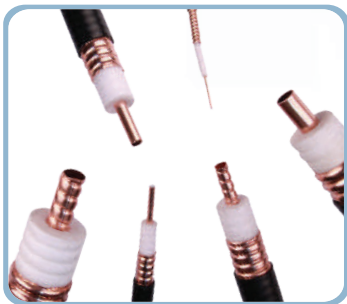
Leading and
Fastest Growing



Complete
Customer
Satisfaction is our
only Gratification



State-of the
Manufacturing
Facility that speak
Volumes of our
Capability



annual report
2013-14



Shilpi Cable Technologies Ltd.

An Array of
Porducts to fullfill
every Client's
Requirement



CONTENTS	PAGE NO
Corporate Information	1
Director's Report	2
Management Discussion & Analysis	10
Corporate Governance Report	16
Standalone Financial Statements	
• Auditors' Report	27
• Balance Sheet	30
• Statement of Profit & Loss	31
• Significant Accounting Policies	32
• Notes on Financial Statements	35
• Cash Flow Statement	53
Consolidated Financial Statements	
• Auditors' Report	54
• Balance Sheet	55
• Statements of Profit & Loss	56
• Significant Accounting Policies	57
• Notes on Financial Statements	61
• Cash Flow Statement	80
Statement U/S 212	81

CORPORATE INFORMATION

BOARD OF DIRECTORS

- Mr. Mukesh Kumar Gupta
- Mr. Manish Goel, Managing Director
- Mr. Ghanshyam Pandey
- Mr. Sunil Kala
- Mr. Sandeep Gupta
- Mr. Narendra Kumar Singh, Nominee Director

Chief Executive Officer – **Mr Manish Bhatt**

Chief Financial Officer - **Mr Vikas Jaiswal**

AUDITORS

M/s RMA & Associates
Chartered Accountants
48, Hasanpur,
I. P. Extension,
Delhi – 110 092

SHARE TRANSFER AGENT

BEETAL Financial & Computer Services (P) Limited
Beetal House, 3rd Floor, 99 Madangir, Behind Local Shopping
Centre Near Dada Harsukhdas Mandir, New Delhi – 110062
Tel: 011-29961281; Fax: 011-29961284

REGISTERED OFFICE

Shilpi Cable Technologies Limited
A-19/B-1 Extension
Mohan Co operative Industrial estate
P.O. Badarpur, Mathura Road
New Delhi 110 044

PLANTS

Unit I

SP 1037, RIICO Industrial Area
Chopanki, Bhiwadi, Tehsil-Tijara
Distt. Alwar, Rajasthan.

Unit II

E 138, RIICO Industrial area, Phase I
Bhiwadi, Distt. Alwar, Rajasthan.

Unit III

Behind Tech Auto Pvt. Ltd.
ChinnaBelagondapalli
Nagondapalli Post
Mathigiri-635110
Hosur

Board Committees:

Audit Committee
Mr. Sandeep Gupta
Mr. Sunil Tarachand Kala
Mr. Ghanshyam Pandey

Stakeholders Relationship Committee

Mr. Sandeep Gupta
Mr. Sunil Tarachand Kala
Mr. Ghanshyam Pandey

Nomination and Remuneration Committee

Mr. Sandeep Gupta
Mr. Sunil Tarachand Kala
Mr. Ghanshyam Pandey

Corporate Social Responsibility Committee

Mr. Sandeep Gupta
Mr. Sunil Tarachand Kala
Mr. Ghanshyam Pandey

BANKERS

IDBI Bank
Punjab National Bank
State Bank of India
UCO Bank
OBC Bank
Bank of Baroda
Union Bank of India
Andhra Bank
Indian Overseas Bank
Axis Bank

Website

www.shilpicables.com

Investor Relations Email ID

investors@shilpicabletech.com

Corporate Identity Number

L64201DL2006PLC150753

Stock Exchanges where Company's Securities are listed

BSE Limited
National Stock Exchange of India Limited

Shilpi Cable Technologies Ltd.

DIRECTORS' REPORT

Dear Members

Your Directors have pleasure in presenting the Eighth Annual Report of your Company together with the Audited Annual Accounts for the financial year ended 31st March, 2014.

Financial Highlights

(Amount in Rs.Lacs)

Particulars	Financial Year ended	
	31 st March, 2014	31 st March, 2013
Net Sales	98,603.39	65,488.86
Other Income	333.37	173.94
Increase/ (Decrease) in Stocks	(884.91)	(1,857.19)
Total Income	98,936.76	65,662.80
Total Expenditure	94,951.30	61,922.13
Profit before tax	3,989.80	3,740.67
Provision for tax	1,186.79	1,121.68
Profit after tax	2,803.01	2,618.99
Paid-up Share Capital	4,931.61	3,751.61
Reserves and Surplus (excluding revaluation reserve)	17,304.99	12,534.08

Year in Retrospect

During the year under review, total income of the Company was Rs. 98,936.76 lacs as against Rs. 65,662.80 lacs in the previous year. The Company was able to earn a profit after tax of Rs. 2,803.01 lacs for the year as against a profit of Rs. 2,618.99 lacs in previous year. Your Directors are putting in their best efforts to improve the performance of the Company.

The detailed Management Discussion & Analysis Report is attached hereto with the Director's Report and should be read as part of this Directors Report.

Material Changes after the close of the financial year

Save as mentioned elsewhere in this Report, no material changes and commitments affecting the financial position of the Company have occurred between end of the financial year of the Company-31st March, 2014 and the date of this Report.

Dividend

Your Directors are pleased to recommend a dividend of Rs.1 per equity share for the financial year ended March, 31, 2014, subject to the approval of the shareholders at the ensuing Annual General Meeting of the Company.

Corporate Governance

Your Company believes that the great organizations are built on the foundation of good governance practices. Corporate governance is all about effective management of relationship among constituents of the system, i.e. shareholders, management, employees, customers, vendors, regulatory and the community at large.



As stipulated under Clause-49 of the listing agreement, the Corporate Governance Report had been incorporated as Separate Section forming part of this Annual Report.

The compliance report on Corporate Governance and a certificate from M/s R & D Company Secretaries regarding compliance of the conditions of Corporate Governance, as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges, is attached herewith and forms part of this Annual Report.

Certificate from Managing Director and Chief Financial Officer, inter alia, confirming the correctness of the financial statements, compliance with Company's Code of Conduct, adequacy of the Internal Control measures and reporting of matters to the Audit Committee in terms of Clause 49 of the Listing Agreement with the Stock Exchanges, is also enclosed as a part of the Annual Report.

Subsidiaries

Apart from Shilpi Worldwide JLT, Dubai, during the financial year the company has also made investment in equity of Shilpi Worldwide Pte Ltd, Singapore. Your company holds 100% of the total, issued and subscribed and paid up capital of Shilpi Worldwide and thereby, both of the companies are Wholly Owned Subsidiaries of the Company. Except this there is no subsidiary of the company.

As per Section 212 of the Companies Act, 1956, the Company is required to attach the Balance Sheet, Profit and Loss account, the Reports of the Board of Directors and Auditors of the subsidiary companies with the Balance Sheet of the Company.

The Ministry of Corporate Affairs, Government of India vide its circular no. 2/2011 dated February 8, 2011 has provided an exemption to companies from complying with Section 212, provided such companies publish the audited consolidated financial statements in the annual report. Accordingly, the annual report of financial year 2013-14 contains the consolidated financial statements of the Company instead of the separate financial statements of our subsidiary. However the financial information of the subsidiary company is disclosed in the Annual Report in compliance with the said circular.

The audited annual accounts and related information of subsidiaries of your Company will be made available upon request. The annual accounts of the subsidiary company shall be available for inspection during business hours at our registered office.

Public Deposits

During the year under report, your Company did not accept any deposits from the public in terms of the provisions of section 58A of the Companies Act, 1956.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

a. Conservation of Energy & Technology Absorption: The Company endeavor to achieve optimum conservation of energy. The electrical systems on all machines are equipped with latest energy efficient control systems to ensure optimum power utilization. Information as required under section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Director) Rules, 1988, regarding conservation of energy, technology absorption and foreign exchange earnings & outgo, is given in **Annexure – A**, forming part of this report.

Shilpi Cable Technologies Ltd.

b. Export Activities: During the financial year the company has made export of goods to UAE, Taiwan, Philippines Turkey, and United State of America. Your management has also been exploring other international market in future.

c. Foreign Exchange Earnings and Outgo:

(Amount in Rs Lacs)

	2013-14	2012-13
Total Foreign Exchange Inflow	11860.57	559.92
Total Foreign Exchange outflow	33734.10	27501.28

Particulars of Employees

During the financial year under review, none of the employees of the Company was in receipt of remuneration as prescribed under section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended.

Directors

Except for the following changes, there was no change in the composition of the Board of Directors of the Company subsequent to the last Directors' Report:

Mr. Manish Goel was appointed as Managing Director of the company w.e.f. 29th March, 2014 and Mr. Mukesh Kumar Gupta has resigned from the post of Managing Director of the company w.e.f. 24th May 2014. However Mr. Mukesh Kumar Gupta will remain on board as Director.

In accordance with the provisions of the Companies Act, 1956 read with Articles of Association of the Company, the office of Mr. Mukesh Kumar Gupta Director of the Company is liable to retire by rotation and being eligible, offer himself for re-appointment.

Further, in terms of Section 149 of the Companies Act, 2013 the office of all the Independent directors of the Company is non-rotational. The board is proposing the same for approval of the members in the ensuing Annual General Meeting.

The brief resumes of the Directors who are to be re-appointed, the nature of their expertise in specific functional areas, names of companies in which they have held directorships, committee memberships/chairmanships, their shareholding, etc. are furnished in the Corporate Governance Report.

The Board recommends their re-appointment at the ensuing Annual General Meeting

Constitution of Committees

In terms of the applicable provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Company has constituted the following committees:

- AUDIT COMMITTEE

Name of the Director	Category
Mr. Sandeep Gupta- Chairman	Non-Executive Independent Director
Mr. Ghanshyam Pandey	Executive Director
Mr. Sunil Kala	Non-Executive Independent Director

- NOMINATION AND REMUNERATION COMMITTEE (Section 178 of the Companies Act, 2013)

Name of the Director	Category
Mr.Sandeep Gupta- Chairman	Non-Executive Independent Director
Mr.Sunil Kala	Non-Executive Independent Director
Mr.Mukesh Kumar Gupta	Non-Executive Director

- STAKEHOLDERS REALTIONSHIP COMMITTEE (Section 178 of the Companies Act,2013)

Name of the Director	Category
Mr.Sandeep Gupta- Chairman	Non Executive Independent Director
Mr.Ghanshyam Pandey	Executive Director
Mr.Sunil Kala	Non Executive Independent Director

- CORPORATE SOCIAL RESPONSIBILITY COMMITTEE (Section 135 of the Companies Act,2013)

Name of the Director	Category
Mr. Sandeep Gupta- Chairman	Non Executive Independent Director
Mr.Ghanshyam Pandey	Executive Director
Mr. Sunil Kala	Non Executive Independent Director

Auditors

M/s RMA & Associates, Chartered Accountants, Statutory Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. A certificate under Section 139 of the Companies Act, 2013 regarding their eligibility for the proposed re-appointment has been obtained from them. Your Directors recommend their re-appointment.

Auditors' Report

Comments made by the Statutory Auditors in the Auditors' Report are self-explanatory and do not require any further clarification.

Directors' Responsibility Statement

In terms of the provisions of section 217(2AA) of the Companies Act, 1956, and to the best of their knowledge and belief and according to the information and explanations obtained by them and save as mentioned elsewhere in this Report, the attached Annual Accounts and the Auditors' Report thereon, your Directors confirm that:

- in preparation of the annual accounts, the applicable accounting standards have been followed;
- the Directors have 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 as at 31st March, 2014 and of the profit of the Company for the year ended on that date;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- the Directors have prepared the Annual Accounts on a going concern basis.

Shilpi Cable Technologies Ltd.

Stock Exchange Listing

The shares of the Company are listed on the BSE Ltd. and National Stock Exchange of India Ltd. (NSE) The listing fee for the financial year 2013-14 has already been paid to both the Stock Exchanges.

Acknowledgement

Your Directors take this opportunity to place on record their sincere appreciation for the co-operation and assistance the Company has received from Banks and various Government Departments. The Board also places on record its appreciation of the devoted services of the employees, support and co-operation extended by the valued business associates and the continuous patronage of the customers of the Company.

For and on Behalf of the Board
For **Shilpi Cable Technologies Ltd**

Date : 2nd August, 2014
Place : New Delhi

Manish Goel
Managing Director
DIN No.00163105

Mukesh Kumar Gupta
Director
DIN No.00163044

Annexure – A

Annexure to the Directors' Report

INFORMATION AS PER SECTION 217(1) (e) READ WITH COMPANIES DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2014:

PARTICULARS AS PER FORM A:

A. POWER AND FUEL CONSUMPTION

	2013-2014	2012-2013
1. ELECTRICITY		
(a) PURCHASED:		
Units (in lacs)	40.26	19.44
Total amount (in lacs)	248	116.48
Rate/Units (in Rs.)	6.17	5.99
(b) OWN GENERATION:		
(i) Through Diesel Generator		
Ltrs (in lacs)	0.93	0.67
Total amount (in lacs)	50.97	28.25
Rate/Ltrs (in Rs.)	54.3	42.17
(ii) Through Steam Turbine/ Generator	N.A.	N.A.
2. LIGHT DIESEL OIL/FURNILCE OIL		
Quantity (Kilo Ltrs.)	N.A.	N.A.
Total Cost (in lacs)	N.A.	N.A.
Average/Ltrs (in Rs.)	N.A.	N.A.
3. GAS	N.A.	N.A.
a. LPG GAS		
Quantity (K.G.)	N.A.	N.A.
Total Cost (in lacs)	N.A.	N.A.
Average/ K.G. (in Rs.)	N.A.	N.A.
b. NATURAL GAS		
Quantity (SCM)	N.A.	N.A.
Total Cost (in lacs)	N.A.	N.A.
Average/ SCM (in Rs.)	N.A.	N.A.

Shilpi Cable Technologies Ltd.

PARTICULARS AS PER FORM-B:

I. RESEARCH AND DEVELOPMENT (R & D)

(a) Specified Areas in which R&D carried out by the Company:	NIL	NIL
(b) Benefits derived as a result of the above R&D:	NIL	NIL
(c) Future plan of action	NIL	NIL
(d) Expenditure on R&D		
(i) Capital	NIL	NIL
(ii) Recurring	NIL	NIL
(iii) Total	NIL	NIL
(iv) Total R&D Expenditure as a percentage of total turnover	NIL	NIL

C. FOREIGN EXCHANGE EARNINGS AND OUT GO:

(a) Activities relating to exports, initiative taken to increase exports, development of new export markets for products and services and export plans	NIL	NIL
(b) Total foreign exchange used (Rs lacs)	21105.67	13550.70
(c) Total foreign exchange earned	NIL	NIL

II. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

(a) Efforts in brief, made towards Technology Absorption, Adaption and innovation:

We believe in continual improvement in our designs and products for ensuring full customer satisfaction. The Company, with its long experience in the cable and wire industry, has been a leader in cable technology. Innovation in process control, product development, cost reduction and quality improvement are being made on continuous basis as per the requirements of the market. The technology being used for the manufacture of cables is developed by in-house efforts and is at par with industry norms.

(b) Benefits derived as a result of the above efforts e.g., product improvement, cost reduction, product development, import substitution etc

Proper Housekeeping, tidiness, upliftment of facilities, proper resource utilization lesser Scrap / Wastage, lesser break down & enhancement of the productivity & morale of Work Force.

(C) **In case of imported technology, (imported during the last five years reckoned from the beginning of the financial year) following information may be furnished**

i) Technology imported	N.A.	N.A.
ii) Year of import	N.A.	N.A.
iii) Has technology been fully absorbed	N.A.	N.A.
iv) If not fully absorbed, areas where this has not taken place, reason thereof and future plan of action	N.A.	N.A.

III. **FOREIGN EXCHANGE EARNINGS AND OUT GO:**

(a) **Activities relating to exports, initiative taken to increase exports, development of new export markets for products and services and export plans**

The Company has made all efforts to achieve export business. With the sound reputation that is gradually being built in international markets, the company hopes to improve export business performance regularly in the coming years. The company is also utilizing the marketing network of its subsidiary company for promoting of its products in new markets

(b) Total foreign exchange used (Rs lacs)	27989.83	21105.67
(c) Total foreign exchange earned (Rs lacs)	560.12	NIL

Shilpi Cable Technologies Ltd.

Management Discussion and Analysis Report

Cautionary Statement

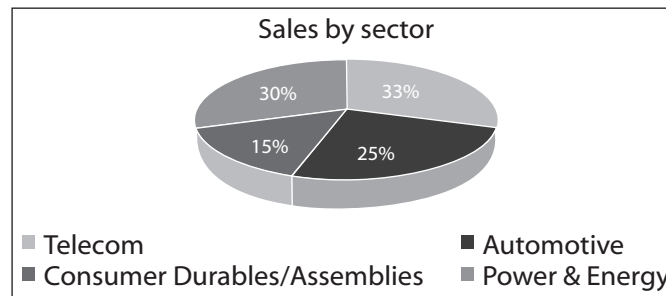
Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities, laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include overall global economic conditions, domestic manufacturing and service sector growth, foreign exchange stability, stable credit environment, Government policies, economic development, political factors and such other factors beyond the control of the Company.

Business Overview

Your company is one of the preferred suppliers of wires and cables in India with significant presence in Telecom, Automobiles and Consumer Durables segment. It has not only enhanced, significantly, its Market share with its Leading Domestic and Multinational customer but also has penetrated into many new accounts. The product range includes Cables, Copper wires, Wiring Harnesses and Cable Accessories.

It engaged with E&Y to draw its growth plan to become USD 1 Billion company by 2020. Based on the plan, it intends to launch its own brand for House wire and Modular Switches in the Year 2014-15. It is now professionally managed and has been attracting skilled workforce and seasoned industry experts in the last 1-2 year to enhance its managerial bandwidth to support its growth plan.

The present Break up of Sector wise sales is as under:



Our mission is to provide high-quality, cost-effective and customized products to our customers through combining technological innovation and value engineering in order to support existing clients as well as enter and dominate new sectors. Despite the worldwide economic challenges, your Company remained steadfast in delivering excellent performance during last financial year. Your Board hopes that with the support from the Telecom & Automotive market, your Company will accelerate the process to forge ahead towards the goal of being a top-class company in this sector.

Capacity Augmentation during the FY 2013-14

Aurangabad:

During the year the Company has entered into an arrangement with Microqual Techno Limited for exclusive use of their production facility at Aurangabad for manufacturing of RF Cables on job work basis. This measure almost doubles the capacity of the Company for production of RF cables for telecom applications. The arrangement gives tremendous advantage in terms of market share, geographical expansion, logistics and pricing strength.

Bahadurgarh Plant:

The Company has a long term arrangement with M/s AGH Wires Pvt Ltd for use of one of its unit at Bahadurgarh (Haryana) for manufacturing of wires and cables on job work basis. The capacities are flexible depending on the type of cables and wires



produced. In money terms the plant is capable of generating revenues exceeding Rs 400 Cr per annum. The arrangement is made more dependable in view of equity investment of Shilpi promoters in AGH. Presently Shilpi plans to use at least 50% of AGH capacities while the balance will be left for AGH for their own use.

Hosur Plant:

During the year your company put up manufacturing facilities in Hosur (Karnataka) to cater to demands of a major OE customer in Automobiles segment. Apart from augmenting the capacities the Plant which manufactures wiring harnesses for four wheelers, strengthens your Company's business with the OE customer. The OE customer has given some of the specialized equipment needed to make the product eliminating the need of investment by the Company. This also helps the Company to get a good foothold in the southern India wherein apart from the present products the Company finds promising prospects for other product offerings of the Company.

Key drivers of business growth

1. New capacities in Aurangabad, Bahadurgarh and Hosur were operational for the Company only for partial period during FY 2013-14. The revenues of the Company will get substantial boost this year with benefits of these capacities in the current year made available for full year.
2. Export avenues opened in 2013-14. Initial ground work done by company has been able to open significant markets in South America, Africa, Middle East and South east Asia giving boost in the export front.
3. More investments to further strengthen the manufacturing facilities.
4. Launching a major initiative in B2C market for house wire and switches through dealer network. Eventually this is expected to be one of the major revenue streams of the Company.

Conclusion and Commitments

Concentration of focus shall remain on understanding the requirements of our clients and to cater those, the company shall customize its products according to the specifications of the clients primarily to meet the customer satisfaction as the prime motive to fetch continuity, longevity of relationship and repeat business. A dedicated Sales team will work to ensure regular inflow of orders and consistent growth. Continuous sales and marketing efforts in terms of visits and product innovation will result in better price realization and an impeccable market network. A specialized logistics staff will ensure timely booking & movement of consignments till it reaches the customer. A rapid transport facility will ensure timely dispatch and delivery of products.

