

**NOTICE OF 19<sup>th</sup> ANNUAL GENERAL MEETING**

Notice is hereby given that the 19<sup>th</sup> Annual General Meeting of the Members of Stylam Industries Limited (Formerly Known as Golden Laminates Limited) will be held on Tuesday, the 31<sup>st</sup> day of August 2010 at Chandigarh Club Limited, Sector -1, Chandigarh at 10:00 A.M to transact the following business: -

**Ordinary Business**

1. To receive, consider, approve and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March 2010 and Profit and Loss Account for the year ended on that date along with reports of the Auditors and Directors' thereon.
2. To declare Final Dividend on Equity Shares for the financial year 2009-10 as per the Board proposal at the rate of 7.50 % i.e. Rs. 0.75 per share.
3. To appoint a Director in place of Mr. Jagdish Gupta who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Director in place of Mr. Satish Gupta who retires by rotation and being eligible offers himself for re-appointment.
5. To appoint M/s Sunil K Sood & Co., Chartered Accountants, as Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company and to authorize the Board of Directors to fix their remuneration

**Special Business**

1. To consider and if thought fit, to pass with or without modification, the following resolution as **Ordinary Resolution:**

“**RESOLVED THAT** pursuant to the provisions of Section 198, 269, 309, 310 read with Schedule XIII and all other applicable provisions, if any, of the Companies Act, 1956, the monthly remuneration of Sh. Jagdish Gupta, Managing Director be increased from Rs. 125000/- p.m. to Rs. 250000/- p.m. with effect from 01.09.2010 and that the use of company's car and telephone at residence used by him for official duties, shall not be included in the remuneration package.”

2. To consider and if thought fit, to pass with or without modification, the following resolution as **Ordinary Resolution:**

“**RESOLVED THAT** pursuant to the provisions of Section 198, 269, 309, 310 read with Schedule XII and all other applicable provisions, if any, of the Companies Act, 1956, the monthly remuneration of Sh. Satish Gupta, Executive Director be increased from Rs. 120000/- p.m. to Rs. 250000/- p.m. with effect from 01.09.2010 and that the use of company's car and telephone at residence used by him for official duties, shall not be included in the remuneration package.”

3. To consider and if thought fit, to pass with or without modification, the following resolution as **Ordinary Resolution:**

**“RESOLVED THAT** pursuant to the provisions of Section 17 of the Companies Act, 1956, Clause 3 being the objects clause of the Memorandum of Association of the company be altered as follows:

1. The following new objects be added in the main objects of the company are as under:-
  - I. To carry on the business of developing, maintaining and operating of Special Economic Zones or other Export Promotion Parks, Software Technology Parks, Electronic Hardware Parks, Bio-Technology Parks and other industrial parks either individually or as joint venture with any company/ firm/individual/consultant whether local or foreign.
  - II. To acquire by purchase, exchange lease, transfer or otherwise howsoever, the land for buildings necessary for carrying out any of the objects of the company.

By Order of the Board  
For Stylam Industries Limited

Harkiran Kaur  
Company Secretary

**Registered Office:**

SCO 14, Sector 7-C,  
Madhya Marg, Chandigarh - 160019

Dated : 4th August, 2010

**NOTES**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY TO BE EFFECTIVE, SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. The Explanatory statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of special business as set out above is given below and forms part of the notice.

3. The Register of members and the Share Transfer Books of the Company will remain closed from Thursday, the 26<sup>st</sup> day of August, 2010 to Tuesday, the 31<sup>st</sup> Day of August, 2010 (both days inclusive) pursuant to provisions of Section 154 of the Companies Act, 1956 and clauses of listing agreement entered into with Stock exchanges.
4. Members holding shares in physical form are requested to notify/send any change in their address/mandate/ bank details and particulars of their account in case the same have not been sent earlier to the Company's Registrar and Transfer Agent to facilitate better services.
5. Members desirous of having any information as regards accounts are requested to write to the Company at least ten days in advance so as to enable the Management to keep the information ready.
6. Members are requested to bring their copies of the Report to the meeting, as no further copies would be made available.