We are of confident opinion that the current socio-economic environment supports the mission and vision of the Company.

We look forward to concentrate on the long term stability and improvement in the socio-economic environment as an essential factor for the success of the principal objects. The efficiency and efficacy of the management is endeavored to own a committed approach to prove the overall growth oriented and profit centric feasibility.

Industry Structure, Developments & Outlook

Shilpi is largely focused on these sectors for demand of its products, the future prospects of the respective sectors are as follows:

RF CABLE MARKET

With the growing volatility in input costs and increased demand for improved efficiency, the RF cable industry is constantly changing. Regular innovations in the product segment have helped telecom operators reduce signal losses and improve their QoS. As market competition continues to drive design improvements, connector, cable, and cable assembly manufacturers will strive to innovate with new and evolving products. These companies help keep the wireless world connected.

Shilpi Cable Technologies Ltd.

The year 2014 will be interesting for the telecom industry in India. After a short period of turbulence, the market was buoyant again in the past months fueled by the need to fulfill consumer’s demands for better quality services and disruption-free access to high data speeds. The slated spectrum auctions in January 2014 and clarity on key policies like M&A will provide further boost to the growth. The ever-increasing capacity demand will press operators to ensure their infrastructure is robust and able to support growth. We are seeing some urgency at operators to immediately address coverage and capacity issues.

Site acquisition will continue to be a challenge. With towers getting fully utilized, operators will look to deploying small cells. This helps improve the quality of service by reducing dropped calls and ensuring consistent data speed. There is the dimension of generating increased capacity from existing sites by containing interference and using cell sculpting techniques. Deploying multi-beam antennas will help operators save valuable tower space while improving network capacity.

Managing the last-mile connectivity of sites will be important in dense urban areas. Applying the sculpting concept to microwave antennas will enable operators to provide better service and coverage. As electronic noise sensitive technologies become prominent, optimizing and maximizing the signal-to-noise ratio will be essential to ensure maximum coverage of the network.

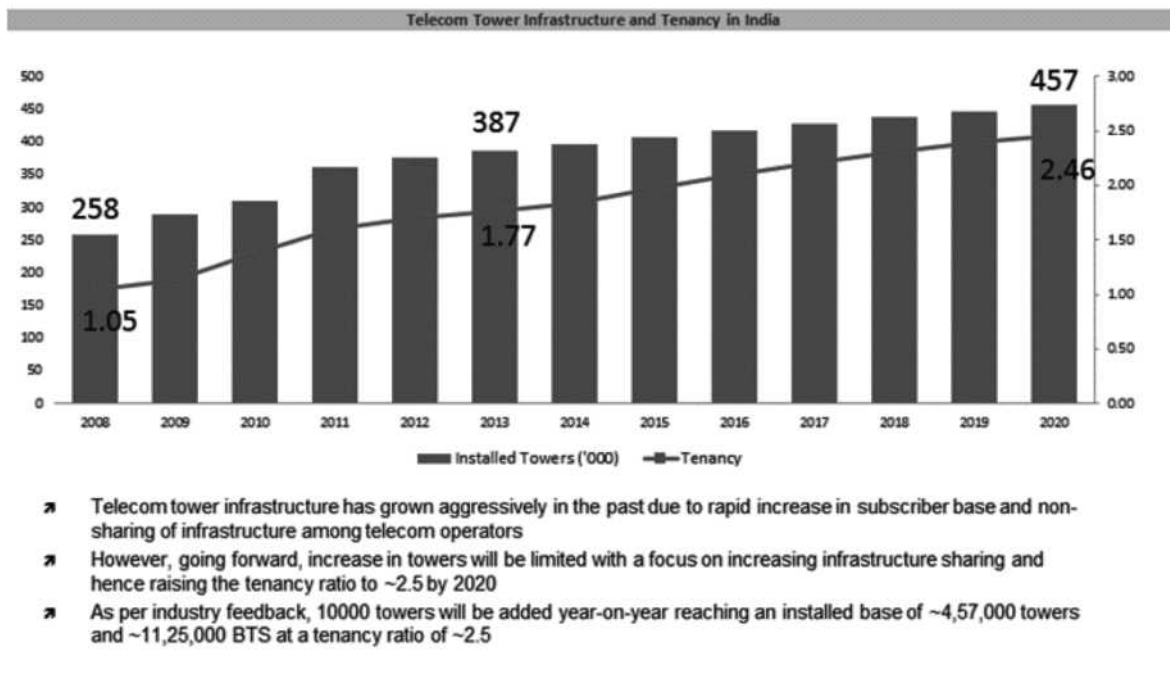
As consumers’ demands continue to grow, mobile penetration rates increase, and data consumption explodes, it will be imperative for telecom operators to deploy solutions that allow them to innovatively utilize their existing infrastructure to address the coverage and capacity challenges they face.

Telecom subscriber base in India is estimated to grow to 1.2 Bn by Fy16



Source : BMI Report, Aranca Research

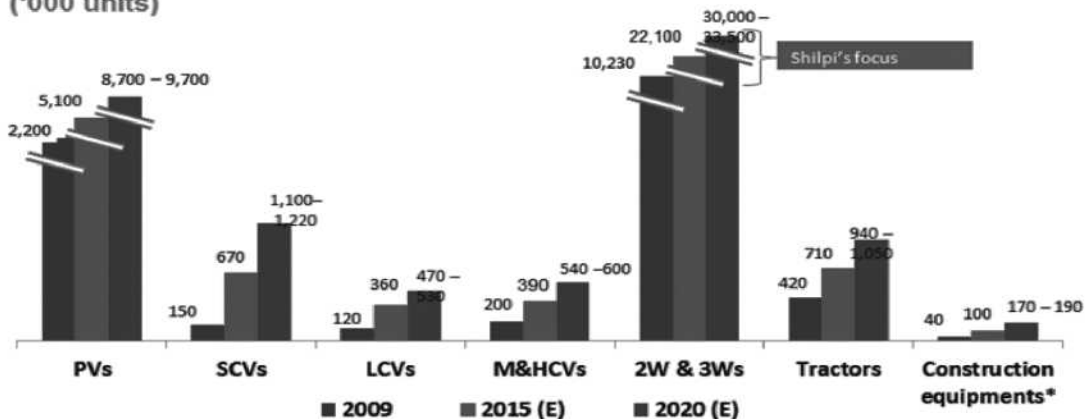
Telecom towers in India are projected to touch 4,60,000 by 2020 with a tenancy ratio of ~2.5



AUTOMOTIVE SEGMENT

India is expected to witness strong growth in vehicle production till 2020 across all segments

Domestic vehicle production forecasts ('000 units)

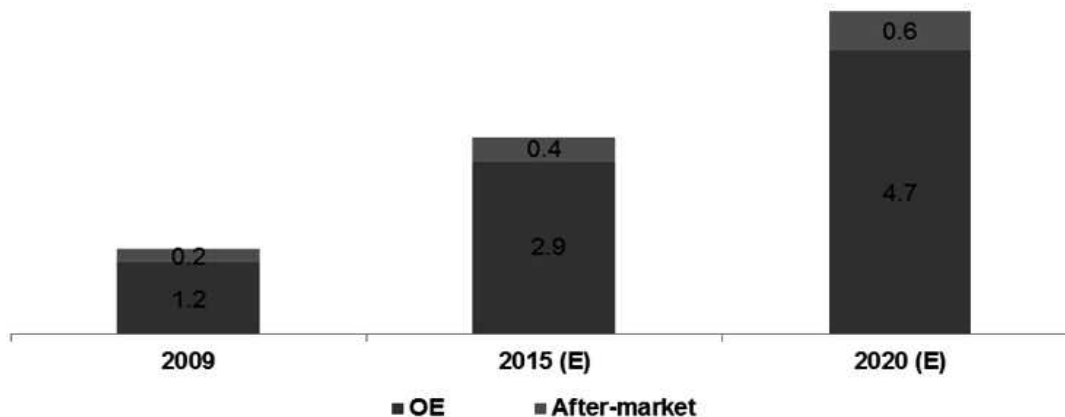


Achievement of these production volumes will position India as one of the top 5 vehicle producing countries in the world

Shilpi Cable Technologies Ltd.

Driven by this growth, the domestic consumption of components has the potential to grow four fold to INR 5.6 lakh crores by 2020

Domestic consumption
(INR lakh cr.)



With the moderanisation and expansion of its capacity in Auto wires, Your Company is well positioned to take benefit of these market opportunities by not only enhancing its share but also breaking into new accounts. The company is also investing into new technologies to strengthen its association with OEMs in this segment.

Copper Wires and Copper Conductors:

This Division is engaged in the business of copper Wires and Conductors used in Cable Industry.

The demand for this product is growing at a pace of 16 % across various end use industry. Power cables and Electric Motors constitute the biggest segment.

SCTL is selling around 12000 TPA and has a strong foothold in North India market.

Opportunities in the international market:

Robust growth of emerging economies provides large opportunities to the company. We are a well established Company in these economies and will continue to focus on the growth, new product launches and increasing distribution strength. In other mature economies, the market trend is changing favorably. The strategy of the company is to get higher profitability and stable cash flow generations in these markets.

The Company's international business has been growing fast and steady riding on Company's strengths in the telecom segment, but has mainly been in the sphere of solutions, onsite provisioning and trading. The Company to further capitalize on the business relationships, experience gained in these geographies and core strengths in the copper trade.

Threats

Slow down: A slowdown of the World Economy mainly European economy is quite possible for the short term due to current global developments. Due to the strong linkage of the manufacturing industry to the economy, such an event would adversely impact growth in the short term for the Company.

Competition: Competition whether domestic or international has always been taken as a challenge. Transforming challenges into opportunities has been a practice at our company.

Foreign Exchange: The business includes foreign currency risk due to outsourcing from low cost countries and selling in other geographies. As it has been the market practice followed by other major competitors and all companies working on a global platform, the market absorption of the change is natural.

Risk Management & Internal Control system

The Company is exposed to a variety of risks across its entire range of business operations. To ensure its long-term success, risks are regularly identified, analysed and appropriately mitigated. The company's products are used primarily by the power



utilities, infrastructure, real estate, automobile and industrial segment. Any slowdown in these sectors can largely impact the demand for the company's products.

The Company is also exposed to changes in foreign exchange rates and commodity prices across its various business segments. Further, the Company also has exposures to other foreign currency denominated assets and liabilities. In many cases, such exposures are partly off-set by suitable pass-through clauses built into contracts with customers.

The Company's Internal Control Process has been designed to achieve its objectives to permissible limits through the effective function and combination of its basic elements.

Human Resource

The company places due importance on its human capital assets and invests in building and nurturing a strong talented pool to gain strategic edge and achieve operational excellence in all its goals. As a part of ongoing HR initiatives, skill mapping and matching is carried out; assessment of training and development is also carried out at the time of performance appraisals. Adequate training, mentoring programmes are designed to bridge gaps, if any. Clear objectives and goals are determined to bring objectivity to performance and overall goal achievement. During the year, industrial relations continued to be cordial, with a strong spirit of bonhomie and camaraderie prevailing among the rank and file of employees.

Product wise Performance

The company sold cables wire and accessories of Rs 98603.39 Lacs during financial year 2013-14.

Disclosure Regarding Appointment & Re-appointment of Directors in the ensuing AGM

Particulars	Mr. Mukesh Kumar Gupta	Mr. Sunil Tarachand Kala	Mr. Sandeep Gupta	Mr. Manish Goel
DIN	00163044	00511839	00638932	00163105
Father's Name	Lt Sh. Hari Shankar	Late Shri Tarachand Kala	Mr. Satish Chand Gupta	Mr. Mukesh Kumar Gupta
Date of Birth	24.08.1954	02.07.1949	01.03.1976	08.03.1982
Address	B-8, Chirag Enclave, New Delhi, 110048, Delhi	C-5, Jangpura Extn., New Delhi, 110014	D-21, East of Kailash, New Delhi-110065	B-8, Chirag Enclave, New Delhi, 110048, Delhi
Designation	Director	Director	Director	Managing Director
Education	B.Sc. (Zoology)	M.B.A	B.Com	Bachelor in Business Management
Experience	35 Years	34 Years	12 Years	9 Years
Companies in which holds Directorship*	Gloster Metals and Alloys Private Limited Shilpi Cables Pvt Ltd MVM Impex Pvt Ltd Shilpi Communication Private Limited Fasten Cables and Accessories Private Limited	Kunthu Portfolio And Leasing Private Limited Nistha Securities Limited Cardinal Drug Limited Status Portfolios Limited Fox Software Technologies Limited Fostiima Integrated Learning Resources Private Limited Connection india Digital Private Limited	Capital Ispat Ltd	Shilpi Communication Private Limited MVM Impex Private Limited Shilpi Cables Private Limited Fasten Cables and Accessories Private Limited AGH Wires Pvt Ltd
Companies in which holds membership of committees	Nil	Member of Audit Committee and Stakeholders Relationship Committee of Status Portfolios Ltd.	Nil	Nil
Shareholding in the Company (No. & %)	8000 equity shares 0.02%	Nil	Nil	7000 equity shares 0.01%
Relationship with other Director	Mr. Mukesh Kumar Gupta is father of Mr. Manish Goel	Nil	Nil	Mr. Manish Goel is son of Mr. Mukesh Kumar Gupta

*Indian Companies.

Shilpi Cable Technologies Ltd.

REPORT ON CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreement a Report on Corporate Governance is given below:

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Shilpi is committed to the adoption of best governance practices and its adherence in the true spirit, at all times. Our Governance practices stems from an inherent desire to improve, innovate and reflects the culture of trusteeship that is deeply ingrained in our value system and forms part of the strategic thought process.

Our Company's philosophy on Corporate Governance envisages attainment of highest levels of accountability, transparency, responsibility and fairness in all aspects of its operations. Our business culture and practices are founded upon a common set of values that govern our relationships with customers, employees, shareholders, suppliers and the communities in which we operate. The Company believes that all its actions must serve the underlying goal of enhancing overall shareholder value on a sustained basis.

The Company is conscious of its responsibility as a good corporate citizen. The Company values transparency, professionalism and accountability.

2. BOARD OF DIRECTORS

The Company maintains an optimum combination of Executive, Non-Executive and Independent Directors. The Board consists of total six (6) directors on 31st March, 2014, out of which three (3) are independent. Mr. Mukesh Kumar Gupta is the Chairman, Mr. Manish Goel is the Managing Director of the Company. The Constitution of the Board as on 31st March, 2014 is as follows:

Name of the Director & Designation	Category	No. of positions held in other Public Companies ¹		
		Board	Committee	
			Membership	Chairmanship
Mr. Mukesh Kumar Gupta- Chairman	Promoter (Non-Executive)	Nil	Nil	Nil
Mr. Manish Goel Managing Director	Promoter (Executive)	Nil	Nil	Nil
Mr. Ghanshyam Pandey Director	Executive	Nil	Nil	Nil
Mr. Sunil Kala Director	Non-Executive Independent	4	2	Nil
Mr. Sandeep Gupta Director	Non-Executive Independent	1	Nil	Nil
Mr. Narendra Kumar Singh Nominee Director	Nominee	Nil	Nil	Nil

¹ Indian Companies.

Directors' Attendance Record

During the Financial Year 2013-14, (14) fourteen meetings of the Board of Directors were held on 09.05.2013, 24.06.2013, 09.07.2013, 15.07.2013, 12.08.2013, 26.08.2013, 09.09.2013, 23.09.2013, 08.11.2013, 27.12.2013, 05.02.2014, 10.02.2014, 15.02.2014, 29.03.2014. The Board was duly supplied with the agenda of the meetings incorporating all material information for facilitating meaningful and focused discussions at the meeting. The intervening period between the Board Meetings was well within the maximum time gap of four months as prescribed in clause 49 of the Listing Agreement. Details of attendance of



Directors in the Board meeting during the financial year 2013-14 are as under:

Name of the Director	No. of Board Meeting	Attendance at the Board Meeting	Whether attended Last AGM
Mr. Mukesh Kumar Gupta	14	13	Yes
Mr. Ghanshyam Pandey	14	11	Yes
Mr. Manish Goel	14	10	Yes
Mr. Sunil Kala	14	04	No
Mr. Sandeep Gupta	14	11	Yes
Ms. Neeta Sood*	2	01	No
Mr. Narendra Kumar Singh#	12	03	No

*Ms. Neeta Sood has been resigned from the board w.e.f. 5th July 2013

#Mr. Narendra Kumar Singh has been appointed on the board on 9th July 2013.

Disclosure Regarding Appointment & Re-appointment of Directors in the ensuing AGM

Mr. Mukesh Kumar Gupta, Director who shall be retiring in this AGM, being eligible has offered himself for re-appointment. Further, Mr. Manish Goel is being appointed as the Managing Director, Mr. Sunil Kala and Mr. Sandeep Gupta are being appointed as the Independent Directors of the Company. Brief particulars of Mr. Mukesh Kumar Gupta, Mr. Manish Goel, Mr. Sunil Kala and Mr. Sandeep Gupta are as follows:

Particulars	Mr. Mukesh Kumar Gupta	Mr. Sunil Tarachand Kala	Mr. Sandeep Gupta	Mr. Manish Goel
DIN	00163044	00511839	00638932	00163105
Father's Name	Lt Sh. Hari Shankar	Late Shri Tarachand Kala	Mr. Satish Chand Gupta	Mr. Mukesh Kumar Gupta
Date of Birth	24.08.1954	02.07.1949	01.03.1976	08.03.1982
Address	B-8, Chirag Enclave, New Delhi, 110048, Delhi	C-5, Jangpura Extn., New Delhi, 110014	D-21, East of Kailash, New Delhi-110065	B-8, Chirag Enclave, New Delhi, 110048, Delhi
Designation	Director	Director	Director	Managing Director
Education	B.Sc. (Zoology)	M.B.A	B.Com	Bachelor in Business Management
Experience	35 Years	34 Years	12 Years	9 Years
Companies in which holds Directorship*	Gloster Metals and Alloys Private Limited Shilpi Cables Pvt Ltd MVM Impex Pvt Ltd Shilpi Communication Private Limited Fasten Cables and Accessories Private Limited	Kunthu Portfolio And Leasing Private Limited Nistha Securities Limited Cardinal Drug Limited Status Portfolios Limited Fox Software Technologies Limited Fostiima Integrated Learning Resources Private Limited Connection india Digital Private Limited	Capital Ispat Ltd	Shilpi Communication Private Limited MVM Impex Private Limited Shilpi Cables Private Limited Fasten Cables and Accessories Private Limited AGH Wires Pvt Ltd
Companies in which holds membership of committees	Nil	Member of Audit Committee and Stakeholders Relationship Committee of Status Portfolios Ltd.	Nil	Nil

Shilpi Cable Technologies Ltd.

Shareholding in the Company (No.& %)	8000 equity shares0.02%	Nil	Nil	7000 equity shares0.01%
Relationship with other Director	Mr. Mukesh Kumar Gupta is father of Mr. Manish Goel	Nil	Nil	Mr. Manish Goel is son of Mr. Mukesh Kumar Gupta

**Indian Companies.*

3. AUDIT COMMITTEE

(a) Terms of Reference

The Audit Committee has been re-constituted as per Section 177 of the Companies Act, 2013 to the extent applicable and the provisions of the Clause 49 of the Listing Agreement. The Audit Committee shall have the authority to investigate into any matter that may be prescribed and the matters listed below and for this purpose the Audit Committee shall have full access to information contained in the records of the Company and external professional advice, if necessary:

The terms of reference of the Audit Committee are:

1. Overseeing the company's financial reporting process and the disclosure of its financial information
2. Recommending to the Board, the appointment, re-appointment and replacement of the statutory auditor and the fixation of audit fees;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - i. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956
 - ii. Changes, if any, in accounting policies and practices and reasons for the same
 - iii. Major accounting entries involving estimates based on the exercise of judgment by Management
 - iv. Significant adjustments made in the financial statements arising out of audit findings
 - v. Compliance with listing and other legal requirements relating to financial statements
 - vi. Disclosure of any related party transactions
 - vii. Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly, half yearly and annual financial statements before submission to the board for approval;
6. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
7. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
8. Discussion with internal auditors any significant findings and follow up there on;
9. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
10. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
11. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors;
12. Reviewing the functioning of the whistle blower mechanism, in case the same is existing;
13. Review of management discussion and analysis of financial condition and results of operations, statements of significant related party transactions submitted by management, management letters/letters of internal control weaknesses issued by the statutory auditors, internal audit reports relating to internal control weaknesses, and the appointment, removal and terms of remuneration of the chief internal auditor; and
14. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
15. Review of utilization of proceeds from the Initial Public Offer.

(b) Composition

The Audit Committee of the Company as on date comprises of 2 Non Executive Independent Directors and one Executive Director. Mr. Sandeep Gupta as the Chairman, Mr. Sunil Kala and Mr. Ghanshyam Pandey are other two members of the Audit Committee.

(C) Attendance

The Committee met four (4) times during the Financial Year 2013-14 on the following dates: 09.05.2013, 12.08.2013, 08.11.2013, 10.02.2014. Details of attendance of Directors in the Audit Committee meeting are as under:

Name of the Director	Category	Attendance at the Audit Committee Meeting
Mr. Sandeep Gupta- Chairman	Non Executive Independent Director	4
Mr. Ghanshyam Pandey	Executive Director	4
Mr. Sunil Kala	Non Executive Independent Director	4

The company secretary of the company acts as the secretary of the committee.

After the close of financial year the terms of reference of the Audit Committee was amended pursuant to the provisions of Section 177 of the Companies Act, 2013.

4. NOMINATION AND REMUNERATION COMMITTEE

(a) Composition & Terms of Reference

The Board of Directors at their meeting held on 24th May, 2014 has constituted the Nomination and Remuneration Committee in accordance with the provisions of Section 178 of the Companies Act, 2013 with following directors as its members:

Name of the Director	Category
Mr. Sandeep Gupta- Chairman	Non Executive Independent Director
Mr. Sunil Kala	Non Executive Independent Director
Mr. Mukesh Kumar Gupta	Non Executive Director

Remuneration Policy of the Company

The remuneration policy of the Company is directed towards rewarding performance. The Managing Director and the Whole Time Directors of the Company are entitled for payment of Remuneration as decided by the Board and approved by the members as per the provisions of the Companies Act, 1956. Directors are also entitled for the sitting fee for attending Board/ Committee Meeting except the Managing Director and Whole Time Director. However all the Non-executive Directors of the Company have waived the sitting fee payable at present to them for attending Board/ Committee Meeting of the company.

(b) Details of the Directors' Remuneration for the financial year ended 31st March, 2014

Name of Director	Sitting fees	Salaries & Perquisites and Allowances (In Rs.)	Commission, Bonus Exgratia	Total Amount (In Rs.)	No. of Shares held & %
Mr. Mukesh Kumar Gupta	-	24,00,000	-	24,00,000	8000 (0.02%)
Mr. Ghanshyam Pandey	-	15,75,000	-	15,75,000	7000 (0.01%)
Mr. Manish Goel	-	23,90,640	-	23,90,640	7000 (0.01%)
Mr. Sunil Kala	-	-	-	-	-
Mr. Sandeep Gupta	-	-	-	-	-
Mr. Narendra Kumar Singh	-	-	-	-	-

Shilpi Cable Technologies Ltd.

5. Stakeholders Relationship Committee

Composition & Terms of Reference

The Company has constituted a "Stakeholders Relationship Committee" to look into redressal of Shareholder's / investors' complaints, to approve share transfer, share transmission etc. and to oversee all matters connected with the Shareholders.

The committee comprises of two non-executive and independent directors and one non-executive & non independent director namely Mr. Sandeep Gupta – as Chairman, Mr. Sunil Kala and Mr. Ghanshyam Pandey as the Members.

The Committee met three (3) times during the Financial Year 2013-14 on the following dates: 25.11.2013, 28.12.2013 and 07.03.2014

The Company Secretary acts as the Compliance Officer of the Company for the purpose of Clause 47 of the Listing Agreements to look after the compliances under the Listing Agreement and other SEBI Rules & Regulations etc.

After the close of the financial year, the name of the committee was changed to Stakeholders Relationship Committee and further the terms of reference of the committee was amended pursuant to the provisions of Section 178 of the Companies Act, 2013.

Details of Investors' complaints received during the year 2013-14

No Investors' complaints were received during the year. The Company confirms that there were no shares pending for transfer as on March 31, 2014.

6. GENERAL BODY MEETINGS

A). Annual General Meetings: Particulars of past three Annual General Meetings of the Company:

Year	Date	Venue	Time	No. of Special Resolution(s) passed
2011	29.09.2011	11, Hindi Bhawan, ITO, Delhi 110 002	11.30AM	4
2012	29.09.2012	Aiwan E Ghalib Auditorium, Mata Sundari Lane, ITO, Delhi 110002	11.30AM	1
2013	25.09.2013	11, Hindi Bhawan, ITO, Delhi 110 002	11.30AM	2

Special Resolution passed during the last three Annual General Meeting.

Year	Date	Business passed
2011	29.09.2011	<ul style="list-style-type: none"> To re-appoint Mr. Mukesh Kumar Gupta as Managing Director To re-appoint Mr. Ghanshyam Pandey as Whole Time Director To re-appoint Mr. Manish Goel as Whole Time Director Change in objects of the issue as mentioned in the Offer document of IPO of the company.
2012	29.09.2012	<ul style="list-style-type: none"> To increase the monthly remuneration of Mr. Vishal Goel u/s 314 (1B) of the Companies Act, 1956.
2013	25.09.2013	<ul style="list-style-type: none"> Issue of Equity Shares to FIIs on preferential basis-Alteration of Articles of Association of the Company.

B) Special Resolution passed at the Extra-ordinary General Meeting- Resolution passed for issue of equity shares on preferential basis to Foreign Institutional Investors.

C) Special Resolution passed through Postal Ballot

During the financial year 2013-14 the Company has initiated the process of passing the resolution through Postal Ballot in pursuance of Section 192A of the Companies Act, 1956 and Companies (Passing of the Resolution by Postal Ballot) Rules, 2011 for the following purposes:

1. The Company had issued Postal Ballot Notice dated 31st August, 2013 for obtaining the approval of the members by Special Resolution for the following purposes:
 - a) Special Resolution Section 180(1) (c) of the companies Act, 2013 for increase in the borrowing limit of the Company.
 - b) Special Resolution Section 180(1) (a) of the companies Act, 2013 for creation of charge on the properties of the Company in respect of the borrowing of the Company.
 - c) Special Resolution under Section 186 of the companies Act, 2013 for providing inter- corporate guarantee.

The results were announced on 29th October, 2013. Summary of the Voting Pattern is as under:

SN	Particulars	Item No. 1		Item No. 2		Item No. 3	
		No. of Postal Ballot form/ e- vote	Votes	No. of Postal Ballot form/ e- vote	Votes	No. of Postal Ballot form/ e- vote	Votes
1	Total Postal Ballot Forms/ e-votes received within the prescribed time	18	28419524	18	28419524	18	28419524
2	Votes in favour of the Resolution	17	28419474	17	28419474	17	28419474
3	Votes against the Resolution	1	50	1	50	1	50

2. The Company had issued Postal Ballot Notice dated 15th February, 2014 for obtaining the approval of the members by Special Resolution for issue of shares on preferential basis to Foreign Corporate Bodies.

The results were announced on 27th March, 2014. Summary of the Voting Pattern is as under:

SNo	Particulars	No. of Postal Ballot form/ e- vote	Votes
1	Total Postal Ballot Forms/ e-votes received within the prescribed time	15	22142575
2	Votes in favour of the Resolution	14	22142475
3	Votes against favour of the Resolution	1	100

Procedure for Postal Ballot

The procedure for Postal Ballot was carried out in accordance with the provisions of Section 192A of the Companies Act, 1956 read with the Companies (Passing of the Resolution by Postal Ballot) Rules, 2011, as amended. Postal Ballot Notice along with the Postal Ballot Form, self-addressed prepaid envelopes are dispatched under secured mode of posting to the members who are holding shares as on cut-off date fixed for the purpose. The members are required to send the duly completed and signed postal ballot form to the scrutinizer on or before the closure of the last date fixed for receipt of the same. As required under Clause 35B of the Listing agreement, the Company had offered e-voting facility as an alternate to its Members to enable them to cast their votes electronically instead of voting through physical ballot. The Scrutinizer submits

his report to the Chairman of the Company on the basis of which the results are announced.

The Company will send postal ballot notice and other documents in this connection in due course of time.

7. DISCLOSURES

(a) Related Party Transactions

There are no materially significant related party transactions with its Promoters, the Directors or the Management, their Subsidiaries or Relatives etc., which may have potential conflict with the interest of the company at large. The other related party transactions are given in point no. 13 of Notes to Accounts annexed to and forming the part of Balance Sheet and Profit and Loss Account of the Company.

Shilpi Cable Technologies Ltd.

(b) Non-compliance by the Company, Penalties, Structures

There were no instances of non-compliance by the Company, penalties, structures imposed on the Company by the Stock Exchange or SEBI or any statutory authority on any matter related to capital markets during the last three years.

(c) Non mandatory requirements

The Company proposes to adopt the non-mandatory requirements including implementation of whistle blower policy given in Annexure-3 of Clause 49 of the listing agreement in due course of time.

8. CODE OF CONDUCT

The Board has formulated a code of conduct for the Board members and senior management of the Company. The same has also been posted on the website of the Company. All Board members and senior management personnel have affirmed their compliance with the code.

Declaration on compliance with code of conduct by the Chairman & Managing Director is annexed to this report.

9. MEANS OF COMMUNICATION

- (a) At present quarterly/ half-yearly reports are not being sent to each household of shareholders.
- (b) Besides communicating to the stock exchanges on which the company's shares are listed, the notices of the board meetings at which quarterly/half yearly results get approved are published in the following newspapers:

Particulars	Name of the News paper
English Newspapers in which quarterly/half yearly results were published	Business Standard
Vernacular Newspapers in which quarterly/half yearly results were published	Business Standard
- Any website where displayed	Yes – www.shilpicables.com

- (c) The Management Discussion and Analysis forms a part of the Annual Report.

10. GENERAL SHAREHOLDERS INFORMATION

i) 8th Annual General Meeting:

Date & Day	: 1 st September 2014, Monday
Time	: 11:30 A.M.
Venue	: Sirifort Auditorium Complex, (Auditorium-III), August Kranti Marg, New Delhi- 110049
Financial year	: 1 st April 2013 to 31 st March 2014

ii) Financial Calendar

Events	Tentative time frame
Financial Reporting for the quarter ending 30 th June, 2014	2 nd August, 2014
Financial Reporting for the half year ending 30 th September, 2014	On or before 15 th November, 2014
Financial Reporting for the quarter ending 31 st December, 2014	On or before 15 th February, 2015
Financial Reporting for the year ending 31 st March, 2015	On or before 15 th May, 2015
Annual General Meeting for the year ending 31 st March, 2015	On or before 30 th September, 2015

iii) Dates of Book Closure

Thursday, 14th August, 2014

iv) Dividend Payment Date

30 days from the date of declaration of dividend

v) Listing on Stock Exchanges:

At present the equity shares of the Company are listed on the following Stock Exchanges.

Name of Stock Exchanges	Stock Code	ISIN With NSDL & CDSL
BSE Limited	533389	INE510K01019
National Stock Exchange of India Limited	SHILPI	

vi) Market Price Data :

Month	Bombay Stock Exchange			National Stock Exchange		
	High (Rs)	Low (Rs)	Volume	High(Rs)	Low (Rs)	Volume
Apr'13	15.20	11.85	63,722	14.50	11.55	1,93,542
May'13	17.90	13.30	3,70,729	18.25	13.40	7,23,534
Jun'13	16.15	13.35	2,87,485	16.50	13.30	4,42,791
Jul'13	16.30	12.30	2,40,823	16.15	12.50	4,56,075
Aug'13	17.70	11.50	2,21,253	17.90	11.90	8,07,497
Sep'13	22.40	16.05	4,60,772	22.50	16.00	11,89,153
Oct'13	18.70	16.70	1,20,168	19.20	16.50	2,19,157
Nov'13	22.80	16.85	3,47,456	22.90	16.25	11,34,803
Dec'13	24.85	19.40	5,20,354	24.80	20.00	13,30,125
Jan'14	26.50	21.50	2,91,185	24.95	19.65	14,82,623
Feb'14	24.00	18.50	5,37,433	27.00	21.50	12,32,154
Mar'14	26.65	18.60	3,85,081	26.65	20.55	7,45,639

Source: Web-sites of BSE and NSE

vii) Registrar and Share Transfer Agent & Share Transfer System

vii) Share Price Performance in comparison to broad based indices – BSE Sensex and NSE Nifty as on March 31, 2014

F.Y.	BSE (%Change)		NSE (%Change)	
	SHILPI	Sensex	SHILPI	Nifty
2013-14	95.20%	18.85%	96.49%	17.98%

viii) Registrar and Share Transfer Agent & Share Transfer System

The company has appointed **M/s. Beetal Financial & Computer Services Pvt Ltd**, as its Registrar and Share Transfer Agent to carry out the process of share transfer in physical form and also demat work of the Company.

The authority relating to share transfer has been delegated to the Stakeholders Relationship Committee. The Committee deals with various matters relating to share transfer through transfer agent of the Company. As per the arrangement with Transfer Agents, the list of valid transfers prepared by them in respect of share transfer cases and objections, if any, is placed before the Stakeholders Relationship committee of the company.

All correspondence with regard to share transfers and matters related therewith may directly be addressed to the Registrar and Share Transfer Agents at the address given below:

Particulars	BEETAL Financial & computer Services Pvt Ltd
Contact Person	Mr. Punit Mittal
Address	Beetal House, 3 rd floor, 99 Madangir, Behind Local shopping Centre, Near Dada Harsukhdas Mandir, Delhi-110062
Telephone No.	011-29961281
Fax No.	011-29961284
E mail	beetalrta@gmail.com

Shilpi Cable Technologies Ltd.

The Company's shares are traded on the Stock Exchanges compulsorily in Demat mode. Physical shares which are lodged with the Registrar & Transfer Agent or/ Company for transfer are processed and returned to the shareholders duly transferred within the time stipulated under the Listing Agreement subject to the documents being in order.

ix) Distribution of Shareholding as on 31st March 2014:

Shareholding of Nominal Value of		Shareholders		Share Amount	
Rs.	Rs.	Number	% to Total	In Rs.	% to Total
(1)		(2)	(3)	(4)	(5)
Up to 5,000		6,082	81.52	91,47,570.00	1.8549
5,001	10,000	569	7.63	47,41,040.00	0.9614
10,001	20,000	372	4.99	58,83,860.00	1.1931
20,001	30,000	128	1.72	33,54,360.00	0.6802
30,001	40,000	66	0.88	23,76,200.00	0.4818
40,001	50,000	46	0.62	22,19,360.00	0.4500
50,001	1,00,000	85	1.14	63,10,470.00	1.2796
1,00,001 and Above		113	1.51	45,91,28,500.00	93.0990
Total		7,461	100.00	49,31,61,360.00	100.00

x) Dematerialization of shares and liquidity: As on 31st March, 2014, 89.75% of the Company's equity paid-up capital had been dematerialized. Trading in equity shares of the Company at the Stock Exchange is permitted compulsorily in demat mode.

xi) There are no outstanding GDRs/ ADRs/Warrants or any Convertible other Instruments as on the date.

xii) Plant Locations: The Company has manufacturing units located at:

Unit I

SP 1037, RIICO Industrial Area
Chopanki, Bhiwadi, Tehsil-Tijara
Distt. Alwar, Rajasthan.

Unit II

Plot no E 138, RIICO Industrial area,
Bhiwadi, Distt. Alwar, Rajasthan.

Unit III

Behind Tech Auto Pvt. Ltd.
ChinnaBelagondapalli
Nagondapalli Post
Mathigiri-635110
Hosur

xiii) Address for Correspondence: The shareholders may send their communication grievances/ queries to the Registrar and Share Transfer Agents at their Address mentioned above or to the Company at:

Investor Relation Centre

Shilpi Cable Technologies Ltd
A-19/ B-1 Extension, Mohan Co-operative Industrial Estate,
P.O. Badarpur, Mathura Road, New Delhi-110044
Phone: 011- 43117900
Fax: 011- 43117922
e-mail: investors@shilpicabletech.com



CEO/CFO Certification

We, Manish Goel, Managing Director and Vikas Jaiswal, CFO, responsible for the finance function certify that:

- a. We have reviewed financial statements and the cash flow statement for the year ended 31st March 2014 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. To the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the auditors and the Audit committee
 - i. Significant changes in internal control over financial reporting during the year;
 - ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Date : 2nd August, 2014
Place: New Delhi

Vikas Jaiswal
Chief Financial Officer

Manish Goel
Managing Director
(DIN 00163105)

Declaration on compliance with code of conduct by the Managing Director

The Board has formulated a code of conduct for the Board members and senior management of the Company, which has been posted on the website of the Company – www.shilpicables.com

It is hereby affirmed that all the Directors and senior management personnel have complied with the code of conduct framed by the Company and a confirmation to that effect has been obtained from the directors and senior management.

Manish Goel
Managing Director
(DIN 00163105)

Shilpi Cable Technologies Ltd.

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of

Shilpi Cable Technologies Ltd

We have examined the compliance of conditions of Corporate Governance by SHILPI CABLE TECHNOLOGIES LTD, for the year ended on 31st March, 2013, as stipulated in clause 49 of the Listing Agreement of the said company with Stock Exchange.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

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

Date: 2nd August, 2014

Place: Delhi

For **R&D**
Company Secretaries

Debabrata Deb Nath
Partner
ACS: 23935; CP: 8612



AUDITORS' REPORT

To

The Board of Directors of

SHILPI CABLE TECHNOLOGIES LIMITED

1. We have audited the attached Balance Sheet of **SHILPI CABLE TECHNOLOGIES LIMITED** (the Company) at 31st March 2014 and also Profit and Loss account and Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibilities of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to 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 it appears from our examination of those books.
 - (iii) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (iv) In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act.
 - (v) On the basis of the written representations received from the directors as on 31st March, 2014 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with notes thereon give the information required by the companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :-
 - I. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
 - II. In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
 - III. In the case of Cash Flow Statement, of the cash flow of the group for the year ended on that date.

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN:000978N

(VISHAL GUPTA)
Partner
M.No.:524194

Place : New Delhi
Date : 24.05.2014

Shilpi Cable Technologies Ltd.

Annexure to the Auditors' Report

Referred to in Paragraph 3 of our report of even date on this statements of Account of Shilpi Cable Technologies Limited as at and for the year ended 31st March 2014:

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that:-

- i) In respect of Fixed Assets :
 - (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of its fixed assets.
 - (b) The Company has conducted physical verification at a reasonable interval of its fixed assets during the period covered under our audit. We are informed that no material discrepancies were noticed on such verification.
 - (c) The Company has not disposed off any substantial part of its fixed assets so as to affect its going concern status.
- ii) In respect of Inventories :
 - (a) As explained to us, inventories has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable in relation to the size of the company.
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - (c) On the basis of our examination of the records of the company, we are of the opinion that company has maintained proper records of its inventory. Discrepancies noticed on physical verification between physical stock records were not material and have been adequately dealt within the books of accounts.
- iii)
 - (a) According to the information and explanation given to us, the Company has granted loans, to the companies, firm or other parties covered in register maintained under section 301 of company Act, 1956. during the year was Rs. 74.04 Lacs (previous year Rs. 416.19 Lacs) and balance of such loan at year end was Rs. 643.63 Lacs (Previous year Rs. 569.59 Lacs)
 - (b) The company has taken loans from the Companies, firm or other parties covered in register maintained under section 301 of company Act, 1956 during the year was Nil (previous year Rs. 2653.97 Lacs) and balance of such loan at year end was Rs. 189.00 Lacs (Previous year Rs. 1322.70 Lacs).
 - (c) In our opinion, the rate of interest and other terms and conditions on which such loans have been taken are not prima facie prejudicial to the interests of the company.
 - (d) In our opinion the payment of the principal and the interests are regular and there are no overdue.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and for sale of goods. We have not observed any continuing failure to correct major weaknesses in internal control system.
- v) In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956.
 - (a) In our opinion and according to the information and explanation given to us, the particulars of transaction made in pursuance of contracts or arrangements referred to in section 301 of the companies Act, 1956 has been entered in the register required to be maintained under that section.
 - (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts have been made at the prices which are reasonable having regards to the prevalent market prices at the relevant time.
- vi) The Company has not accepted any deposit from the public pursuant to sections 58A, 58AA or any other relevant provisions of the Companies Act 1956 and rules framed there under apply.
- vii) In our opinion, the company has internal audit system commensurate with the size and nature of its business.
- viii) We have broadly reviewed the books of accounts maintained by the company pursuant to the rule made by the Central



Government of India for the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 and are of the opinion that prima facie, the prescribed accounts and records have been maintained.

- ix) In respect of statutory dues:
- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, undisputed statutory dues including Provident fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues have generally been regularly deposited with the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amount payable in respect of the aforesaid dues were outstanding as at March 31, 2014 for a period of more than six months from the date of becoming payable.
- (b) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Wealth Tax, Service Tax, Excise Duty and Cess which have not been deposited on account of any dispute.
- x) The Company has no accumulated loss at the end of the financial year and it has not incurred any cash losses during the financial year under audit and also in the immediately preceding financial year.
- xi) According to the information and explanations given to us and based on the documents and records produced to us, the company has not defaulted in repayment of dues to their Bankers or Financial Institutions and debenture holders.
- xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The company is not a chit fund / nidhi / mutual benefit fund / society.
- xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments.
- xv) As per the information and explanation given to us, the company has given corporate guarantee for loan taken by its wholly subsidiary company & JV company from banks, which is not prejudice to the interest of the company.
- xvi) According to the information and explanations and certificate in this regard given to us, term loan were applied by the company for the purpose for which they were obtained.
- xvii) According to the information and explanations given to us and on an overall examination of the Financial Statements of the Company as at March 31, 2014, we report that no funds raised on short term basis were utilized for long term investment.
- xviii) During the year, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- xix) On the basis of the records and documents examined by us, the Company has not issued any secured debentures during the year, however according to the information and explanations given to us, during the financial year 2013-14, the company has issued unsecured, nonconvertible debentures for Rs. 25 Crores.
- xx) According to the information and explanations given to us, during the financial year 2013-14, the company has made preferential allotment of 1,18,00,000 equity shares of Rs. 10 each at a premium of Rs. 20 to Aspire Emerging Fund, Highbluesky Emerging market Fund and Paradigm India Investment Fund Ltd.
- xxi) During the course of our examination of the books 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 instance of fraud on or by the Company, noticed or reported during the year, nor we have been informed of such case by the management..