By Order of the Board  
For Stylam Industries Limited

Harkiran Kaur  
Company Secretary

**Registered Office:**

SCO 14, Sector 7-C,  
Madhya Marg, Chandigarh - 160019

Dated: 4th August, 2010

**ANNEXURE TO NOTICE**

**Explanatory Statement Pursuant to Section 173(2) of Companies Act, 1956**

**Item No. 1 & 2**

The monthly remuneration of Shri Jagdish Gupta, Managing Director and Shri Satish Gupta, Executive Director were increased from 1<sup>st</sup> October, 2009 as monthly salary of Rs. 125000/- p.m. and Rs. 120000/- p.m. respectively.

However in view of the rise of cost of living the Board has decided to increase their monthly remuneration to Rs. 250000/- p.m. for Shri Jagdish Gupta, Managing Director and Rs. 250000/- p.m. for Shri Satish Gupta, Executive Director.

The members are requested to grant their consent and pass the resolution as Ordinary Resolutions.

Shri Jagdish Gupta and Shri Satish Gupta being the Directors of the Company are concerned or interested in the said resolution.

**Item no. 3**

Board has to consider from time to time proposals for diversification into areas & change in the nature of the business which would be profitable for the company as part of diversification plans. For the purpose the objects clause of the company which is presently very restricted in scope, requires to be so made out as to cover a wide range of activities to enable our company to consider embarking upon new projects & activities considered to be convenient, advantageous and feasible for the company's business. So our Directors recommend that the special resolution be passed.

None of the directors is concerned or interested in the proposed resolution except as the members of the company.

By Order of the Board  
For Stylam Industries Limited

Sd/-  
Harkiran Kaur  
Company Secretary

**Registered Office:**

SCO 14, Sector 7-C,  
Madhya Marg, Chandigarh - 160019

Dated: 4th August, 2010

**STATEMENT ALONG WITH A NOTICE CONTAINING THE FOLLOWING INFORMATION****I. GENERAL INFORMATION**

1. The Company engaged in the manufacture of Luxury grade decorative laminated sheets for both home and industry use, under the brand name STYLAM.
2. More than 80% of the products are being exported to over 60 countries around the world, along with exports to 20 countries in Europe providing testimony for our commitment to quality.
3. During the year, your Company has exported goods worth Rs. 4677.09 Lacs, which is higher by 11.65% than previous year. The Company has earned Export Incentives worth Rs. 209.28 Lacs on Export Sales.

**II. INFORMATION ABOUT THE DIRECTORS**

1. Managing Director & Executive Director
2. Current Remuneration 125000 p.m. & 120000 p.m.
3. Proposed Remuneration 250000 p.m. (both)

**III. OTHER INFORMATION**

1. The old products sustained the pricing pressures and continued to support the bottom line & there is also a change in consumer preference in terms of ready-made furniture and machine-made furniture, which requires engineered products like MDF and particleboard, thereby increasing.
2. Growth is imperative for enterprise success. We are constantly scouting for and evaluating new opportunities of growth that will take your Company to new heights.
3. To continuously upgrade the product through innovations and convergence of new technology and to produce the best quality at the lowest cost.
4. The company is aiming for a healthy growth which will be achieved through an appropriate mix of international and domestic business. The company is also trying to add a new product segment in Laminates which will help to penetrate into newer markets. The company has installed new machinery thus increasing its manufacturing capacity.

By Order of the Board  
For Stylam Industries Limited

Sd/-  
Harkiran Kaur  
Company Secretary

**Registered Office:**  
SCO 14, Sector 7-C,  
Madhya Marg, Chandigarh - 160019

Dated: 4th August, 2010

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **INDUSTRY STRUCTURE AND DEVELOPMENTS**

The structure of Laminates Industry is broadly classified into 2 sectors viz organized and unorganized sector. The Company comes under the organized sector and is engaged in the manufacture and production of high quality grade laminates catering to international as well as domestic market.

Growth of organized sector is 15-20% in comparison to overall industry growth of 5%, indicating the shift of customer preferences from Unbranded to Branded goods. Demand for laminates in domestic market is increasing rapidly on account of hectic activities in the Housing Sector.

The company has opted for different product- mix market-wise on order to cater to demand of Real Estate Industry. The Company has now started manufacturing industrial as well as advanced grade laminates i.e. Post forming and Antistatic laminates under the brand name '**STYLAM**'.

### **OPPORTUNITIES AND THREATS**

The demand for laminates is growing both in the country as well as in the international market. India is one of the largest exporters of Laminates in the world and volume has been increasing every year. The general trend worldwide is a preference shift from wood-based panel products to engineered panels like MDF and particleboard. India's consumer market is expected to be the world's fifth largest (from twelfth) by 2025. Consumer interest is currently being stimulated by the introduction of new technologies, new product features, and easier installation. Laminate flooring manufacturers and marketers are also receiving a boost from the relatively strong housing market. This is giving a lift to the important residential replacement market. In addition, marketers have been able to take advantage of favorable demographics, as well as declining average prices. Rising demand has resulted in manufacturers making investments in new production capacity.

There is a change in consumer preference in terms of ready-made furniture and machine-made furniture, which requires engineered products like MDF and particleboard, thereby increasing. However, increased demand has led to significant numbers of players who have entered into this profitable area. As a result, your Company is facing pressures on volumes and price. To combat the same, your company is focusing on cost reduction measures through reduction of wastages, effective supply chain management and continued focus on quality research and development.

### **FUTURE OUTLOOK**

The company is aiming for a healthy growth which will be achieved through an appropriate mix of international and domestic business. The company is also trying to add a new product segment in Laminates which will help to penetrate into newer markets. The company has installed new machinery thus increasing its manufacturing capacity.

### **INTERNAL CONTROL SYSTEM & THEIR ADEQUACY**

The company has the stringent system of internal control which ensures that its assets are protected against loss from unauthorized use or disposition and all transaction are authorized, recorded and reported in conformity with generally accepted accounting principles.

The internal control systems are documented with clearly defined authority limits. These systems are design to ensure accuracy and reliability of accounting date, promotion of operational efficiency and adherence to the prescribed management policies. These policies are periodically updated to meet current business requirements. An independent internal audit function is important element of the company's internal control system.

### **FINANCIAL PERFORMANCE**

'Stylam recorded a gross turnover of Rs 63.99 cr up by 10.65 cr over the previous year. The company has earned Post-tax profits of Rs. 300 Crores.

Revenues from exports increased from Rs. 43.76 cr to Rs. 48.86 cr recording a growth of 11.65%. The revenue from Domestic sales increased from Rs. 9.58 cr to Rs. 15.13 cr recording a growth of 57.93%.

The profitability of the company has also received a set back due to increase in raw material costs and inflation all over the world. However, due to operational efficiency and better realization the company has maintained the bottom line.

### **HUMAN RESOURCE / INDUSTRIAL RELATIONS**

During the year Company cultivated a work environment that encouraged high performance, team efforts, work culture and up gradation of talent & capabilities.

Human Resources Management is the key focus area for the company and there has been constant endeavour to attract and retain the best talent.

The Company is regularly conducting training programmes & workshops to meet the training & developments needs of its employees.

The company has been maintaining healthy and cordial relationship with its staff and workers.

### **RISKS & CONCERNS:**

The Company's risk management revolves around:

**Risk Identification & Risk Measurement:** Facilitated through corporate policies that provide risk standards & guidelines (credit, market, liquidity, funding & operational).

**Risk management:** Facilitated through the involvement of management for approval, reviews & other policies measures. The end-point responsibility in risk management is vested with the management, which approves the initiatives and makes a continuous review of risk assessment.

**Risk Control:** Facilitated through an ongoing check of whether the risk taken is in line with the company's risk appetite. The important risks faced by the industry in general & the Company in particular as well as their mitigation initiatives.

The Company has implemented appropriate processes to review risks, mitigate risk and to safeguard its interest.