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN:000978N

(VISHAL GUPTA)
Partner
M.No.:524194

Place : New Delhi
Date : 24.05.2014

Shilpi Cable Technologies Ltd.

BALANCE SHEET as at 31st March, 2014

(₹ in Lacs)

Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
I. EQUITY AND LIABILITIES			
(1) Shareholder's Fund			
(a) Share Capital	2	4,931.61	3,751.61
(b) Reserves and surplus	3	17,304.99	12,534.08
(2) Share application money (Refundable)		96.29	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	4	2,967.07	2,557.57
(b) Deferred Tax Liabilities (Net)	5	1,216.42	1,064.57
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions	7A	50.46	38.27
(4) Current Liabilities			
(a) Short-Term Borrowings	4A	11,601.09	9,864.03
(b) Trade Payables	6	28,530.06	18,232.41
(c) Other Current Liabilities	7	345.98	343.46
(d) Short-Term provisions	7B	1,038.69	849.75
TOTAL		68,082.66	49,235.75
II. ASSETS			
(1) Non-current Assets			
(a) Fixed Assets	8		
(i) Tangible Assets		9,475.35	8,187.11
(ii) Intangible Assets		-	-
(iii) Capital work-in-progress		13.90	4.37
(iv) Intangible assets under development		-	-
(b) Non-current investments	9	1,374.74	1,374.74
(c) Deferred Tax Assets (Net)		-	-
(d) Long-term loans and advances	10	693.00	604.97
(e) Other non-current assets		-	-
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories	11	14,135.61	9,329.45
(c) Trade Receivables	12	33,758.65	25,760.56
(d) Cash and cash equivalents	13	4,014.26	2,606.90
(e) Short-Term loans and advances	14	7.36	6.17
(f) Other current assets	15	4,609.79	1,361.48
TOTAL		68,082.66	49,235.75
Notes to accounts and significant accounting policies	1		
Other Notes to Accounts	24		

Note No. 1-24 form an integral part of these Financial Statements

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

For and on behalf of the Board

(VISHAL GUPTA)
Partner
M. No.: 524194

(Mukesh Kumar Gupta)
Director
DIN No. 00163044

(Manish Goel)
Managing Director
DIN No. 00163105

(Sneha Modi)
Company Secretary
Membership No. : A34158

Place : New Delhi
Date : 24.05.2014



PROFIT & LOSS ACCOUNT for the year ended March 31, 2014

(₹ in Lacs)

Particulars	Note No.		As at 31st March, 2014		As at 31st March, 2013
I. Revenue from Operations	16		98,603.39		65,488.86
II. Other Income	17		333.37		173.94
III. Total Revenue (I+II)			98,936.76		65,662.80
IV. EXPENSES					
Cost of materials/ Services consumed	18		85,378.03		57,568.62
Changes in inventories of finished goods, wip and stock-in-trade	19		(884.91)		(1,857.19)
Other Manufacturing/ Operating Expenses	20		2,794.29		1,228.96
Employee benefits expense	21		618.99		458.46
Finance Costs	22		5,203.31		3,235.38
Depreciation and amortization expense	8		488.31		364.33
Other expenses	23		1,353.28		924.02
			-		-
Total Expenses			94,951.30		61,922.58
V. Profit before exceptional and extraordinary items (III-IV)			3,985.46		3,740.22
VI. Exceptional Items			-		-
VII. Profit before extraordinary items and tax (V-VI)			3,985.46		3,740.22
VIII. Extraordinary Items					
Prior Period Adjustments			(4.34)		-
IX. Profit before Tax(PBT) (VII-VIII)			3,989.80		3,740.22
X. Tax Expense of continuing operations :					
Current Tax (Income Tax)			1,034.95		846.97
Tax Adjustment of Previous Years			-		-
MAT credit Entitlement			-		-
Deferred Tax Expenses/(Income)	5	151.84	1,186.79	274.26	1,121.23
XI. Profit/(loss) for the period from continuing operations (IX-X)			2,803.01		2,618.99
XII. Profit/(loss) from discontinuing operations			-		-
XIII. Tax expense of discontinuing operations			-		-
XIV. Profit/ (loss) from discountinuing operations (after Tax) (XII-XIII)			-		-
XV. Profit/ (loss) for the period [Profit After Tax (PAT)] (XI+XIV)			2,803.01		2,618.99
XVI. Earnings per equity share					
(1) Basic			7.27		6.98
(2) Diluted					
Notes to accounts and significant accounting Policies	1				

Note No. 1-24 form an integral part of these Financial Statements

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

For and on behalf of the Board

(**VISHAL GUPTA**)
Partner
M. No.: 524194

(**Mukesh Kumar Gupta**)
Director
DIN No. 00163044

(**Manish Goel**)
Managing Director
DIN No. 00163105

(**Sneha Modi**)
Company Secretary
Membership No. : A34158

Place : New Delhi
Date : 24.05.2014

Shilpi Cable Technologies Ltd.

Note- 1:- SIGNIFICANT ACCOUNTING POLICIES

Corporate Information:

Shilpi Cable Technologies Ltd being a company incorporated under the provisions of the Companies Act, 1956, and having its registered office at A-19/B-1 Extension, Mohan Co-operative Industrial Estate, Mathura Road, New Delhi-110 044. The Company was initially incorporated under the provisions of the Companies Act, 1956, as a public limited company with the name and style of Rosenberger Shilpi Cable Technologies Ltd vide Certificate of Incorporation No. (CIN) U 64201 DL 2006 PLC 150753 dated 9th July, 2006 issued by the Registrar of Companies, NCT of Delhi & Haryana, New Delhi. The Company obtained Certificate for Commencement of Business on 13th July, 2006. Name of the Company was changed to its present name-'Shilpi Cable Technologies Ltd' vide fresh Certificate of Incorporation dated 21st October, 2008 issued by the ROC, New Delhi.

The company is carrying on the business of manufacturing and trading of Cables, wires and Accessories used in Telecom, Automobile, Consumer Durables etc.

1 a) Basis of Preparation:

- i. The Company follows the mercantile system of accounting and recognises income and expenditure on an accrual basis.
- ii. Financial Statements are based on historical cost. These costs are not adjusted to reflect the impact of the changing value in the purchasing power of money.
- iii. The preparation of financial statements are in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses and disclosure of contingent assets and liabilities. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements.

b) Preparation and disclosure of financial statements:

During the year ended 31st March 2014, the company prepared its books of accounts as per Revised Schedule VI, notified under The Companies Act 1956 for preparation and presentation of its financial statements. The adoption of revised schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However it has significant impact on presentation and disclosure made in the financial statements. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

2 Fixed Assets:

Fixed assets are stated at cost less accumulated depreciation. Cost is inclusive of freight, duties, levies and any direct cost of bringing the assets to their working for intended use.

3 Depreciation:

- a Depreciation is provided as per Straight Line Method at rates provided by schedule XIV of the Companies Act 1956. In case of purchase / sale of assets during the year, depreciation has been charged on pro rata basis from / up to date of commercial production / sale.
- b License and process know-how fee having future economic benefits is amortised on straight line method over a period of 10 years from the date when the asset is available for use in accordance with Accounting Standard-26 issued by ICAI.

4 Inventories:

Inventories are valued at cost or net realisable value whichever is less with cost established using the weighted average cost method. The cost of work in progress & finished goods include overheads on estimate basis.

5 Foreign Currency Transaction:

Sales made to clients outside India and realisations deposited into Bank account are accounted for on the basis of exchange rate as on the date of the transaction. Adjustments are made for any variations in the sales proceeds on conversion into Indian currency up to actual receipts. Expenditure in foreign currency is accounted at the exchange rate prevalent when such expenditure is incurred. Current assets and current liabilities denominated in foreign currency are translate at the exchange rate prevalent at the date of the balance sheet. The exchange differences arising out of foreign currency transactions are recognised as Income or expenses in the year. The exchange differences arising out of foreign currency transactions pertaining to fixed assets are adjusted to carrying amount of related fixed assets.

6 Taxation:

Current Tax calculations are based upon the assessable profits of the company computed in accordance with the Income Tax Act, 1961. The deferred tax charged or credit is recognised using current tax rates. Where there is unabsorbed depreciation or carry forward losses deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets/Liabilities are reviewed as at each balance sheet date based on developments during the year and available case laws to reassess realisation /liabilities.

7 Revenue Recognition:

- A) Sales of goods Indigenous and exports both are recognised at the time of dispatch / Constructive delivery. Sales are exclusive of Excise Duty, Sales Tax and Trade Discount.
- (B) Interest Income is recognised on time proportion basis.
- (C) Dividend Income is recognised when the right to receive the dividend is established.
- (D) Other Income is recognised on the basis of Accounting Standard – 9 (Revenue Recognition) notified by the Companies (Accounting Standards) Rules, 2006.

8 Borrowing Cost:

Borrowing cost that are attributable to the acquisition / construction of qualifying assets are capitalized as part of the cost of the respective assets. Other borrowing costs are recognized as expenses in the year in which they are incurred.

9 Lease

a) Finance Lease:

Assets taken on lease are capitalised at fair value/contracted price. Depreciation on the same is charged at the rate applicable to similar type of fixed assets as per accounting policy on 'Depreciation'. If the leased assets are returnable to the lessor on expiry of lease period, the same is depreciated over its' useful life or lease period, whichever is shorter. Lease payments made are apportioned between finance charges and reduction of outstanding liability in relation to assets taken on lease.

b) Operating Lease:

Lease payments made for assets taken on operating lease are recognised as expense over the lease period.

Shilpi Cable Technologies Ltd.

- 10 (a) Investments are either classified as current investments or long- term investments. The cost of investments includes acquisition charges such as brokerage, fees and duties. Current investments are carried at lower of cost and fair value
- (b) Long- term investments are carried at cost and provisions are recorded to recognize any decline, other than temporary, in the carrying value of each investment.

11 (A) **Short Term Employee Benefits:**

Short term Employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account for the year in which related services are rendered.

(B) **Defined Contribution Plans:**

Company's contributions and other amount, if any, payable during the year towards Provident Fund, Pension Fund and Employee State Insurance are recognized in the profit and loss account of the year

(C) **Defined Benefit Plans:**

Company's liability towards gratuity in accordance with Payment of Gratuity Act, 1972 and other long term benefits are determined and accounted in accordance with AS-15 (Revised) based on the Actuarial Valuation as on the balance sheet date.

- 12 Basic earning per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

13 **Deferred Revenue Expenditure**

Pre operative expenditures are treated as deferred revenue expenditures and is amortised over such periods as determined by management from time to time.

14 **Research & Development Expenditure**

Research & Development expenditure is accounted for in accordance with Accounting Standard-26 issued by ICAI.

15 **PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions involving substantial degree of estimation in measurement are recognized where 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 recognized but are disclosed in the notes.

16 **IMPAIRMENT OF ASSETS:**

An asset is treated as impaired when the amount of an asset exceeds its recoverable value. An impairment loss is charged to Profit & Loss A/c in the year in which an asset is identified as impaired. Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exists.

17 **Government Grants**

Government grants are accounted for on receipt basis. Grants related to specific fixed assets are deducted from the gross value of the assets and grants related to revenue are deducted in reporting the related expenses.



NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note 2: SHARE CAPITAL

(A) Authorised, Issued, Subscribed and paid-up share capital and par value per share

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Authorised Share Capital 5,00,00,000 equity shares of Rs. 10/- each (Previous year 4,25,00,000 equity shares of Rs. 10/- each)	5,000.00	4,250.00
	5,000.00	4,250.00
Issued, Subscribed & Paid up Share Capital 4,93,16,136 equity shares of Rs. 10/- each Previous year 3,75,16,136 equity shares of Rs. 10/- each	4,931.61	3,751.61
Total	4,931.61	3,751.61

(B) Reconciliation of number of equity shares outstanding at the beginning and at end of the year

Particulars	As at 31st March, 2014	As at 31st March, 2013
Number of shares outstanding as at beginning of the year	37,516,136	32,298,762
Add:		
Number of shares allotted as fully paid-up-bonus shares during the year	-	-
Number of shares allotted during the year as fully paid-up pursuant to a contract without payment being received in cash	-	5,217,374
Number of shares allotted to employees pursuant to ESOPs/ESPs	-	-
Number of shares allotted for cash (52,17,374 Equity Shares of Rs.10 each fully paid have been allotted during the financial year 2012-13, in terms of scheme of amalgamation the Transferee Company issued 9 (nine) Equity Shares of Rs. 10 each, credited as fully paid up, for every 4 (four) Equity Shares of Rs. 10 each held in the Transferor Company.)	11,800,000	-
	49,316,136	37,516,136
Less:		
Number of shares bought back during the year	-	-
Number of shares outstanding as at end of the year	49,316,136	37,516,136

65,00,000 equity shares held by promoters of the company are locked in up to 15.04.2014
50,41,000 equity shares held by Paradigm India Investment Fund are locked in up to 25.05.2015
13,04,344 equity shares held by Trustee of SCTL Securities Trust are locked in up to 31.07.2015
44,00,000 equity shares held by Highbluesky Emerging Market Fund are locked in up to 10.04.2015
23,59,000 equity shares held by Aspire Emerging Fund are locked in up to 10.04.2015

(C) Shareholdings in the company by the holding/ultimate holding company and their subsidiaries/associates

Out of equity shares issued by the company, share held by holding company are as follows:	As at 31st March, 2014	As at 31st March, 2013
Shilpi Communication Private Limited	33.96%	44.65%

(D) Shares in the company held by each shareholder holding more than 5% shares

Name of the shareholder	Number of shares held in the company	Percentage of shares held
Shilpi Communication Private Limited	16,750,000	33.96%
Trustee of SCTL Securities Trust (Anand Gupta)	5,217,374	10.58%
Paradigm India Investment Fund	5,041,000	10.22%
Highbluesky Emerging Market Fund	4,400,000	8.92%

(E) Terms / rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note 3: RESERVES AND SURPLUS

(Rs. in Lacs)

Particulars	As at 31st March, 2013	Additions during the period	Deductions during the period	As at 31st March, 2014
Securities Premium Reserve	6,327.02	2,360.00	-	8,687.02
General Reserve	-	-	-	-
Surplus (Profit and Loss account)	6,207.06	2,803.01	1,017.10	7,992.97
Debenture Redemption Reserve	-	625.00	-	625.00
Total	12,534.08	5,788.01	1,017.10	17,304.99

Note: Deduction made during the year for Rs.625 lacs were for creating Debenture Redemption Reserve and Rs. 392.10 lacs were for payment of Income Tax for earlier years.

Note 4. LONG-TERM BORROWINGS

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) DEBENTURES		
Debentures 250 (March 31, 2013: Nil) 2% Unsecured, Unlisted, redeemable and non convertible debentures of Rs. 10,00,000 each. (Refer para 14 in note 24)	2,500.00	-
(B) LOAN FROM BANKS / FIs		
<u>Vehicle Loan</u> (Loan against hypothecation of vehicle purchased out of above loan)	55.98	55.83
<u>Term Loan</u> (From Financial Institution secured against hypothecation of respective Machinery) Other Loans from Bank / FIs (Unsecured)	411.09	-
	-	15.41
LOANS FROM OTHERS		
<u>Unsecured</u> Loans from Corporates	-	1,163.63
LOANS AND ADVANCES FROM RELATED PARTIES		
<u>Unsecured</u> Loans from Related Parties	-	1,322.70
Total (A+B+C)	2,967.07	2,557.57

Note: There is no default, continuing or otherwise, in repayment of any of the above loans.

4A. SHORT TERM BORROWINGS

Amount due with in next financial year

LOANS FROM OTHERS

Unsecured

Loans from Corporates

342.30

-

LOANS AND ADVANCES FROM RELATED PARTIES

Unsecured

Loans from Related Parties

189.00

-

Working Capital Limits from Schedule Banks

(From Bankers under Consortium Arrangement Secured against hypothecation of Company's Stocks, Book Debts and other current assets and First charge over Fixed Assets of the company)

10,806.27

9,111.76

Vehicle Loan

(Loan against hypothecation of vehicle purchased out of above loan)

53.77

59.87

Term Loan

(From Financial Institution secured against hypothecation of respective Machinery)

194.34

649.00

Other Loans from Bank / FIs (Unsecured)

15.41

43.40

Total

11,601.09

9,864.03

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

NOTE 5. DEFERRED TAX LIABILITIES (NET)

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March 2013
Deferred Tax Liabilities	1,234.35	1,077.75
Deferred Tax Assets	17.93	13.18
Deferred Tax Liabilities (Net)	1,216.42	1,064.57
Deferred Tax Expenses/(Income)	151.84	274.26
Transfer to Profit & Loss Account		
Accounting for Taxes on Income - Accounting Standard - 22 - Deferred Tax:-		
The major components of Deferred Tax Liabilities (net) as on 31.03.2014 are given below:-		
Particulars	As at 31st March, 2014	As at 31st March, 2013
DEFERRED TAX LIABILITIES		
Fixed Assets	1,234.35	1,077.75
DEFERRED TAX ASSETS		
Carried forward Business Loss	-	-
Carried forward Short Term Capital Loss	-	-
Provision for Gratuity/Leaves	17.93	13.18
Provision for Doubtful Debts & Advances & Inventory write down	-	-
Disallowances under Income Tax Act, 1961	-	-
DEFERRED TAX LIABILITIES (NET)	(1,216.42)	(1,064.57)

Note-6. TRADE PAYABLES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Trades Payable		
Creditors for Goods (Considered Good)	28,530.06	18,232.41
Total	28,530.06	18,232.41

Note-7. OTHER CURRENT LIABILITIES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Duties & Taxes	133.07	162.68
Expenses Payables	143.99	87.86
Creditors for Capital Expenditure	-	8.44
Creditors for Expenses	68.92	84.48
Total	345.98	343.46

Note-7A. LONG TERM PROVISIONS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Provision for employee benefits	50.46	38.27
Total	50.46	38.27

Note-7B. SHORT TERM PROVISIONS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Provision for employee benefits	2.28	2.33
Provision for Income Tax	1,034.95	846.97
Provision for Wealth Tax	1.46	0.45
Total	1,038.69	849.75

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

8. Detail of Tangible Assets

(Rs. in lacs)

Serial No.	Particulars	Gross Block			Accumulated Depreciation			Net Block		
		As On 01.04.2013	Additions	Sale/ Adjust	As On 31.03.2014	As On 01.04.2013	During The Year	Sale/ Adjust	As On 31.03.2014	As On 31.03.2013
1	Land	290.16	-	-	290.16	-	-	-	290.16	290.16
2	Factory Building	2,066.26	19.60	-	2,085.86	69.38	-	399.28	1,686.59	1,736.37
3	Plant & Machinery	6,997.92	1,552.64	-	8,550.55	365.35	-	1,504.19	7,046.35	5,859.06
4	Furnitures & Fixtures	28.03	12.19	-	40.22	1.94	-	9.85	30.36	20.11
5	Office Equipment	61.27	20.44	-	81.70	10.07	4.34	23.12	58.58	43.88
6	Computers & Softwares	45.92	24.87	0.33	70.47	8.78	-	29.80	40.67	24.90
7	Vehicles	282.24	143.00	0.50	424.74	32.79	0.29	102.11	322.63	212.63
	Total	9,771.80	1,772.74	0.83	11,543.70	488.31	4.63	2,068.35	9,475.35	8,187.11
8	Capital Work in Progress	4.37	9.53	-	13.90	-	-	-	13.90	4.37
	Grand Total	9,776.17	1,782.27	0.83	11,557.60	488.31	4.63	2,068.35	9,489.25	8,191.48
	Previous Year	9,339.02	2,198.14	1,761.00	9,776.16	364.33	10.69	1,584.68	8,191.48	8,107.98

Note: During the year company has created new block " Office Equipment" and transferred Office Equipment items booked in earlier years in the block "Furniture & Fixtures". Depreciation rate difference of prior period amounting to Rs. 4.34 Lacs has given effect in Profit and Loss.