## CORPORATE GOVERNANCE

The Corporate Governance Report for the Year 2009-10, which has been prepared pursuant to the provisions of Clause 49 of the Listing Agreement, is furnished herein below.

### 1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance is about commitment to values, pursuing excellence and maintaining transparency, accountability and ethical business standards. It relates to compliance of laws, regulations, procedures and adherence to such implicit rules and voluntary practices of the Board of Directors and the Management. The Corporate Governance structure specifies the distribution of rights and responsibilities among different participants in one corporation, such as the Board, Managers, Shareholders and other stake holders and spells out the rules and procedures for making decisions on corporate affairs. By doing this, it also provide the structure through which the Company objective "REACHING TOMORROW FIRST" is set and the means of attaining these objectives and the system of monitoring performance is institutionalized.

### 2. BOARD OF DIRECTORS

The Company's Board presently comprises of two (2) executive directors and three (3) independent directors.

The constitution of the Board is given below:

Name of Director	Promoter/ Executive / Non-Executive / Independent	No. of other Directorships *	Membership of other Board Committees
Jagdish Gupta	Promoter/ Executive	---	---
Satish Gupta	Promoter/ Executive	1	---
Mahavir Singh	Non-Executive / Independent (Nominee HSIDC)	5	---
Satpal Garg	Non-Executive/ Independent	---	---
Ravinder Krishan	Non-Executive/ Independent	---	---

\* This includes directorships held in public limited companies and excludes directorship held in private limited companies and overseas companies.

#### Attendance of Directors at Board Meetings and Annual General Meeting (Incl. EOGM)

The Board of the Company met fourteen times during the financial year, on the following dates:

20 <sup>th</sup> April, 2009	25 <sup>th</sup> June, 2009	30 <sup>th</sup> July, 2009	24 <sup>th</sup> August, 2009
29 <sup>th</sup> September, 2009	30 <sup>th</sup> October, 2009	9 <sup>th</sup> December, 2009	30 <sup>th</sup> December, 2009
12 <sup>th</sup> January, 2010	19 <sup>th</sup> January, 2010	30 <sup>th</sup> January, 2010	6 <sup>th</sup> February, 2010
11 <sup>th</sup> March, 2010	29 <sup>th</sup> March, 2010		





4. To review the Auditor's Report on the Financial Statements and to seek clarifications thereon.
5. To review the list of Debtors outstanding for more than 6 months etc

### 5. Remuneration Committee

The Remuneration Committee reviews and makes recommendations on annual salaries, perquisites and other employment benefits for executive and non-executive directors. The constitution of the Remuneration committee is given herein below.

Name	Designation	Non-executive/ Independent
Satpal Garg	Member	Non-Executive/ Independent
Mahavir Singh	Member	Non-Executive/ Independent
Ravinder Krishan	Member	Non-Executive/ Independent

### Remuneration of Directors

Details of remuneration paid / payable to directors for the year 2009-10 are as follows:  
(Rs. in lacs)

Name of Director	Salary & Perquisites #
Jagdish Gupta (Managing Director)	11.40
Satish Gupta (Executive Director)	10.80

# excluding use of Company's Car and Telephone at the Residence as per the rules of the Company.

Details of fixed component and performance linked incentives, along with performance criteria - NIL

The Company does not have any stock option scheme.

The terms of appointment of whole time directors are governed by resolution of Board of directors/ Shareholders and applicable rules of the Company. None of the directors are entitled to severance fees.

### 6. Shareholders / Investors Grievance Committee

The board has constituted 'Shareholders/ Investors Grievance Committee', which looks into shareholders and investors grievances. The Committee met 2 times during the year, on 31<sup>st</sup> July, 2009 and 31<sup>st</sup> October, 2009. As of date following are the members of the committee.

Name	Designation	Non-Executive/ Independent
Satish Gupta	Member	Executive
Ravinder Krishan	Member	Non-Executive/ Independent
Jagdish Gupta	Member	Executive

The Company Secretary provides secretarial support to the committee and is also the designated Compliance Officer for such matters.

### Share Transfer System

With a view to expedite the process of physical share transfer, a committee of directors has been constituted to be called "Share Transfer Committee" and authority has been delegated to the said committee to approve the transfer, transmission, issue of duplicate shares certificates and allied matters. The Company's Registrar's, M/s Link Intime India Private Limited have adequate infrastructure to process the above matters.

The constitution of the Share Transfer Committee is given herein below.

Name	Designation	Executive/ Non-Executive
Jagdish Gupta	Member	Executive
Satish Gupta	Member	Executive

The committee meets fortnightly to approve the transfer/transmission & issue of Duplicate Shares. All shares have been transferred and returned within 15 days from the date of receipt of complete documents.

The complaints are generally replied to within 15 days from the date of lodgement with the Company. There was no complaint pending as on 31<sup>st</sup> March 2010.

### 7. General Body Meeting.

The location and time of the Annual General Meetings held during the last 3 Years are as follows:

Annual General Meeting	Date	Time	Venue	No. of Special Resolution Passed.
16 <sup>th</sup> AGM	28 <sup>th</sup> September 2007	9:30 AM	Chandigarh Club, Sector-1, Chandigarh	—
17 <sup>th</sup> AGM	30 <sup>th</sup> September 2008	10:30 AM	Chandigarh Club, Sector-1, Chandigarh	—
18 <sup>th</sup> AGM	29 <sup>th</sup> September 2009	10:00 AM	Chandigarh Club, Sector-1, Chandigarh	4

The Special Resolutions were passed by show of hands. The Company has not passed any shareholders resolution through postal ballot during the year under reference.

### 8. Disclosures

- o No transaction of material nature has been entered into by the Company with its directors or Management and their relatives etc. that may have potential conflict with the interest of the Company. The Register of Contracts containing transactions, in which directors are interested, is placed before the board regularly for its approvals.
- o Transactions with the related parties are disclosed in Note No. 13 of Notes on Accounts in the Annual Report.
- o There has been no instance of non-compliance by the Company on any matter

related to capital markets.

## 1. Means of Communication

- o The annual, half-yearly and quarterly results are submitted to the stock exchanges immediately after these are taken on record by the board in accordance with the Listing Agreement and normally published in leading newspaper Business Standard, Pioneer, Amar Ujala etc.
- o Management Discussion & Analysis forms part of this Annual Report.

## 2. General Shareholders Information

### a) Annual General Meeting

- o Date 31<sup>st</sup> August, 2010
- o Time 10:00 A.M
- o Venue Chandigarh Club, Sector – 1  
Chandigarh

### b) Financial Calendar

Financial reporting for

- Quarter ending 30<sup>th</sup> June 2010 By 14<sup>th</sup> August, 2010
- Quarter ending 30<sup>th</sup> September 2010 By 15<sup>th</sup> November, 2010
- Quarter ending 31<sup>st</sup> December 2010 By 14<sup>th</sup> February, 2011
- Year ending 31<sup>st</sup> March 2011 By 30<sup>th</sup> May, 2011  
(Audited Results will be considered)
- Annual General Meeting for the year ending 31<sup>st</sup> March 2011 By 30<sup>th</sup> September, 2011

### c) Date of Book Closure

The Company's Register of Members and Share Transfer Books will remain closed from Thursday, the 26<sup>th</sup> day of August, 2010 to Tuesday, the 31<sup>st</sup> Day of August, 2010 (both days inclusive).

**d) Registered office**

**Stylam Industries Limited**

(Formerly Known as Golden Laminates Limited)  
 SCO 14, Sector 7-C,  
 Madhya Marg,  
 Chandigarh – 160019 (INDIA)  
 Tele: - +91-172-5021555, 5021666  
 Fax: - +91-172 -2795213, 5021495

**e) Listing of Equity Shares on Stock Exchanges**

The Company's shares are listed at Bombay Stock Exchange. The listing fees have been paid to the BSE for the Year 2010-11.