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Notes 9- NON CURRENT INVESTMENTS

(Rs. in Lacs)

Particulars	(Rs. in Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
(A) Investment in Equity Instruments		
Investment in Equity Shares of M/s Shilpi Worldwide JLT (300 nos. of share of AED 1000 each being 100% shareholding.)	36.96	36.96
(B) Investment in Government or Trust Securities		
- NSC	0.40	0.40
(C) Other Non Current Investment		
Interest in SCTL Securities Trust (Shares held by the Trust in sloe benefit of the Company)	1337.38	1,337.38
TOTAL	1,374.74	1,374.74

Note- 10. LONG TERM LOANS AND ADVANCES

(Rs. In Lacs)

Particulars	(Rs. In Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
(A) Loans and advances to related parties		
Secured, considered goods		-
Unsecured, considered goods	643.64	569.59
Doubtful		
Less: Allowance for bad and doubtful advances		
(B) Security Deposits		
Secured, considered goods		
Unsecured, considered goods	49.36	35.38
Doubtful		-
Less: Allowance for bad and doubtful advances		-
(C) Others Loans and Advances		
Secured, considered goods		-
Unsecured, considered goods	-	-
Doubtful		
Less: Allowance for bad and doubtful advances		
Total (A+B+C)	693.00	604.97

Note- 11. INVENTORIES

(Rs. In Lacs)

Particulars	(Rs. In Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
(a) Raw Material	8,346.91	4,425.66
(b) Work -in-Progress	2,768.59	2,719.98
(c) Finished Goods	3,020.11	2,183.81
TOTAL	14,135.61	9,329.45

Mode of Valuation:

- Raw Material, Stores & Spares, Loose Tools and Packing Materials are valued at cost
- Work -in-Progress are valued at Cost or Net Realisable Value, whichever is lower
- Finished Goods and Stock-in-Trade are valued at Cost or Net Realisable Value, whichever is lower

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note- 12. TRADE RECEIVABLES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Trade receivables outstanding for more than six months from the date they became due for payment:		
(i) Secured, considered good	-	-
(ii) Unsecured, considered good	248.72	218.53
(iii) Doubtful	-	-
Less: Allowance for bad and doubtful debts	-	-
(B) Trade Receivables (others)		
(i) Secured, considered good	-	-
(ii) Unsecured, considered good	33,509.93	25,542.03
(iii) Doubtful	-	-
Less: Allowance for bad and doubtful debts	-	-
TOTAL	33,758.65	25,760.56

Note: Debts due by directors or officers of the company or any of them either severally or jointly with others or by firms or private companies respectively in which any director is a partner or a director is a member is Nil

Note - 13. CASH AND CASH EQUIVALENTS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Balances with Banks		
(I) Earmarked Bank balances (Escrow Accounts)		
(i) Employee security deposits pursuant to section 417 of the companies act, 1956	-	-
(ii) Unpaid dividend bank account	-	-
(iii) Money raised in public issue kept in scheduled bank account pending allotment	-	-
(iv) Money kept in escrow account for payment of buyback consideration	-	-
(II) Bank balance held as margin money or as security against:		
(i) Borrowings	-	-
(ii) Guarantees	808.85	7.65
(iii) Letter of Credit	2,540.90	2,306.59
(iv) Other commitments	-	-
(III) Other bank balances		
(i) Bank deposits with more than 12 months	-	-
(ii) Others	633.18	255.13
(B) Cheques, drafts in hand		
(i) Cheques on hand	-	-
(ii) Drafts in hand	-	-
(C) Cash on hand	31.33	37.53
(D) Others		
(i) Preference shares acquired with less than 3 months for maturity	-	-
(ii) Investment in floater Mutual Funds	-	-
(iii) Government securities acquired with less than 3 months for maturity	-	-
(iv) FDRs (Deposits on Demand)	-	-
TOTAL	4,014.26	2,606.90

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note-14. SHORT TERM LOANS AND ADVANCES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Loans and advances to related parties		
Secured, considered goods	-	-
Unsecured, considered goods	-	-
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (A)	-	-
(B) Loans and advances due by directors or officers of the company or any of them either severally or jointly with others or by firms or private companies respectively in which any director is a partner or a director or member		
Secured, considered goods	-	-
Unsecured, considered goods	-	-
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	-	-
(C) Other Loan & Advances		
Prepaid Expenses	7.36	6.17
Total (C)	7.36	6.17
TOTAL [(A)+(B)+(C)]	7.36	6.17

Note- 15 . OTHER CURRENT ASSETS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Deposits with Government Authorities	2,711.59	1,195.14
Deposits & Advances receivable in cash or in kind	1,898.20	166.34
TOTAL	4,609.79	1,361.48

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note-16. REVENUE FROM OPERATIONS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Sales of products (A)		
Cables, Wires & Accessories	98,575.92	65,307.02
Total (A)	98,575.92	65,307.02
Sales of services (B)		
Service Charges	-	181.84
Total(B)	-	181.84
Other operating revenues (C)		
Job work Charges	27.47	-
Total (C)	27.47	-
Total Revenue from Operations (A)+(B)+(C)	98,603.39	65,488.86

Service Charges in previous year includes amount of Work Contract Services which includes Civil Work, Electrical Work, Transportation Charges, Security Charges and other liasioning work

17. OTHER INCOMES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Income from non-current investments		
Rentals from invesment property	-	-
Dividends from subsidiaries	-	-
Interest from Government Securities	-	-
Dividends from shares of other companies/units of Mutual Funds	-	-
Interest from debentures	-	-
Exchange Fluctuation (Profit)	113.99	-
Share of profit/loss from partnership firm	-	-
Miscellaneous Income	2.78	1.96
Total (A)	116.77	1.96
(B) Income from current investments		
Interest income on FDRs	216.60	171.98
Interest income from other	-	-
Dividends	-	-
Total (B)	216.60	171.98
TOTAL (A)+(B)	333.37	173.94

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note-18. COST OF MATERIAL AND SERVICES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
A. COST OF MATERIAL		
Opening Stock	4,425.66	2,786.62
Add:		
Purchases and Adjustments	89,299.28	59,062.52
Total	93,724.94	61,849.14
Less:		
Transfers and Adjustments (at cost)		
Closing Stock	8346.91	4,425.66
Total (a)	85,378.03	57,423.48
B. COST OF SERVICES		
Purchases for Civil Work	-	96.29
Purchases of Electrical Work	-	20.31
Civil Work Expenses	-	21.86
Contractor's Salary	-	3.42
Electrical Work	-	3.26
Total (b)	-	145.14
Total (a + b)	85378.03	57568.62

Note-19. DETAILS OF CHANGES IN INVENTORIES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Opening Stock		
Finished Goods	2183.81	1,526.28
Work in-Progress	2719.98	1,520.32
Total (A)	4,903.79	3,046.60
Closing Stock		
Finished Goods	3020.11	2,183.81
Work in-Progress	2768.59	2,719.98
Total (B)	5,788.70	4,903.79
Change in Inventories	(884.91)	(1,857.19)

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

Note-20. OTHER MANUFACTURING EXPENSES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Wages	787.71	448.29
Power & Fuel	332.06	190.60
Freight, Cartage & Custom Clearance	677.87	160.43
Job Work Charges	200.73	24.90
Repairs-Plant & Machinery	46.59	56.49
Factory Expenses	11.09	8.37
Testing Charges	10.94	1.43
Stores, Consumables & Packing	727.30	338.45
TOTAL	2,794.29	1,228.96

Note-21. EMPLOYEE BENEFITS EXPENSES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Salaries & Wages, bonus, gratuity and allowances	501.84	375.30
Contribution to PF ,ESIC and Superannuation Fund	25.85	20.69
Staff Welfare Expense	27.64	10.83
Director's Remuneration	63.66	51.64
TOTAL	618.99	458.46

NOTES 22. FINANCE COSTS

Particulars	As at 31st March,2014	As at 31st March,2013
Interest Expenses (Net)	2826.98	1,261.27
Interest on Term Loans	83.51	144.55
Other Borrowing Cost	895.86	868.71
Bank Charges	1396.55	960.85
Interest on Debentures	0.41	-
TOTAL	5,203.31	3,235.38

NOTES FORMING PART OF ACCOUNTS as on 31st March 2014

23. OTHER EXPENSES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Books & Periodicals	-	0.22
Communication Exps	32.84	30.77
Conveyance Expenses	48.16	19.01
Fees & Subscriptions	6.99	9.26
Insurance	21.60	12.16
Legal , professional and consultancy charges	221.36	134.8
Loss on Sale of Fixed Assets	0.07	9.57
Loading & Unloading Expenses	0.90	3.98
Miscellaneous expenses	11.32	24.60
Net gain/loss on foreign currency transactions/translation (other than adjusted as finance costs)	-	154.31
Office Expenses	4.71	1.75
Interest & Penalty	9.62	0.73
Interest on Duty and Taxes	31.51	29.99
Payment to statutory auditors	11.24	7.31
Cost Audit Fees	1.12	-
Power & Fuel	18.52	9.11
Postage, Telegram & Courier	5.68	1.92
Printing Stationery and Periodicals	10.51	9.87
Repair & Maintenance	15.22	12.25
Rent, Rates & Taxes other than taxes on income	26.15	56.97
Security Expenses	28.09	27.61
Travelling Exps (Officers & Staff)	111.66	96.82
Vehicle Running & Maintenance	20.42	18.12
Annual Maintenance Charges	1.28	-
Advertising & Publicity Expenses	6.50	10.15
Business Promotion	40.13	32.28
Commission Expenses	-	0.14
Discount	119.49	46.53
Freight & Forwarding Expenses	537.40	140.98
Sales & Distribution Expense-Others	8.05	4.87
Wealth Tax	1.46	0.45
Service Division Expense	-	12.77
Others'	1.28	4.70
TOTAL	1,353.28	924.02

Shilpi Cable Technologies Ltd.

Notes 24 -OTHER NOTES TO THE ACCOUNTS

1 Note 24. CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR) (Rs. In Lacs)

Particulars	As at 31st march 2014	As at 31st march 2013
(A) Contingent Liabilities		
(a) Claims against the company not acknowledged as debts	1,170.70	1,101.42
(b) Guarantees		
-Bank Guarantees (For EPCG and Performance)	800.60	127.62
- Corporate Guarantee (For WC loans to Subsidiary/ JV Companies)	29,167.58	5,500.00
Total	31,138.88	6,729.04
(B) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
(b) Uncalled liability on shares and other investments partly paid	-	-
(c) Others	-	-
Total	-	-
TOTAL [(A)+(B)]	31,138.88	6,729.04

2 The Details of Subsidiaries/ JV Companies

Name of Company	Origin	Shareholding	Status as on 31-03-2014
Shilpi Worldwide JLT	UAE	100%	wholly owned subsidiary
Shilpi Worldwide PTE Ltd.	Singapore	0%	Subsidiary's Wholly Owned Subsidiary
Shilpi Global LLC	UAE	0%	JV Company of Wholly Owned Subsidiary
Fibre Plus LLC	UAE	0%	JV Company of Wholly Owned Subsidiary

3 In the opinion of the Board of Directors the Current Assets, Loans and Advances have a value on realisation in ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

4 In the opinion of the Board of Directors, provisions made for Income tax and other statutory dues are sufficient to meet liabilities under respective heads. However, any shortage or excess shall be dealt in the year of final disposal by the concerned authorities.

5 Disclosure in accordance with Revised AS-15 on "Employee Benefits"

The Accounting Standard 15 (Revised 2005) on "Employee Benefits" issued by the Institute of Chartered Accountants of India has been adopted by the Company. In accordance with the above Standard, the additional obligations of in accordance with the above Standard, the additional obligations of the Company, on account of employee benefits, based on independent actuarial valuation as per the transitional provisions of As – 15 (Revised 2005)

Defined Benefit Plans

Leave Encashment & Gratuity

Valuations in respect of Leave Encashments and Gratuity have been carried out by independent actuary, as at the Balance Sheet date, based on the following assumptions:

Principal actuarial assumptions	2013-14	2012-13	2011-12	2010-11	2009-10
Discount Rate (Per annum)	8.50%	8.00%	8.50%	8.00%	7.50%
Rate of increase in Compensation levels	6.00%	5.50%	6.00%	5.50%	5.00%
Rate of Return on Plan Assets	0.00%	0.00%	0.00%	0.00%	0.00%
Expected Retirement Age of employees in no. of Years	60 Years	60 Years	60 Years	60 Years	60 Years

A. GRATUITY

i) Changes in present Value of Obligation

Present value of Obligation as at beginning of the period	26.38	24.58	17.66	3.85	2.36
Interest Cost	2.11	1.96	1.50	0.31	0.18
Current Service Cost	11.10	8.45	7.78	2.02	1.90
Past Service Cost			-	-	-
Benefit Paid		,(3.66)	(3.59)	(2.12)	(2.17)
Actuarial (Gains)/Loss on Obligation	-4.59	,(4.96)	1.22	0.58	1.59
Present value of Obligation as at the end of period	35.00	26.38	24.58	4.64	3.85

ii) Changes in Fair value of Plan Assets

Present value of Plan assets as at the beginning of the period	-	-	-	-	-
Expected Return on Plan Assets	-	-	-	-	-
Actuarial (Gain)/Loss	-	-	-	-	-
Employees' Contributions	-	-	-	-	-
Benefits Paid	-	-	-	-	-
Fair Value of Assets as at the end of period	-	-	-	-	-
Total Actuarial gain to be recognised	-4.59	,(4.96)	1.22	4.65	3.85

iii) Reconciliation of the Present Value of Defined Present Obligations and the Fair value of Assets

Present value of Obligation as at the end of period	35.00	26.38	24.58	4.65	3.85
Fair value of Plan Assets as at the end of period		-	-	-	-
Funded (Asset)/Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85
Unrecognized Past Service Cost		-	-	-	-
Net Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85

iv) Expenses recognized in the Profit and Loss Account

Current Service Cost	11.10	8.48	7.79	2.02	1.90
Past Service Cost		-	-	-	-
Interest Cost	2.11	1.97	1.50	0.31	0.18
Expected Return on Plan Assets		-	-	-	-
Net Actuarial (Gain)/Loss	-4.59	,(4.96)	1.23	0.58	1.59
Total Expenses recognized in the Profit and Loss Account	8.62	5.45	10.52	2.91	3.66

Shilpi Cable Technologies Ltd.

B. GRATUITY

i) **Changes in present Value of Obligation**

Present value of Obligation as at beginning of the period	26.38	24.58	17.66	3.85	2.36
Interest Cost	2.11	1.96	1.50	0.31	0.18
Current Service Cost	11.10	8.45	7.78	2.02	1.90
Past Service Cost			-	-	-
Benefit Paid		,(3.66)	(3.59)	(2.12)	(2.17)
Actuarial (Gains)/Loss on Obligation	-4.59	,(4.96)	1.22	0.58	1.59
Present value of Obligation as at the end of period	35.00	26.38	24.58	4.64	3.85

ii) **Changes in Fair value of Plan Assets**

Present value of Plan assets as at the beginning of the period	-	-	-	-	-
Expected Return on Plan Assets	-	-	-	-	-
Actuarial (Gain)/Loss	-	-	-	-	-
Employees' Contributions	-	-	-	-	-
Benefits Paid	-	-	-	-	-
Fair Value of Assets as at the end of period	-	-	-	-	-
Total Actuarial gain to be recognised	-4.59	,(4.96)	1.22	4.65	3.85

iii) **Reconciliation of the Present Value of Defined Present Obligations and the Fair value of Assets**

Present value of Obligation as at the end of period	35.00	26.38	24.58	4.65	3.85
Fair value of Plan Assets as at the end of period		-	-	-	-
Funded (Asset)/Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85
Unrecognized Past Service Cost		-	-	-	-
Net Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85

iv) **Expenses recognized in the Profit and Loss Account**

Current Service Cost	11.10	8.48	7.79	2.02	1.90
Past Service Cost	-	-	-	-	-
Interest Cost	2.11	1.97	1.50	0.31	0.18
Expected Return on Plan Assets		-	-	-	-
Net Actuarial (Gain)/Loss	-4.59	,(4.96)	1.23	0.58	1.59
Total Expenses recognized in the Profit and Loss Account	8.62	5.45	10.52	2.91	3.66

B. EARN LEAVE ENCASHMENT

i) Changes in present Value of Obligation

Present value of Obligation as at the beginning of period	9.37	8.09	5.75	6.56	5.28
Interest Cost	0.75	0.65	0.49	0.52	0.40
Current Service Cost	6.07	4.21	3.83	3.88	3.20
Past Service Cost	-	-	-	-	-
Benefit Paid	-1.82	(4.88)	(4.67)	-	-
Actuarial (Gains)/Loss on Obligation	-1.42	1.3	2.69	(0.65)	(2.31)
Present value of Obligation as at the end of period	12.95	9.37	8.09	10.31	6.56

ii) Changes in Fair value of Plan Assets

Present value of Plan assets as at the beginning of period	-	-	-	-	-
Expected Return on Plan Assets	-	-	-	-	-
Actuarial (Gain)/Loss	-	-	-	-	-
Employees' Contributions	-	-	-	-	-
Benefits Paid	-	-	-	-	-
Fair Value of Assets as at the end of period	-	-	-	-	-
Total Actuarial gain to be recognised	1.42	-1.30	(2.69)	0.65	2.31

iii) Reconciliation of the Present Value of Defined Present Obligations and the Fair value of Assets

Present value of Obligation as at the end of period	12.95	9.37	8.09	10.31	6.56
Fair value of Plan Assets as at the end of period	-	-	-	-	-
Funded (Asset)/Liability recognized in the Balance Sheet	12.95	9.37	8.09	10.31	6.56
Unrecognized Past Service Cost	-	-	-	-	-
Net Liability recognized in the Balance Sheet	12.95	9.37	8.09	10.31	6.56

iv) Expenses recognized in the Profit and Loss Account

Current Service Cost	6.07	4.21	3.83	3.88	3.20
Past Service Cost	-	-	-	-	-
Interest Cost	0.75	0.65	0.49	0.52	0.40
Expected Return on Plan Assets	-	-	-	-	-
Net Actuarial (Gain)/Loss	-1.42	1.30	2.69	(0.65)	(2.31)
Total Expenses recognized in the Profit and Loss Account	5.40	6.16	7.01	3.76	1.28

- 6 Debit / Credit balances of the parties are subject to confirmation / reconciliation.
- 7 (A) Based on the information available with the company in respect of MSME (as defined in the Micro Small & Medium Enterprises Development Act, 2006) there are no delays in payment of dues to such enterprises during the year.
- (B) The above information regarding MSME has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.
- 8 The company has provided excise duty on finished goods amounting Rs.59.57 Lacs (Previous year Rs.45.46 Lacs) at the end of year, there is no resultant impact on the profit for the year.

Shilpi Cable Technologies Ltd.

9 ADDITIONAL INFORMATION REQUIRED UNDER PART-II OF SCHEDULE 'VI' OF THE COMPANIES ACT, 1956

(Rs. In Lacs)

Particulars	2013-14	2012-13
a) Value of imports on CIF Basis :		
i) Capital Goods	459.31	1,714.51
ii) Raw Materials and Spare Parts	45,505.83	28,697.71
b) Expenditure in Foreign Currency :		
i) On Capital Goods	188.16	1,714.51
ii) Raw Materials and Spare Parts	33,497.80	25,786.77
iii) Others	48.14	488.55
c) Earning in Foreign Currency :		
i) Sales (Export)	11,860.57	559.92
ii) Others	0.55	0.20
d) Auditors' Remuneration :		
i) Statutory Audit Fee	9.50	5.50
ii) Tax Audit Fee	0.50	1.00
iii) Service Tax	1.24	0.81
e) Directors' Remuneration	63.66	51.80

10 Earning Per Share

Particulars		2013-14	2012-13
Weighted average number of shares outstanding during the year	Nos.	38,576,048	37,516,136
Net profit for the year attributable to Shareholders	Rs.	280,301,112	261,897,234
Earning per Share of Rs. 10/- each	Rs.	7.27	6.98
Diluted Earning per Share of Rs. 10/- each	Rs.	7.27	6.98

11 Leases :

Accounting for leases has been done in accordance with Accounting Standard-19 issued by ICAI. Following are the details of lease transactions for the year:

(A) Finance Lease

The Company does not have any finance lease agreement.

(B) Operating Lease

The Company does not have any operating lease agreement.

12 Segment wise Revenue, results and Capital employed are as follows :

Based on the guidelines of Accounting Standards on segment reporting (AS-17) issued by The Institute of Chartered Accountants of India, the Company is exclusively engaged in dealing in only one segment i.e manufacturing of cable and accessories, hence there is only one primary segment in context of accounting standards 17 on Segment Reporting issued by ICAI. The company is not operating in any of the geographical segment.