**f) Stock Market Data**

- **Stock Code: The Stock Code for the Company's shares is as follows: -**

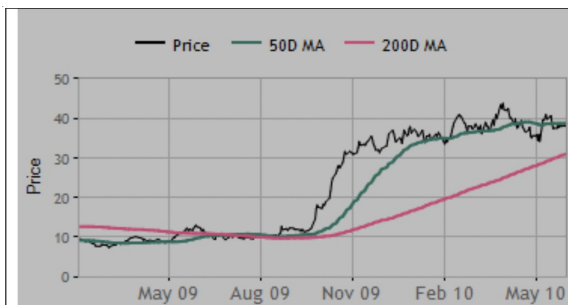
The Stock Exchange, Mumbai: Code : 526951

- **The ISIN Nos. for the Company's Shares in Demat Mode – INE239C01012**

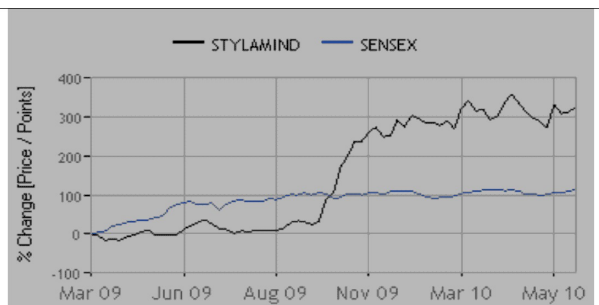
**Monthly Share Price Movement during 2008-09 at BSE**

Months	High (Rs.)	Low (Rs.)	Monthly Volume
Apr-09	10.10	7.30	48980
May-09	10.60	8.40	939155
June-09	13.40	8.80	3003457
July-09	12.50	9.00	476905
Aug-09	10.85	9.21	1914558
Sep-09	13.90	9.58	1696398
Oct-09	19.80	10.70	7535293
Nov-09	32.80	19.00	40687635
Dec-09	36.15	30.75	7523444
Jan-10	39.00	33.20	10404008
Feb-10	38.10	32.40	3297477
Mar-10	42.75	33.05	7430261
<b>TOTAL</b>			<b>84957571</b>

Price Movement



Index Comparison



**g) Registrar and Share Transfer Agent****Transfer Agent for physical transfers and Demat shares:**

Link Intime India Private Limited  
A-40, 2<sup>nd</sup> Floor, Naraina Industrial Area  
Phase – II, Near Batra Banquet Hall,  
New Delhi – 110 028  
Ph: 011-41410592-93-94, 25897309  
Fax: 011-41410591

**h) Distribution of Equity Shareholding as on 31<sup>st</sup> March 2010**

Category	No. of Shares Held	%age of Shareholding
Promoters	3,967,467	54.23
Private Corporate Bodies	821,757	11.23
Indian Public	2,471,826	33.79
NRIs / OCBs	55,150	0.75
<b>Total</b>	<b>7,316,200</b>	<b>100.00</b>

**i) Distribution of Shareholding as on 31<sup>st</sup> March 2010****Distribution Schedule as on 31.03.2010**

No. of Shares	No. of Shareholders	% age	No. of Shares Held	% age
Upto 2500	1074	49.402	1454520	1.988
2501 to 5000	617	28.381	2560160	3.499
5001 to 10000	215	9.890	1774840	2.426
10001 to 20000	95	4.370	1502150	2.053
20001 to 30000	43	1.978	1110220	1.517
30001 to 40000	19	0.874	663030	0.906
40001 to 50000	25	1.150	1185790	1.621
50001 to 100000	33	1.518	2505320	3.424
100001 & Above	53	2.437	60405970	82.566
<b>Total</b>	<b>2174</b>	<b>100.00</b>	<b>7,316,200</b>	<b>100.00</b>

**j) Dematerialization of Shares**

The shares of the Company are available for trading in the Depository system of both the National Securities Depository Limited and the Central Depository Services (India) Lim-

ited. As on 31<sup>st</sup> March 2010, 61,48,508 equity shares of the Company, forming 84.04% of the share capital of the Company, stand dematerialized.