13 Details of transactions entered into with related parties during the year is as follows:

a) List of Related Party

- | | | |
|--------------------------------|---|---|
| i) Subsidiary Company | : | M/s Shilpi Worldwide JLT |
| ii) Associates Companies | : | M/s MVM Impex Pvt.Limited |
| | : | M/s Shilpi Cables Pvt.Limited |
| | : | M/s Gloster Metals & Alloys Private Limited |
| | : | M/s Shilpi Communication Private Limited |
| | : | M/s Fasten Cables & Accessories Pvt.Limited |
| | : | M/s AGH Wires Pvt.Limited |
| | : | M/s Fibre Plus LLC |
| (iii) Key Management Personnel | : | 1. Mr.Mukesh Kumar Gupta |
| | : | 2. Mr.Manish Goel |
| | : | 3. Mr.Ghanshyam Pandey |
| iv) Directors' Relative | : | 1. Mrs.Anukriti Goel Daughter in Law of Mr.Mukesh Kr.Gupta |
| | : | 2. Ms.Shilpi Goel Daughter of Mr.Mukesh Kr.Gupta |
| | : | 3. Mr.Vishal Goel Son of Mr.Mukesh Kr.Gupta |
| | : | 4. Mrs.Sharda Rani Wife of Mr.Mukesh Kr.Gupta |

b) In Conformity with Accounting Standard 18 issued by ICAI, the transactions with related parties during the financial year and outstanding Balances as on 31.03.2014 are given under:

(Rs. In Lacs)

Particulars	Subsidiary Company	Associates Companies in	Key Management Personnel which Directors are interested	Relative of Directors
Expenses				
Salaries/Remuneration	-	-	63.66	25.80
Rent	-	6.00	-	1.20
Sales	-	216.33	-	-
Receipts				
Unsecured Loan	-	4,333.00	75.00	-
Loans & Advances	-	-	-	-
Payments				
Unsecured Loan (Repayment)	-	5,169.63	372.08	-
Loans & Advances	74.04	650.00	-	-
Outstanding as on 31st March 2014				
Payable				
Unsecured Loan	-	189.00	-	-
Others	-	3.86	7.31	3.85
Receivable	566.28	216.72	-	-
Corporate Guarantees	21,049.38	8,118.20	-	-

Shilpi Cable Technologies Ltd.

- 14 During the year the Company has issued Unsecured Non Convertible debentures at Rs 10.00 Lacs each on the following terms: The interest rate of debentures is 2% per annum. Interest will become due to the debenture holder on the last date of the close of Year from the date of allotment of Debentures. Tax will be deducted at source by the issuer Company as per applicable laws. The Debentures are redeemable and the maturity date is 5 Years from the allotment of debentures. redemption premium on maturity is Rs 5.00 Lacs per Debenture.

Call Option:- Issuer has Call Option exercisable any time after the expiry of one year from the date of allotment of debentures but before the maturity of the debentures. In such a case the Redemption Premium will be payable to the Debenture Holder in proportion of the redemption period to the maturity period. Interest accrued till the date of redemption will be payable to the debenture holder. The issuer can exercise call option in respect of all or any Debenture holders at its discretion.

Put Option:- The Debenture holder has Put Option exercisable at any time after the expiry of Six months from the date of allotment of debentures but before the maturity of the debentures. In such a case no redemption premium will be payable. However, interest accrued till the date of allotment of debentures but before the maturity of the debenture will be payable to the debenture holder. Put Option can be exercised in part or full and in tranches in respect by the debenture holder.

- 15 Prior years Figures have been regrouped, rearranged & recast where considered necessary to conform to the current period's classification
- 16 All the figures have been rounded off to the nearest lakh Rupees.

Note No. 1-24 form an integral part of these Financial Statements

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

For and on behalf of the Board

(VISHAL GUPTA)
Partner
M. No.: 524194

(Mukesh Kumar Gupta)
Director
DIN No. 00163044

(Manish Goel)
Managing Director
DIN No. 00163105

(Sneha Modi)
Company Secretary
Membership No.: A34158

Place : New Delhi
Date : 24.05.2014



CASH FLOW STATEMENT for the year ended March 31, 2014

(Rs. in Lacs)

Sr.No.	Particulars	As on 31-03-2014		As on 31-03-2013	
A	Cash Flow from Operations				
J	Profit before Taxation		3,989.80		3,740.22
	Adjustments for:				
	Depreciation	488.31		364.33	
	Prior Period Adjustment	(4.34)			
	Misc. Expenses written off	-		(0.28)	
	Financial Charges	5,203.31		3,235.39	
	Provision for Gratuity, Leave Encashment etc.	12.14		14.98	
	Interest Income	(216.60)		(173.94)	
	(Profit)/ Loss on sale of Fixed Assets	0.07	5,482.89	9.56	3,450.04
	Operating Profit before Working Capital Changes		9,472.69		7,190.26
	(Increase)/ Decrease in Current Assets				
	Inventories	(4,806.16)		(3,496.22)	
	Sundry Debtors	(7,998.09)		(5,969.74)	
	Other Current Assets	(3,249.50)	(16,053.75)	297.56	(9,168.40)
	Increase / Decrease in Current Liabilities				
	Sundry Creditors	10,297.65		5,471.83	
	Expenses Payable	56.13		(19.18)	
	Short Term Borrowings	1,737.06		(689.53)	
	Other Liabilities	(52.60)	12,038.24	23.14	4,786.26
	Cash Inflow / (outflow) from Operations		5,457.18		2,808.12
	Taxes Paid				
	Income Tax Paid	1,239.06	(1,239.06)	(590.83)	(590.83)
	Net Cash Inflow / (Outflow) from Operation (A)		4,218.12		2,217.29
B	Cash Flow form Investing Activities				
	Addition to Fixed Assets	(1,772.74)		(2,198.15)	
	Sale of Fixed Assets	0.46		8.96	
	Change in Capital WIP	(9.53)		1,731.79	
	Income from Interest / Dividends	216.60		173.94	
	Long Term Loans & Advances	(88.03)		(410.86)	
	Investment in Subsidiary	-		-	
	Net Cash Inflow / (Outflow) from Investing Activities (B)		(1,653.24)		(694.32)
C	Cash Flow form Financing Activities				
	Increase in share Capital	1,180.00		521.74	
	Increase / (Decrease) in Share Application Money	96.29		(521.74)	
	Prior Period Adjustments	-		(45.34)	
	Increase in Securities Premium	2,360.00		-	
	Proceeds from Non Convertible Unsecured Debentures	2,500.00		-	
	Increase / (Decrease) in Long Term Borrowings	(2,090.50)		2,636.91	
	Financial Charges Paid	(5,203.31)		(3,235.39)	
	Net Cash Inflow / (Outflow) from Financing Activities (C)		(1,157.52)		(643.82)
	Net Change in Cash or Cash Equivalents during the year		1,407.36		879.15
	Cash and Cash Equivalents at the beginning of the year		2,606.90		1,727.76
	Cash and Cash Equivalents at the end of the year		4,014.26		2,606.90

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard-3 'Cash Flow Statement'
- Previous year's figures have been regrouped/rearranged/recasted wherever necessary to make them comparable with those of current year.

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

(VISHAL GUPTA)
Partner
M. No.: 524194

(Mukesh Kumar Gupta)
Director
DIN No. 00163044

For and on behalf of the Board

(Manish Goel)
Managing Director
DIN No. 00163105

(Sneha Modi)
Company Secretary
Membership No.: A34158

Place : New Delhi
Date : 24.05.2014

Shilpi Cable Technologies Ltd.

INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

To

THE BOARD OF DIRECTORS OF

SHILPI CABLE TECHNOLOGIES LIMITED

1. We have audited the attached Consolidated Balance Sheet of **SHILPI CABLE TECHNOLOGIES LIMITED** (the Company) as at 31st March 2014, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These Consolidated Financial Statements are the responsibilities of the Company's management and have been prepared by the management on the basis of separate financial statement and other financial information regarding subsidiary. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of its subsidiary M/s Shilpi World Wide JLT and Shilpi World Wide Pte Ltd included in the consolidated financial statements. These financial statements and other financial information have been audited /reviewed by other auditors whose report have been furnished to us, and our opinion on the consolidated financial statement to the extent they have been derived from such financial statement is based solely on the report of other auditors.
4. A) In our opinion the Consolidated Financial Statement have been prepared by the company management in accordance with the requirements of Accounting Standard (AS)-21, "Consolidated Financial Statements", Accounting Standard(AS)-23, Accounting of Investment in Associates in Consolidated Financial Statements" notified by the Companies (Accounting Standard) Rules, 2006,
B) Based on our audit as foresaid, and on consideration of Audit reports of separate Financial Statements and to the best of our information and according to the explanations given to us, we are of the opinion that the said Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India :-
 - I. In the case of Consolidated Balance Sheet, of the state of affairs of the Group as at 31st March, 2014;
 - II. In the case of Consolidated Statement of Profit and Loss, of the consolidated results of the operations of the Group for the year ended on that date ;and
 - III. In the case of Consolidated Cash Flow Statement, of the consolidated cash flow of the group for the year ended on that date..

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN:000978N

(VISHAL GUPTA)
Partner
M.No.:524194

Place : New Delhi
Date : 24.05.2014



CONSOLIDATED BALANCE SHEET as at 31st March 2014

(Rs. In Lacs)

Particulars	Note No.	As at 31st March, 2014	As at 31st March, 2013
I. EQUITY AND LIABILITIES			
(1) Shareholder's Fund			
(a) Share Capital	2	4,931.61	3,751.61
(b) Reserves and Surplus	3	28,942.45	16,428.24
(2) Share application money pending allotment		96.29	-
(3) Minority Interest		-	22.65
(4) Non-Current Liabilities			
(a) Long-Term Borrowings	4	5,944.08	71.24
(b) Deferred Tax Liabilities (Net)	5	1,216.42	1,064.57
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions		50.46	38.27
(5) Current Liabilities			
(a) Short-Term Borrowings	4A	16,978.80	13,436.97
(b) Trade Payables	6	54,899.27	23,166.88
(c) Other Current Liabilities	7	453.72	325.68
(d) Short-Term Provisions	7A	1,040.27	849.75
TOTAL		114,553.37	59,155.86
II. ASSETS			
(1) Non-current Assets			
(a) Fixed Assets	8		
(i) Tangible Assets		9,599.46	8,220.39
(ii) Intangible Assets		-	-
(iii) Capital Work-in-Progress		13.90	4.37
(iv) Intangible Assets under development		-	-
(b) Non-Current Investments	9	1,431.00	1,397.00
(c) Deferred Tax Assets (Net)		-	-
(d) Long-term Loans and Advances	10	2,394.11	1,511.19
(e) Other Non-Current Assets		-	-
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories	11	18,251.31	10,735.39
(c) Trade Receivables	12	66,693.63	32,613.18
(d) Cash and Cash Equivalents	13	9,690.30	2,700.46
(e) Short-Term Loans and Advances	14	1,869.87	612.40
(f) Other Current Assets	15	4,609.79	1,361.48
TOTAL		114,553.37	59,155.86
Significant Accounting Policies	1 to 24		
Notes on Financial Statements			

Note No. 1-24 form an integral part of these Financial Statements

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

For and on behalf of the Board

(VISHAL GUPTA)
Partner
M. No.: 524194

(Mukesh Kumar Gupta)
Director
DIN No. 00163044

(Manish Goel)
Managing Director
DIN No. 00163105

(Sneha Modi)
Company Secretary
Membership No. : A34158

Place : New Delhi
Date : 24.05.2014

Shilpi Cable Technologies Ltd.

CONSOLIDATED PROFIT & LOSS ACCOUNT for the year ended March 31, 2014

(Rs. In Lacs)

Particulars	Note No.		As at 31st March, 2014		As at 31st March, 2013
I. Revenue from Operations	16		175,293.98		95,707.39
II. Other Income	17		542.68		173.94
III. Total Revenue (I+II)			175,836.66		95,881.33
IV. EXPENSES					
Cost of materials/ Services consumed	18		153,356.50		84,058.91
Changes in inventories of finished goods, wip and stock-in-trade	19		(884.91)		(1,857.19)
Other Manufacturing/ Operating Expenses	20		2,794.29		1,228.96
Employee Benefits Expenses	21		938.18		562.35
Finance Costs	22		5,968.21		3,258.59
Depreciation and Amortization Expenses	8		497.49		368.03
Other Expenses	23		1,973.79		1,349.91
Selling & Distribution Expenses					-
Total Expenses			164,643.55		88,969.56
V. Profit before exceptional and extraordinary items (III-IV)			11,193.11		6,911.77
VI. Exceptional Items			-		-
VII. Profit before extraordinary items and tax (V-VI)			11,193.11		6,911.77
VIII. Extraordinary Items			-		-
Prior Period Adjustment			(4.34)		
IX. Profit before Tax (PBT) (VII-VIII)			11,197.45		6,911.77
X. Tax Expense of continuing operations :					
Current Tax (Income Tax)		1,036.79		846.97	
Tax Adjustment of Previous Years		-		-	
MAT credit Entitlement		-		-	
Deferred Tax Expenses/(Income)	5	151.84	1,188.63	274.26	1,121.23
XI. Profit/(loss) for the period from continuing operations (IX-X)			10,008.82		5,790.54
XII. Profit/(loss) from discontinuing operations			-		-
XIII. Tax expense of discontinuing operations			-		-
XIV. Profit/ (loss) from discontinuing operations (after Tax) (XII-XIII)			-		-
XV. Profit/ (loss) for the period [Profit After Tax (PAT)] (XI+XIV)			10,008.82		5,790.54
Add: Profit Share in Associate			3.92		
Profit / Loss for the year			10,012.74		
XVI. Earnings per equity share					
(1) Basic			25.96		15.43
(2) Diluted					

Significant Accounting Policies

1 to 24

Notes on Financial Statements

Notes to accounts and significant accounting Policies

1

Note No. 1-24 form an integral part of these Financial Statements

As per out audit report of even date attached

For: RMA & ASSOCIATES

For and on behalf of the Board

Chartered Accountants

FRN : 000978N

(VISHAL GUPTA)

(Mukesh Kumar Gupta)

(Manish Goel)

(Sneha Modi)

Partner

Director

Managing Director

Company Secretary

M. No.: 524194

DIN No. 00163044

DIN No. 00163105

Membership No. : A34158

Place : New Delhi

Date : 24.05.2014



Note- 1:- SIGNIFICANT ACCOUNTING POLICIES

Corporate Information:

Shilpi Cable Technologies Ltd being a company incorporated under the provisions of the Companies Act, 1956, and having its registered office at A-19/B-1 Extension, Mohan Co-operative Industrial Estate, Mathura Road, New Delhi-110 044. The Company was initially incorporated under the provisions of the Companies Act, 1956, as a public limited company with the name and style of Rosenberger Shilpi Cable Technologies Ltd vide Certificate of Incorporation No. (CIN) U 64201 DL 2006 PLC 150753 dated 9th July, 2006 issued by the Registrar of Companies, NCT of Delhi & Haryana, New Delhi. The Company obtained Certificate for Commencement of Business on 13th July, 2006. Name of the Company was changed to its present name-'Shilpi Cable Technologies Ltd' vide fresh Certificate of Incorporation dated 21st October, 2008 issued by the ROC, New Delhi.

The company is carrying on the business of manufacturing and trading of Cables, wires and Accessories used in Telecom, Automobile, Consumer Durables etc.

1 a) Principles of Consolidation

The consolidated financial statements has been prepared on following basis:

- i) The Consolidated Financial Statement has been prepared in accordance with the Accounting Standard 21 (AS-21) "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.
- ii) The financial statements of the parent company and its subsidiary company have been combined on a line by line basis by adding together like items of assets, liabilities, income & expenses. The intra-group balances and intra-group transactions and unrealized profits or losses are fully eliminated.
- iii) The consolidated financial statement has been prepared using uniform accounting policies for similar material transactions and other events in similar circumstances.
- iv) The excess of cost of the company of its investments in the subsidiary company over its share of the equity of the subsidiary company, at the date on which the investments in the subsidiary company are made, is recognised as "goodwill" being an asset in the consolidated financial statements. Alternatively, where the Share of equity in the subsidiary company as on the date of investments, is in the excess of cost of the company, it is recognised as 'capital reserve' and shown under the head 'Reserve and Surplus', in the consolidated financial statements.
- v) Minority Interest's share of net profit of the subsidiary for the year is identified and adjusted against the consolidated profit & loss in order to arrive at the net income attributable to the shareholders of the Company.
- vi) Minority Interest's share of net assets of the subsidiary is identified and presented in the consolidated Balance Sheet separated from liabilities and the equity of the Company's Shareholders
- vii) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and presented in the same manner as the company's separate financial statements
- viii) The following subsidiary company is considered in the preparation of consolidated financial statements:-

Name of Company :- Shilpi Worldwide JLT

County of Incorporation :- UAE

%age of Voting Power :- 100

Shilpi Cable Technologies Ltd.

1 b) Basis of Preparation:

- i. The Company follows the mercantile system of accounting and recognises income and expenditure on an accrual basis.
- ii. Financial Statements are based on historical cost. These costs are not adjusted to reflect the impact of the changing value in the purchasing power of money.
- iii. The preparation of financial statements are in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses and disclosure of contingent assets and liabilities. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements.

c) Preparation and disclosure of financial statements:

During the year ended 31st March 2013, the company prepared its books of accounts as per Revised Schedule VI, notified under The Companies Act 1956 for preparation and presentation of its financial statements. The adoption of revised schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However it has significant impact on presentation and disclosure made in the financial statements. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

2 Fixed Assets:

Fixed assets are stated at cost less accumulated depreciation. Cost is inclusive of freight, duties, levies and any direct cost of bringing the assets to their working for intended use.

3 Depreciation:

- a Depreciation is provided as per Straight Line Method at rates provided by schedule XIV of the Companies Act 1956. In case of purchase / sale of assets during the year, depreciation has been charged on pro rata basis from / up to date of commercial production / sale.
- b License and process know-how fee having future economic benefits is amortised on straight line method over a period of 10 years from the date when the asset is available for use in accordance with Accounting Standard-26 issued by ICAI.

4 Inventories;

Inventories are valued at cost or net realisable value whichever is less with cost established using the weighted average cost method.

The cost of work in progress & finished goods include overheads on estimate basis.

5 Foreign Currency Transaction :

Sales made to clients outside India and realisations deposited into Bank account are accounted for on the basis of exchange rate as on the date of the transaction. Adjustments are made for any variations in the sales proceeds on conversion into Indian currency up to actual receipts. Expenditure in foreign currency is accounted at the exchange rate

prevalent when such expenditure is incurred. Current assets and current liabilities denominated in foreign currency are translated at the exchange rate prevalent at the date of the balance sheet. The exchange differences arising out of foreign currency transactions are recognised as Income or expenses in the year. The exchange differences arising out of foreign currency transactions pertaining to fixed assets are adjusted to carrying amount of related fixed assets.

6 Taxation:

Current Tax calculations are based upon the assessable profits of the company computed in accordance with the Income Tax Act, 1961. The deferred tax charged or credit is recognised using current tax rates. Where there is unabsorbed depreciation or carry forward losses deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets/Liabilities are reviewed as at each balance sheet date based on developments during the year and available case laws to reassess realisation/liabilities.

7 Revenue Recognition:

- A) Sales of goods Indigenous and exports both are recognised at the time of dispatch / Constructive delivery. Sales are exclusive of Excise Duty, Sales Tax and Trade Discount.
- (B) Interest Income is recognised on time proportion basis.
- (C) Dividend Income is recognised when the right to receive the dividend is established.
- (D) Other Income is recognised on the basis of Accounting Standard – 9 (Revenue Recognition) notified by the Companies (Accounting Standards) Rules, 2006.

8 Borrowing Cost:

Borrowing cost that are attributable to the acquisition / construction of qualifying assets are capitalized as part of the cost of the respective assets. Other borrowing costs are recognized as expenses in the year in which they are incurred.

9 Lease

- a) Finance Lease: Assets taken on lease are capitalised at fair value/contracted price. Depreciation on the same is charged at the rate applicable to similar type of fixed assets as per accounting policy on 'Depreciation'. If the leased assets are returnable to the lessor on expiry of lease period, the same is depreciated over its' useful life or lease period, whichever is shorter. Lease payments made are apportioned between finance charges and reduction of outstanding liability in relation to assets taken on lease.
 - b) Operating Lease: Lease payments made for assets taken on operating lease are recognised as expense over the lease period.
- 10 (a) Investments are either classified as current investments or long-term investments. The cost of investments includes acquisition charges such as brokerage, fees and duties. Current investments are carried at lower of cost and fair value
- (b) Long-term investments are carried at cost and provisions are recorded to recognize any decline, other than temporary, in the carrying value of each investment.

11 (A) Short Term Employee Benefits:

Short term Employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account for the year in which related services are rendered.

Shilpi Cable Technologies Ltd.

(B) Defined Contribution Plans:

Company's contributions and other amount, if any, payable during the year towards Provident Fund, Pension Fund and Employee State Insurance are recognized in the profit and loss account of the year

(C) Defined Benefit Plans:

Company's liability towards gratuity in accordance with Payment of Gratuity Act, 1972 and other long term benefits are determined and accounted in accordance with AS-15 (Revised) based on the Actuarial Valuation as on the balance sheet date.

12 Basic earning per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

13 Deferred Revenue Expenditure

Pre operative expenditures are treated as deferred revenue expenditures and is amortised over such periods as determined by management from time to time.

14 Research & Development Expenditure

Research & Development expenditure is accounted for in accordance with Accounting Standard-26 issued by ICAI.

15 Provisions, Contingent Liabilities And Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized where 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 recognized but are disclosed in the notes.

16 Impairment Of Assets:

An asset is treated as impaired when the amount of an asset exceeds its recoverable value. An impairment loss is charged to Profit & Loss A/c in the year in which an asset is identified as impaired. Reversal of impairment losses recognized in prior years is recorded when there is an indication that the impairment losses recognized for the assets no longer exists.

17 Government Grants

Government grants are accounted for on receipt basis. Grants related to specific fixed assets are deducted from the gross value of the assets and grants related to revenue are deducted in reporting the related expenses.

Note 2: SHARE CAPITAL
(A) Authorised, Issued, Subscribed and paid-up share capital and par value per share

Particulars	(Rs. in Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
Authorised Share Capital		
5,00,00,000 equity shares of Rs. 10/- each	5,000.00	4,250.00
(Previous year 4,25,00,000 equity shares of Rs. 10/- each)		
	5,000.00	4,250.00
Issued, Subscribed & Paid up Share Capital		
4,93,16,136 equity shares of Rs. 10/- each	4,931.61	3,751.61
(Previous year 3,75,16,136 equity shares of Rs. 10/- each)		
		3,752
Paid-up Share Capital		
3,22,98,762 equity shares of Rs. 10/- each		322,987,620
((Previous year 2,42,00,000 equity shares of Rs. 10/- each)		
Less: Calls unpaid by directors and other officers		-
Add: Equity shares forfeited (Paid-up)		-
Total	4,931.61	3,751.61

(B) Reconciliation of number of equity shares outstanding at the beginning and at end of the year

Particulars	As at 31st March, 2014	As at 31st March, 2013
	Number of shares outstanding as at beginning of the year	37,516,136
Add:		
Number of shares allotted as fully paid-up-bonus shares during the year	-	-
Number of shares allotted during the year as fully paid-up pursuant to a contract without payment being received in cash	-	5,217,374
Number of shares allotted to employees pursuant to ESOPs/ESPs	-	-
Number of shares allotted for cash	11,800,000	-
(52,17,374 Equity Shares of Rs.10 each fully paid have been allotted during the financial year 2012-13, in terms of scheme of amalgamation the Transferee Company issued 9 (nine) Equity Shares of Rs. 10 each, credited as fully paid up, for every 4 (four) Equity Shares of Rs. 10 each held in the Transferor Company.)		
	49,316,136	37,516,136
Less:		
Number of shares bought back during the year	-	-
Number of shares outstanding as at end of the year	49,316,136	37,516,136

65,00,000 equity shares held by promoters of the company are locked in up to 15.04.2014

50,41,000 equity shares held by Paradigm India Investment Fund are locked in up to 25.05.2015

13,04,344 equity shares held by Trustee of SCTL Securities Trust are locked in up to 31.07.2015

44,00,000 equity shares held by Highbluesky Emerging Market Fund are locked in up to 10.04.2015

23,59,000 equity shares held by Aspire Emerging Fund are locked in up to 10.04.2015

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

(C) Shareholdings in the company by the holding/ultimate holding company and their subsidiaries/associates

Out of equity shares issued by the company, share held by holding company are as follows:	As at 31st March, 2014	As at 31st March, 2013
Shilpi Communication Private Limited	33.96%	44.65%

(D) Shares in the company held by each shareholder holding more than 5% shares

Name of the shareholder	Number of shares held in the company	Percentage of held shares
Shilpi Communication Private Limited	16,750,000	33.96%
Trustee of SCTL Securities Trust (Anand Gupta)	5,217,374	10.58%
Paradigm India Investment Fund	5,041,000	10.22%
Highbluesky Emerging Market Fund	4,400,000	8.92%

(E) Terms / rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note 3: RESERVES AND SURPLUS

(Rs. In Lacs)

Particulars	As at 31st March, 2013	Additions during the period	Deductions during the period	As at 31st March, 2014
Securities Premium Reserve	6,327.02	2,360.00	-	8,687.02
Foreign Currency Translation Reserve	108.00	533.57	-	641.57
Surplus (Profit and Loss A/c)	9,993.22	10,012.74	1,017.10	18,988.86
Debenture Redemption Reserve	-	625.00	-	625.00
Total	16,428.24	13,531.31	1,017.10	28,942.45

Notes: Deduction made during the year for Rs.625 lacs were for creating Debenture Redemption Reserve and Rs. 392.10 lacs were for payment of Income Tax for earlier years.

Note 4. LONG-TERM BORROWINGS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) DEBENTURES	2,500.00	-
Debentures 250 (March 31, 2013: Nil) 2% Unsecured, Unlisted, redeemable and non convertible debentures of Rs. 10,00,000 each. (Refer para 14 in note 24)		
(B) LOAN FROM BANKS / FIs		
Vehicle Loan (Loan against hypothecation of vehicle purchased out of above loan)	109.05	55.83
Term Loan (From Financial Institution secured against hypothecation/mortgage of respective Machinery)	411.09	-
Other Loans from Bank / FIs (Unsecured)	-	15.41
(C) LOANS FROM OTHERS		
Unsecured Loans from Corporate	-	-
(D) LOANS AND ADVANCES FROM RELATED PARTIES		
Unsecured Loans from Related Parties	2,923.94	-
Total (A+B+C)	5,944.08	71.24

Note: There is no default, continuing or otherwise, in repayment of any of the above loans.

Note - 4A : SHORT TERM BORROWINGS

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Amount due with in next financial year		
LOANS FROM OTHERS		
Unsecured Loans from Corporates	342.30	1,163.63
LOANS AND ADVANCES FROM RELATED PARTIES		
Unsecured Loans from Related Parties	189.00	1,322.70
Working Capital Limits from Schedule Banks (From Bankers under Consortium / Multiple Arrangement Secured against First charge over hypothecation of Company's Stocks, Book Debts and other current assets and Fixed Assets of the company)	10,806.27	9,111.76
Vehicle Loan (Loan against hypothecation of vehicle purchased out of above loan)	77.35	59.87
Term Loan (From Financial Institution secured against hypothecation/mortgage of respective Machinery)	194.34	649.00
Other Loans from Bank / FIs (Unsecured)	5,369.54	1,130.01
Total	16,978.80	13,436.97

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note 5. Deferred Tax Liabilities (Net)

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Deferred Tax Liabilities	1,234.35	1,077.75
Deferred Tax Assets	17.93	13.18
Deferred Tax Liabilities (Net)	1,216.42	1,064.57
Deferred Tax Expenses/(Income)	151.85	274.26
Transfer to Profit & Loss Account		
Accounting Standard - 22 - Accounting for Taxes on Income		
The major components of Deferred Tax Liabilities (net) as on 31.03.2014 are given below:-		
DEFERRED TAX LIABILITIES	As at 31st March, 2014	As at 31st March, 2013
Related to Fixed Assets	1,234.35	1,077.75
DEFERRED TAX ASSETS		
Provision for Gratuity / Leaves	17.93	13.18
DEFERRED TAX LIABILITIES (NET)	(1,216.42)	(1,064.57)

Note - 6 : TRADE PAYABLES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Trades Payable		
Creditors for Goods (Considered Good)	54,899.27	23,166.88
Total	54,899.27	23,166.88

Note -7 : OTHER CURRENT LIABILITIES

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Duties & Taxes	134.94	162.68
Expenses Payable	236.11	108.59
Creditors for Capital Expenditure	-	8.44
Creditors for Expenses	68.92	84.48
Other Liabilities	13.75	(38.51)
Total	453.72	325.68

Note - 7A : SHORT TERM PROVISIONS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Provision for Employee Benefits	50.46	38.27
Total	50.46	38.27

Note - 7B : SHORT TERM PROVISIONS

(Rs. In Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Provision for Employee Benefits	3.86	2.33
Provision for Income Tax	1,034.95	846.97
Provision for Wealth Tax	1.46	0.45
Total	1,040.27	849.75

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

8. Fixed Assets

(Rs. in lacs)

Serial No.	Particulars	Gross Block			Accumulated Depreciation			Net Block	
		As On 01.04.2013	Additions	Sale/ Adjust	As On 31.03.2014	During The Year	Sale/ Adjust	As On 31.03.2014	As On 31.03.2013
1	Land	290.16	-	-	290.16	-	-	290.16	290.16
2	Factory Building	2,086.26	19.60	-	2,085.86	69.38	-	399.27	1,736.37
3	Plant & Machinery	6,997.92	1,552.64	-	8,550.56	365.35	-	1,504.20	5,859.07
4	Furnitures & Fixtures	31.60	31.57	-	63.17	3.44	-	11.94	23.10
5	Office Equipment	63.83	30.10	-	93.93	10.68	4.34	24.25	45.92
6	Computers & Softwares	45.92	26.43	0.33	72.02	10.34	-	31.36	24.90
7	Vehicles	318.25	240.66	36.51	522.40	38.30	7.67	107.62	240.87
	Total	9,813.93	1,901.00	36.84	11,678.10	497.49	12.01	2,078.64	8,220.39
8	Capital Work in Progress	4.37	9.53	-	13.90	-	-	-	4.37
	Grand Total	9,818.30	1,910.53	36.84	11,692.00	497.49	12.01	2,078.64	8,224.76

Note: During the year company has created new block " Office Equipment" and transferred Office Equipment items booked in earlier years in the block "Furniture & Fixtures". Depreciation rate difference of prior period amounting to Rs. 4.34 Lacs has given effect in Profit and Loss.

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Notes 9- NON CURRENT INVESTMESNTS

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Investment in Equity Instruments	-	-
Shilpi Global LLC	24.00	-
Add: Share in Profit	3.92	-
	27.92	-
(B) Investment in Government or Trust Securities		
- NSC	0.40	0.40
(C) Other Non Current Investment		
Fiber Plus LLC	65.30	59.22
Interest in SCTL Securities Trust (for details refer note no -1)	1,337.38	1,337.38
Total	1,431.00	1,397.00

Note - 10 : LONG TERM LOANS AND ADVANCES

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Loans and advances to related parties		
Secured, considered goods	-	-
Unsecured, considered goods	2,344.75	1,475.81
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
(B) Security Deposits		
Secured, considered goods	-	-
Unsecured, considered goods	49.36	35.38
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
(C) Others Loans and Advances		
Secured, considered goods	-	-
Unsecured, considered goods	-	-
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (A+B)	2,394.11	1,511.19

Note - 11 : INVENTORIES

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(a) Raw Material	8,346.91	4,425.66
(b) Work -in-Progress	2,768.59	2,719.98
(c) Finished Goods	7,135.81	3,589.75
Total	18,251.31	10,735.39

Mode of Valuation:

- Raw Material, Stores & Spares, Loose Tools and Packing Materials are valued at cost.
- Work -in-Progress are valued at Cost or Net Realisable Value, whichever is lower.
- Finished Goods and Stock-in-Trade are valued at Cost or Net Realisable Value, whichever is lower.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note - 12 : TRADE RECEIVABLES

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Trade receivables outstanding for more than six months from the date they became due for payment:		
(i) Secured ,considered good	-	-
(ii) Unsecured ,considered good	248.72	218.53
(iii) Doubtful	-	-
Less: Allowance for bad and doubtful debts	-	-
(B) Trade Receivables (others)		
(i) Secured ,considered good		
(ii) Unsecured ,considered good	66,444.91	32,394.65
(iii) Doubtful	-	-
Less: Allowance for bad and doubtful debts	-	-
Total	66,693.63	32,613.18

Note:

Debts due by directors or officers of the company or any of them either severally or jointly with others or by firms or private companies respectively in which any director is a partner or a director is a member is NIL

Note - 13 : CASH AND CASH EQUIVALENTS

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Balances with Banks		
(I) Earmarked Bank balances (Escrow Accounts)		
(i) Employee security deposits pursuant to section 417 of the companies act, 1956	-	-
(ii) Unpaid dividend bank account	-	-
(iii) Money raised in public issue kept in scheduled bank account pending allotment	-	-
(iv) Money kept in escrow account for payment of buyback consideration	-	-
(II) Bank balance held as margin money or as security against:		
(i) Borrowings	-	-
(ii) Guarantees	808.85	7.65
(iii) Letter of Credit	7,499.30	2,306.59
(iv) Other commitments	-	-
(III) Other bank balances		
(i) Bank deposits with more than 12 months		
(ii) Others	1,337.28	325.89
(B) Cheques, drafts in hand		
(i) Cheques on hand	-	-
(ii) Drafts in hand	-	-
(C) Cash on hand	44.87	60.33
(D) Others		
(i) Preference shares acquired with less than 3 months for maturity	-	-
(ii) Investment in floater Mutual Funds	-	-
(iii) Government securities acquired with less than 3 months for maturity	-	-
(iv) FDRs	-	-
Total	9,690.30	2,700.46

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note - 14 : SHORT TERM LOANS AND ADVANCES

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Loans and advances to related parties		
Secured, considered goods	-	-
Unsecured, considered goods	-	-
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (A)	-	-
(B) Loans and advances due by directors or officers of the company or any of them either severally or jointly with others or by firms or private companies respectively in which any director is a partner or a director or member		
Secured, considered goods	-	-
Unsecured, considered goods	-	-
Doubtful	-	-
Less: Allowance for bad and doubtful advances	-	-
Total (B)	-	-
(C) Other Loan & Advances		
Prepaid Expenses	97.73	21.57
Others	1,772.14	590.83
Total (C)	1,869.87	612.40
TOTAL [(A)+(B)+(C)]	1,869.87	612.40

Note - 15 : OTHER CURRENT ASSETS

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Deposits with Government Authorities	2,711.59	1,195.14
Deposits & Advances receivable in cash or in kind	1,898.20	166.34
Total	4,609.79	1,361.48



NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note - 16 : REVENUE FROM OPERATIONS

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Sales of products (A)		
Cables Wires & Accessories	175,266.51	95,525.55
Total (A)	175,266.51	95,525.55
Sales of services (B)		
Service Charges	-	181.84
Total(B)	-	181.84
Other operating revenues (C)		
Job Work Charges	27.47	-
Total (C)	27.47	-
Total Revenue from Operations (A)+(B)+(C)	175,293.98	95,707.39

Service Charges includes amount of Work Contract Services which includes Civil Work, Electrical Work, Transportation Charges, Security Charges and Other Liasoning Work

Note - 17 : OTHER INCOMES

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
(A) Income from non-current investments		
Rentals from investment property	-	-
Dividends from subsidiaries	-	-
Interest from Government Securities	-	-
Dividends from shares of other companies/units of Mutual Funds	-	-
Interest from debentures	-	-
Exchange Fluctuation (Profit)	-	-
Miscellaneous Income	116.77	1.96
Total (A)	116.77	1.96
(B) Income from current investments		
Interest income on FDRs	216.60	171.98
Commission	173.20	-
Interest income from other	-	-
Others	36.11	-
Total (B)	425.91	171.98
Total (A)+(B)	542.68	173.94

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note - 18 : COST OF MATERIAL AND SERVICES

Particulars	(Rs. in Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
A. COST OF MATERIAL		
Opening Stock	5,829.80	2,786.62
Add:		
Purchases and Adjustments	159,989.31	86,913.73
Total	165,819.11	89,700.35
Less:		
Transfers and Adjustments (at cost)		
Closing Stock	12,462.61	5,786.58
Total (a)	153,356.50	83,913.77
B. COST OF SERVICES		
Purchases for Civil Work	-	96.29
Purchases of Electrical Work	-	20.31
Civil Work Expenses	-	21.86
Contractor's Salary	-	3.42
Electrical Work	-	3.26
Total (b)	-	145.14
Total (a + b)	153356.50	84058.91

Note - 19 : DETAILS OF CHANGES IN INVENTORIES

Particulars	(Rs. in Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
Opening Stock		
Finished Goods	2,183.81	1,526.28
Work in-Progress	2,719.98	1,520.32
Total (A)	4,903.79	3,046.60
Closing Stock		
Finished Goods	3,020.11	2,183.81
Work in-Progress	2,768.59	2,719.98
Total (B)	5,788.70	4,903.79
Change in Inventories	(884.91)	(1,857.19)

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Note - 20 : OTHER MANUFACTURING EXPENSES

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Wages	787.71	448.29
Power & Fuel	332.06	190.60
Freight, Cartage & Custom Clearance	677.87	160.43
Job Work Charges	200.73	24.90
Repairs-Plant & Machinery	46.59	56.49
Factory Expenses	11.09	8.37
Testing Charges	10.94	1.43
Stores, Consumables & Packing	727.30	338.45
Total	2,794.29	1,228.96

Note - 21 : EMPLOYEE BENEFITS EXPENSES

(Rs. in Lacs)

Particulars	As at 31st March, 2014	As at 31st March, 2013
Salaries & Wages, Bonus, Gratuity and Allowances	792.15	479.19
Contribution to PF, ESIC and Superannuation Fund	25.85	20.69
Staff Welfare Expense	56.52	10.83
Director's Remuneration	63.66	51.64
Total	938.18	562.35

Note - 22 : FINANCE COST

Particulars	As at 31st March, 2014	As at 31st March, 2013
Interest Expenses	3,591.51	1,261.27
Interest on Term Loans	83.51	144.55
Other Borrowing Cost	895.86	868.71
Bank Charges	1,396.92	984.06
Interest on Debentures	0.41	
Total	5,968.21	3,258.59

Shilpi Cable Technologies Ltd.

NOTES FORMING PART OF CONSOLIDATED ACCOUNTS as on 31st March 2014

Notes -23 : OTHER EXPENSES

Particulars	(Rs. In Lacs)	
	As at 31st March, 2014	As at 31st March, 2013
Books & Periodicals	-	0.22
Communication Exps	59.91	30.77
Conveyance Expenses	48.16	30.76
Donation & Charity	-	-
Entertainment Expenses	-	25.22
Fees & Subscriptions	6.99	9.26
Insurance	76.81	12.16
Legal , professional and consultancy charges	348.00	263.22
Loss on Sale of Fixed Assets	18.70	9.57
Loading & Unloading Expenses	0.90	3.98
Miscellaneous Expenses	11.32	59.14
Net gain/loss on foreign currency transactions/translation (other than adjusted as finance costs)	-	66.73
Office Expenses	30.79	6.77
Interest & Penalty	9.62	0.73
Interest on Duty and Taxes	31.51	29.99
Payment to Statutory Auditors	13.53	7.31
Payment to Cost Auditor	1.12	-
Power & Fuel	18.72	9.11
Postage, Telegram & Courier	12.89	2.64
Printing Stationery and Periodicals	12.49	29.22
Repair & Maintenance	17.11	15.40
Rent, Rates & Taxes other than taxes on income	73.51	73.74
Security Expenses	28.09	27.61
Travelling Exps (Officers & Staff)	227.86	160.02
Vehicle Running & Maintenance	20.42	30.59
Annual Maintenance Charges	1.28	-
Advertising & Publicity Expenses	6.50	10.15
Business Promotion	40.15	32.28
Commission Expenses	42.44	0.14
Discount	119.49	46.53
Freight & Forwarding Expenses	537.40	140.98
Sales & Distribution Expense-Others	134.97	101.31
Service Division Expense	-	12.77
Wealth Tax	1.46	0.45
Others	21.65	4.70
Total	1,973.79	1,253.47

Notes 24 -OTHER NOTES TO THE ACCOUNTS

1 CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR) (Rs. In Lakhs)

Particulars	As at 31st March 2014	As at 31st March 2013
(A) Contingent Liabilities		
(a) Claims against the company not acknowledged as debts	1,170.70	1,101.42
(b) Guarantees		
-Bank Guarantees (For EPCG and Performance)	800.60	127.62
- Corporate Guarantee (For WC loans to JV Company)	8,118.20	
Total	10,089.50	1,229.04
(B) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
(b) Uncalled liability on shares and other investments partly paid	-	-
(c) Others	-	-
Total	-	-
TOTAL [(A)+(B)]	10,089.50	1,229.04

2 The Details of Subsidiaries Companies / JV Companies

Name of Company	Origin	Shareholding	Status as on 31-03-2012
Shilpi Worldwide JLT	UAE	100%	wholly owned subsidiary
Shilpi Worldwide PTE Ltd.	Singapore	0%	Subsidiary's Wholly Owned Subsidiary
Shilpi Global LLC UAE	0%		JV Company of Wholly Owned Subsidiary
Fibre Plus LLC	UAE	0%	JV Company of Wholly Owned Subsidiary

3 In the opinion of the Board of Directors the Current Assets, Loans and Advances have a value on realisation in ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

4 In the opinion of the Board of Directors, provisions made for Income tax and other statutory dues are sufficient to meet liabilities under respective heads. However, any shortage or excess shall be dealt in the year of final disposal by the concerned authorities.

5 Disclosure in accordance with Revised AS-15 on "Employee Benefits"

The Accounting Standard 15 (Revised 2005) on "Employee Benefits" issued by the Institute of Chartered Accountants of India has been adopted by the Company. In accordance with the above Standard, the additional obligations of in accordance with the above Standard, the additional obligations of the Company, on account of employee benefits, based on independent actuarial valuation as per the transitional provisions of As – 15 (Revised 2005)

Shilpi Cable Technologies Ltd.