**k) Outstanding GDRs/ADRs/Warrants or any convertible instruments.**

The Company does not have any outstanding instruments of the captioned subject.

**l) Plant Locations**

**Stylam Industries Limited**

(Formerly Known as Golden Laminates Limited)

# 192-193, Industrial Area, Phase – I,

Panchkula – 134 108 (Haryana)

Tele: - +91-172- 2565387, 2563907

Fax: - +91-172 – 2565033

**m) Investors Correspondence**

**Harkiran Kaur**

Company Secretary

SCO 14, Sector 7-C, Madhya Marg,

Chandigarh – 160019 (INDIA)

Tele: - +91-172-5021555, 5021666

Fax: - +91-172 -2795213, 5021495

Email: info@stylam.com

For and on behalf of the Board

**-Sd-**

**Jagdish Gupta**

Managing Director

Place: Chandigarh

Dated: 4th August, 2010

**-Sd-**

**Satish Gupta**

Executive Director

**MANAGING DIRECTOR'S DECLARATION WITH RESPECT TO CODE OF CONDUCT**

I, Jagdish Gupta, Managing Director of **Stylam Industries Limited** (Formerly known as Golden laminates Limited) hereby declare that all the Board Members and Senior Management of the Company have affirmed compliance of the Company's code of conduct for the financial year ended on 31<sup>st</sup> March, 2010.

For **Stylam Industries Limited**

(Formerly known as Golden Laminates Limited)

**-Sd-**

**Jagdish Gupta**

(Managing Director)

Chandigarh

Dated : 4th August, 2010

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To The Members of  
Stylam Industries Limited,

We have examined the Compliance of conditions of Corporate Governance by **Stylam Industries Limited** (Formerly known as Golden laminates Limited) for the year ended 31st March 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

On the basis of our review and according to the information and explanations given to us by the Company, We certify that, in our opinion and to the best of our knowledge, the Company has complied with the mandatory requirements as contained in the Listing Agreement with the Stock Exchanges.

As per information provided no investor, grievances are pending for a period exceeding one month except where dispute or for want of completion of legal formalities.

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

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.

For **Sunil K Sood & Co.**  
Chartered Accountants

**-Sd-**  
**Sunil K Sood**  
Proprietor

Place: Panchkula  
Date: 4th August, 2010



**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors have great pleasure in presenting the 19th Annual Report together with Audited statement of Accounts for the year ended 31st March, 2010.

**FINANCIAL RESULTS**

The Financial performance of the Company for the year ended 31st March 2010 is summarized below:

(Rs. In Lacs)

<b>PARTICULARS</b>	<b>Year Ending 31st March 2010</b>	<b>Year Ending 31st March 2009</b>
<b>Sales &amp; other Income</b>	<b>6,479.68</b>	<b>5,506.14</b>
<b>Profit before Interest, Depreciation, Tax &amp; Amortisation</b>	<b>709.79</b>	<b>511.95</b>
Less: - Interest	125.90	131.44
- Depreciation	138.78	134.10
- Amortisation	-	-
<b>Profit before Tax</b>	<b>445.11</b>	<b>246.41</b>
Add : -Profit/(Loss) on sale of Assets	<b>(7.66)</b>	<b>(1.28)</b>
-Prior Perid Adjustment	<b>9.27</b>	<b>(0.13)</b>
	<b>446.72</b>	<b>245.00</b>
Less: - Previous Year Tax	-	0.05
- Provision for Current Year Tax	170.77	86.66
- Provision for Deferred Tax	(24.17)	0.22
<b>Profit after Tax</b>	<b>300.12</b>	<b>158.07</b>
Less: - Interim Dividend	<b>54.87</b>	-
-Dividend Distribution Tax	<b>9.42</b>	-
Current Year Profit Available for Appropriation	<b>235.83</b>	<b>158.07</b>
Amount B/F from Previous year	967.28	732.14
<b>Profits available for Appropriations</b>	<b>1,203.11</b>	<b>890.21</b>
Add: Excess Depreciation Charged During Previous Years	-	<b>79.09</b>
Less: Depreciation on Interest Capitalised	33.16	2.02
<b>Balance carried forward to Balance sheet.</b>	<b>1,169.95</b>	<b>967.28</b>

**Turnover and Profits**

Your company has achieved a turnover of Rs. 6479.68 Lacs as compared to the previous year's turnover of Rs. 5506.14 Lacs. Profit before tax was Rs. 445.11 Lacs. This is due to imbalance in demand and supply; however the Company is making continuous efforts to retain its market share through certain strategic market interventions.