Defined Benefit Plans

Leave Encashment & Gratuity

Valuations in respect of Leave Encashments and Gratuity have been carried out by independent actuary, as at the Balance Sheet date, based on the following assumptions:

Principal actuarial assumptions	2013-14	2012-13	2011-12	2010-11	2009-10
Discount Rate (Per annum)	8.50%	8.00%	8.50%	8.00%	7.50%
Rate of increase in Compensation levels	6.00%	5.50%	6.00%	5.50%	5.00%
Rate of Return on Plan Assets	0.00%	0.00%	0.00%	0.00%	0.00%
Expected Retirement Age of employees in no. of Years	60 Years	60 Years	60 Years	60 Years	60 Years

A. GRATUITY

i) Changes in present Value of Obligation

Present value of Obligation as at beginning of the period	26.38	24.58	17.66	3.85	2.36
Interest Cost	2.11	1.96	1.50	0.31	0.18
Current Service Cost	11.10	8.45	7.78	2.02	1.90
Past Service Cost			-	-	-
Benefit Paid		,(3.66)	(3.59)	(2.12)	(2.17)
Actuarial (Gains)/Loss on Obligation	-4.59	,(4.96)	1.22	0.58	1.59
Present value of Obligation as at the end of period	35.00	26.38	24.58	4.64	3.85

ii) Changes in Fair value of Plan Assets

Present value of Plan assets as at the beginning of the period	-	-	-	-	-
Expected Return on Plan Assets	-	-	-	-	-
Actuarial (Gain)/Loss	-	-	-	-	-
Employees' Contributions	-	-	-	-	-
Benefits Paid	-	-	-	-	-
Fair Value of Assets as at the end of period	-	-	-	-	-
Total Actuarial gain to be recognised	-4.59	,(4.96)	1.22	4.65	3.85

iii) Reconciliation of the Present Value of Defined Present Obligations and the Fair value of Assets

Present value of Obligation as at the end of period	35.00	26.38	24.58	4.65	3.85
Fair value of Plan Assets as at the end of period		-	-	-	-
Funded (Asset)/Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85
Unrecognized Past Service Cost		-	-	-	-
Net Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85

iv) Expenses recognized in the Profit and Loss Account

Current Service Cost	11.10	8.48	7.79	2.02	1.90
Past Service Cost		-	-	-	-
Interest Cost	2.11	1.97	1.50	0.31	0.18
Expected Return on Plan Assets		-	-	-	-
Net Actuarial (Gain)/Loss	-4.59	,(4.96)	1.23	0.58	1.59
Total Expenses recognized in the Profit and Loss Account	8.62	5.45	10.52	2.91	3.66

B. GRATUITY
i) Changes in present Value of Obligation

Present value of Obligation as at beginning of the period	26.38	24.58	17.66	3.85	2.36
Interest Cost	2.11	1.96	1.50	0.31	0.18
Current Service Cost	11.10	8.45	7.78	2.02	1.90
Past Service Cost			-	-	-
Benefit Paid		,(3.66)	(3.59)	(2.12)	(2.17)
Actuarial (Gains)/Loss on Obligation	-4.59	,(4.96)	1.22	0.58	1.59
Present value of Obligation as at the end of period	35.00	26.38	24.58	4.64	3.85

ii) Changes in Fair value of Plan Assets

Present value of Plan assets as at the beginning of the period	-	-	-	-	-
Expected Return on Plan Assets	-	-	-	-	-
Actuarial (Gain)/Loss	-	-	-	-	-
Employees' Contributions	-	-	-	-	-
Benefits Paid	-	-	-	-	-
Fair Value of Assets as at the end of period	-	-	-	-	-
Total Actuarial gain to be recognised	-4.59	,(4.96)	1.22	4.65	3.85

iii) Reconciliation of the Present Value of Defined Present Obligations and the Fair value of Assets

Present value of Obligation as at the end of period	35.00	26.38	24.58	4.65	3.85
Fair value of Plan Assets as at the end of period		-	-	-	-
Funded (Asset)/Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85
Unrecognized Past Service Cost		-	-	-	-
Net Liability recognized in the Balance Sheet	35.00	26.38	24.58	4.65	3.85

iv) Expenses recognized in the Profit and Loss Account

Current Service Cost	11.10	8.48	7.79	2.02	1.90
Past Service Cost	-	-	-	-	
Interest Cost	2.11	1.97	1.50	0.31	0.18
Expected Return on Plan Assets		-	-	-	-
Net Actuarial (Gain)/Loss	-4.59	,(4.96)	1.23	0.58	1.59
Total Expenses recognized in the Profit and Loss Account	8.62	5.45	10.52	2.91	3.66

Shilpi Cable Technologies Ltd.

B. EARN LEAVE ENCASHMENT

i) Changes in present Value of Obligation

Present value of Obligation as at the beginning of period	9.37	8.09	5.75	6.56	5.28
Interest Cost	0.75	0.65	0.49	0.52	0.40
Current Service Cost	6.07	4.21	3.83	3.88	3.20
Past Service Cost	-	-	-	-	-
Benefit Paid	-1.82	(4.88)	(4.67)	-	-
Actuarial (Gains)/Loss on Obligation	-1.42	1.3	2.69	(0.65)	(2.31)
Present value of Obligation as at the end of period	12.95	9.37	8.09	10.31	6.56

ii) Changes in Fair value of Plan Assets

Present value of Plan assets as at the beginning of period	-	-	-	-	-
Expected Return on Plan Assets	-	-	-	-	-
Actuarial (Gain)/Loss	-	-	-	-	-
Employees' Contributions	-	-	-	-	-
Benefits Paid	-	-	-	-	-
Fair Value of Assets as at the end of period	-	-	-	-	-
Total Actuarial gain to be recognised	1.42	-1.30	(2.69)	0.65	2.31

iii) Reconciliation of the Present Value of Defined Present Obligations and the Fair value of Assets

Present value of Obligation as at the end of period	12.95	9.37	8.09	10.31	6.56
Fair value of Plan Assets as at the end of period	-	-	-	-	-
Funded (Asset)/Liability recognized in the Balance Sheet	12.95	9.37	8.09	10.31	6.56
Unrecognized Past Service Cost	-	-	-	-	-
Net Liability recognized in the Balance Sheet	12.95	9.37	8.09	10.31	6.56

iv) Expenses recognized in the Profit and Loss Account

Current Service Cost	6.07	4.21	3.83	3.88	3.20
Past Service Cost	-	-	-	-	-
Interest Cost	0.75	0.65	0.49	0.52	0.40
Expected Return on Plan Assets	-	-	-	-	-
Net Actuarial (Gain)/Loss	-1.42	1.30	2.69	(0.65)	(2.31)
Total Expenses recognized in the Profit and Loss Account	5.40	6.16	7.01	3.76	1.28

- 6 Debit / Credit balances of the parties are subject to confirmation / reconciliation.
- 7 (A) Based on the information available with the company in respect of MSME (as defined in the Micro Small & Medium Enterprises Development Act, 2006) there are no delays in payment of dues to such enterprises during the year.
(B) The above information regarding MSME has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.
- 8 The company has provided excise duty on finished goods amounting Rs.59.57 Lacs (Previous year Rs.45.46 Lacs) at the end of year, there is no resultant impact on the profit for the year.

9 ADDITIONAL INFORMATION REQUIRED UNDER PART-II OF SCHEDULE 'VI' OF THE COMPANIES ACT, 1956

(Rs. In Lacs)

Particulars	2013-14	2012-13
a) Value of imports on CIF Basis :		
i) Capital Goods	459.31	1,714.51
ii) Raw Materials and Spare Parts	45,505.83	28,697.71
b) Expenditure in Foreign Currency :		
i) On Capital Goods	188.16	1,714.51
ii) Raw Materials and Spare Parts	33,497.80	25,786.77
iii) Others	48.14	488.55
c) Earning in Foreign Currency :		
i) Sales (Export)	11,860.57	559.92
ii) Others	0.55	0.20
d) Auditors' Remuneration :		
i) Statutory Audit Fee	9.50	5.50
ii) Tax Audit Fee	0.50	1.00
iii) Service Tax	1.24	0.81
e) Directors' Remuneration	61.50	51.80

10 Earning Per Share

Particulars		2013-14	2012-13
Weighted average number of shares outstanding during the year	Nos.	38,576,048	37,516,136
Net profit for the year attributable to Shareholders	Rs.	1,001,274,181	588,698,000
Earning per Share of Rs. 10/- each	Rs.	25.96	15.69
Diluted Earning per Share of Rs. 10/- each	Rs.	25.96	15.69

11 Leases :

Accounting for leases has been done in accordance with Accounting Standard-19 issued by ICAI. Following are the details of lease transactions for the year:

(A) Finance Lease

The Company does not have any finance lease agreement.

(B) Operating Lease

The Company does not have any operating lease agreement.

12 Segment wise Revenue, results and Capital employed are as follows :

Based on the guidelines of Accounting Standards on segment reporting (AS-17) issued by The Institute of Chartered Accountants of India, the Company is exclusively engaged in dealing in only one segment i.e manufacturing of cable and accessories, hence there is only one primary segment in context of accounting standards 17 on Segment Reporting issued by ICAI. The company is not operating in any of the geographical segment.

Shilpi Cable Technologies Ltd.

13 Details of transactions entered into with related parties during the year is as follows:

a) List of Related Party

- | | | |
|--------------------------------|---|--|
| i) Subsidiary Company | : | M/s Shilpi Worldwide JLT |
| ii) Associates Companies | : | M/s MVM Impex Pvt. Limited |
| | : | M/s Shilpi Cables Pvt. Limited |
| | : | M/s Gloster Metals & Alloys Private Limited |
| | : | M/s Shilpi Communication Private Limited |
| | : | M/s Fasten Cables & Accessories Pvt. Limited |
| | : | M/s AGH Wires Pvt. Limited |
| | : | M/s Fibre Plus LLC |
| (iii) Key Management Personnel | : | 1. Mr. Mukesh Kumar Gupta |
| | : | 2. Mr. Manish Goel |
| | : | 3. Mr. Ghanshyam Pandey |
| iv) Directors' Relative | : | 1. Mrs. Anukriti Goel Daughter in Law of Mr. Mukesh Kr. Gupta |
| | : | 2. Ms. Shilpi Goel Daughter of Mr. Mukesh Kr. Gupta |
| | : | 3. Mr. Vishal Goel Son of Mr. Mukesh Kr. Gupta |
| | : | 4. Mrs. Sharda Rani Wife of Mr. Mukesh Kr. Gupta |

b) In Conformity with Accounting Standard 18 issued by ICAI, the transactions with related parties during the financial year and outstanding Balances as on 31.03.2014 are given under:

(Rs. In Lacs)

Particulars	Subsidiary Company	Associates Companies in	Key Management Personnel which Directors are interested	Relative of Directors
Purchases	-	-	-	-
Expenses	-	-	-	-
Salaries/Remuneration	-	-	63.66	25.80
Rent	-	6.00	-	1.20
Sales	-	216.33	-	-
Job Works Charges	-	-	-	-
Receipts	-	-	-	-
Share Application Money	-	-	-	-
Unsecured Loan	-	7,256.94	75.00	-
Loans & Advances	-	-	-	-
Payments	-	-	-	-
Unsecured Loan (Repayment)	-	5,169.63	372.08	-
Loans & Advances	-	2,994.75	-	-
Share Capital	-	-	-	-
Outstanding as on 31st March 2014	-	-	-	-
Payable	-	-	-	-
Unsecured Loan	-	189.00	-	-
Loans & Advances	-	-	-	-
Others	-	3.86	7.31	3.85
Receivable	-	216.72	-	-
Corporate Guarantees	-	8,118.20	-	-



- 14 During the year the Company has issued Unsecured Non Convertible debentures at Rs 10.00 Lacs each on the following terms: The interest rate of debentures is 2% per annum. Interest will become due to the debenture holder on the last date of the close of Year from the date of allotment of Debentures. Tax will be deducted at source by the issuer Company as per applicable laws. The Debentures are redeemable and the maturity date is 5 Years from the allotment of debentures. redemption premium on maturity is Rs 5.00 Lacs per Debenture.

Call option:- Issuer has Call Option exercisable any time after the expiry of one year from the date of allotment of debentures but before the maturity of the debentures. In such a case the Redemption Premium will be payable to the Debenture Holder in proportion of the redemption period to the maturity period. Interest accrued till the date of redemption will be payable to the debenture holder. The issuer can exercise call option in respect of all or any Debenture holders at its discretion.

Put Option:- The Debenture holder has Put Option exercisable at any time after the expiry of Six months from the date of allotment of debentures but before the maturity of the debentures. In such a case no redemption premium will be payable. However, interest accrued till the date of allotment of debentures but before the maturity of the debenture will be payable to the debenture holder. Put Option can be exercised in part or full and in tranches in respect by the debenture holder.

- 15 Prior years Figures have been regrouped, rearranged & recast where considered necessary to conform to the current period's classification
- 16 All the figures have been rounded off to the nearest lakh Rupees.

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

(VISHAL GUPTA)
Partner
M. No.: 524194

(Mukesh Kumar Gupta)
Director
DIN No. 00163044

For and on behalf of the Board

(Manish Goel)
Managing Director
DIN No. 00163105

(Sneha Modi)
Company Secretary
Membership No. : A34158

Place : New Delhi
Date : 24.05.2014

Shilpi Cable Technologies Ltd.

CONSOLIDATED CASH FLOW STATEMENT for the year ended March 31, 2014

(Rs. in Lacs)

Sr.No.	Particulars	As on		As on
		31-03-2014		31-03-2013
A	Cash Flow from Operations			
	Profit before Taxation		11,197.45	6,911.77
	Adjustments for:			
	Depreciation	497.49		368.03
	Prior Period Adjustments	(4.34)		-
	Misc. Expenses written off	-		(0.28)
	Financial Charges	5,968.21		3,258.59
	Provision for Gratuity, Leave Encashment etc.	13.72		14.98
	Interest Income	(216.60)		(173.94)
	(Profit)/Loss on Sale of Fixed Assets	18.70	6,277.18	9.57
	Operating Profit before Working Capital Changes		17,474.63	10,388.72
	(Increase)/Decrease in Current Assets			
	Inventories	(7,515.92)		(4,902.17)
	Sundry Debtors	(34,080.45)		(5,519.06)
	Other Current Assets	(4,505.78)	(46,102.15)	(243.57)
	Increase/(Decrease) in Current Liabilities			
	Sundry Creditors	31,732.39		3,848.55
	Expenses Payable	127.52		(10.98)
	Short-Term Borrowings	3541.83		397.08
	Other Liabilities	(0.34)	35,401.40	(255.50)
	Cash Inflow/(Outflow) from Operations		6,773.88	3,703.07
	Taxes Paid			
	Income Tax Paid	(1,239.07)	(1,239.07)	(590.83)
	Net Cash Inflow/ (Outflow) from Operation (A)		5,534.81	3,112.24
B	Cash Flow from Investing Activities			
	Addition to Fixed Assets		(1,901.00)	(2,198.14)
	Sale of Fixed Asset		10.11	8.96
	Change in Capital WIP		(9.53)	1,731.79
	Income from Interest/Dividends		216.60	173.94
	Long-Term Loans & Advances		(882.92)	(1,312.79)
	Investments		(30.08)	(59.22)
	Net Cash Inflow/ (Outflow) from Investing Activities (B)		(2,596.82)	(1,655.46)
C	Cash Flow from Financing Activities			
	Increase in Share Capital		1,180.00	521.74
	Increase in Securities Premium		2,360.00	-
	Increase/(Decrease) in Share Application Money		96.29	(521.74)
	Minority Interest		(22.65)	1.46
	Prior Period Adjustments		-	(38.52)
	Proceeds from Non Convertible Unsecured Debentures		2,500.00	-
	Increase/(Decrease) in Long-Term Borrowings		3,372.84	2,636.91
	Financial Charges Paid		(5,968.21)	(3,258.59)
	Net Cash Inflow/(Outflow) from Financing Activities (C)		3,518.27	(658.74)
	Foreign Currency Translation Reserve		533.57	66.32
	Net Change in Cash and Cash Equivalents during the Year		6,989.83	864.36
	Cash and Cash Equivalents at the beginning of the year		2,604.02	1,739.67
	Cash and Cash Equivalents at the end of the year		9,593.86	2,604.02

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard -3 'Cash Flow Statement'
- Previous year's figures have been regrouped / rearranged / recasted whenever necessary to make them comparable with those of current year.

As per out audit report of even date attached

For: **RMA & ASSOCIATES**
Chartered Accountants
FRN : 000978N

For and on behalf of the Board

(VISHAL GUPTA)
Partner
M. No.: 524194

(Mukesh Kumar Gupta)
Director
DIN No. 00163044

(Manish Goel)
Managing Director
DIN No. 00163105

(Sneha Modi)
Company Secretary
Membership No. : A34158

Place : New Delhi
Date : 24.05.2014



STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARIES

1.	Name of the Subsidiary	Shilpi World Wide JLT	Shilpi Worldwide Pte Ltd
2.	Financial Year of the company	31.03.2014	31.03.2014
3.	Shares held in the Subsidiary Company at the end of the financial year of the subsidiary Company	300 Equity Shares	5155000 Equity shares
4.	Extent of holding	100.00%	100% holds by Shilpi Worldwide JLT
5.	The net aggregate of Profits/ Loss of the Subsidiary Company so far as they concern the members of the company		
	a) Dealt with in the Accounts of the company for the year ended 31 March 2014	Nil	Nil
	b) Not dealt with in the Accounts of the Company for the year ended 31 March 2014	Rs. 7267.78 Lacs	Rs. 80.61 lacs
6.	The net aggregate of Profits/Loss of the Subsidiary Company for the previous financial year so far as they concern the members of the company		
	a) Dealt with in the Accounts of the company for the year ended 31 March 2013	NA	NA
	b) Not dealt with in the Accounts of the Company for the year ended 31 March 2013	Rs. 3180.20Lacs	NA
7.	Change in the Company's interest in the Subsidiary between the end of the Financial Year of the Subsidiary and the end of the Company's Financial Year	Nil	NA
8.	Material Changes which have occurred between the end of the Financial year of the Subsidiary and the end of the Company's Financial year in respect of		
	a) Fixed Assets	Nil	NA
	b) Investments	Nil	NA
	c) Money lent by the Subsidiary Company	Nil	NA
	d) Money borrowed by the Subsidiary Company other than for meeting the Current Liabilities	Nil	NA

Note: The Balance sheet for the period ended 31st March,2013 along with Director's Reports and Auditor's Reports of the Subsidiary Companies are attached herewith.

Exchange Rate on 31.03.2012: 1 AED = Rs 12.98

Exchange Rate on 31.03.2013: 1 AED = Rs 14.80

Place: New Delhi
Date: 24.05.2014

Manish Goel
Managing Director
DIN 00163105

Mukesh Kumar Gupta
Director
DIN 00163044

Sneha Modi
Company Secretary
Membership No.: A34158

Shilpi Cable Technologies Ltd.

Details pertaining to subsidiary companies as per the requirement of para (IV) of the Direction under section 212(8) of the Companies Act 1956, issued by the Ministry of Corporate Affairs vide General Circular No 2/2011 dated 08/02/2011 are as follows

Particulars	(Rs in Lacs)	(Rs in Lacs)	(Rs in Lacs)	(Rs in Lacs)
	Shilpi World Wide JLT		Shilpi World Wide PTE	
Summary Balance Sheet	31.03.2014	31.03.2013	31.03.2014	31.03.2013
Share Capital	49.02	44.4	3089.28	N.A.
Reserve and Surplus	11488.91	3875.33	78.07	N.A.
Loan Fund	26434.84	1086.16	0	N.A.
Total Liabilities	31935.56	6040.26	3038.68	N.A.
Fixed Assets	130.96	35.62	0	N.A.
Total Assets	44188.01	10541.94	6206.03	N.A.
Investment (excluding subsidiary)	2436.22	1556.35	0	N.A.
Summary Profit & Loss Account				
Turnover	71823.71	30218.53	9358.7	N.A.
Profit/(loss) before Tax	7267.78	3180.2	80.61	N.A.
Provision for Tax	0	0	-1.94	N.A.
Profit/(loss) after Tax	7267.78	3180.2	78.67	N.A.
Proposed Dividend	0	0	0	N.A.
	Exchange Rates: 31/03/2013 1 AED = Rs 14.80		Exchange Rates: 31/03/2013 = N.A.	
	31/03/2014 1 AED = Rs 16.34		31/03/2014 1 USD = Rs 59.94	
	Average Rate for the year 1 AED = Rs. 16.47		Average Rate for the year 1 USD = Rs. 60.39	

Date
24.05.2014

For Shilpi Cable Technologies Ltd

Manish Goel
(Managing Director)
DIN 00163105

Mukesh Kumar Gupta
(Director)
DIN 00163044

Sneha Modi
(Company Secretary)
Membership No: A34158



Shilpi Cable Technologies Ltd.

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