**Exports**

During the year, your Company has exported goods worth Rs. 4677.09 Lacs, which is higher by 11.65% than previous year. The Company has earned Export Incentives worth Rs. 209.28 Lacs on Export Sales.

**Dividend**

Your Company has given the interim dividend to the shareholders at the rate of 7.5 % of Share Capital i.e. Rs 0.75 /-per Share for the financial year 2009-10. For that provision of Rs.54, 87,150 of Interim Dividend and Rs. 9,32,541 Corporate Dividend Tax on Interim Dividend in profit and loss account be made. Now the company is recommending Final Dividend for that year at the rate of 7.5 % of Share Capital.

**Capital Structure**

There was no change in the capital structure during the period.

Subsidiary, Golden Netsoft Private Limited

The statement pursuant to Section 212 of the Companies Act, 1956 containing details of the subsidiary Company forms part of the Annual Report.

**Directors**

In accordance with the articles of association of the company, Sh. Jagdish Gupta & Sh. Satish Gupta retire by rotation at the company's forthcoming annual general meeting and, being eligible offer themselves for re-appointment.

**Management Discussion and Analysis Report**

Management Discussion and Analysis Report as required under the listing agreement with the Stock exchanges is enclosed and form part of this director report.

**Auditors**

M/s Sunil K Sood & Co., Chartered Accountants, the Company's Auditors, retire at the ensuing Annual General Meeting and being eligible offer themselves for reappointment. The Company has received letters from them to the effect that their appointment, if made, would be within the prescribed limits under Section 224(1-B) of the Companies Act, 1956.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings/ Outgoings:

The information relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earning and outgo 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 Directors) Rules, 1988 is annexed and form part of this report.

**Human Resources**

The Company continued to have cordial relationship with the employees. Employees are continuously sponsored for various external programmes and seminars.

Statement of particulars of Employees under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is NIL.

**Corporate Governance**

The company has complied with the mandatory provisions of the Corporate Governance as prescribed in the Clause 49 of the listing agreement with the stock exchanges. A separate report on Corporate Governance is included as a part of the Director report along with the Auditors Certificate on its compliance.

**Directors Responsibility Statement**

In accordance with the provisions of Section 217 (2AA) of the Companies Act, 1956 ("the Act"), your directors confirm that:

- (i) in preparation of the annual accounts for the year ending 31st March 2010, the applicable accounting standards have been followed;
- (ii) 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 for the year ended 31st March, 2010 and the profit for that year;
- (iii) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies

Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- (iv) the Directors have prepared the annual accounts on going concern basis.

**Acknowledgement**

Your Directors thank all the employees for their sincere efforts, active involvement and devoted services rendered.

Your Directors thank the shareholders of the Company for the confidence reposed in the Management of the Company.

Your Directors place on record their gratitude to the Customers, Suppliers, company's Bankers and Financial Institutions for their support and cooperation during the year under review.

On behalf of the Board

-Sd-  
Jagdish Gupta  
Chairman

Chandigarh  
Dated : 4th, August, 2010

## ANNEXURE TO DIRECTORS REPORT

Information pursuant to the Companies (disclosure of particulars in the Report of Board of Directors) Rules, 1988, and forming part of the Report of Directors.

### A CONSERVATION OF ENERGY

#### a) Energy Conservation measures taken:

The company has given high priority in the conservation of energy on an on-going basis. The need to conserve energy is being inculcated amongst the employees of the Company.

#### Additional investments and proposals, if any being implemented for reduction of consumption of energy:

- Installed a new Air Compressor for an approx amount of Rs.2.5 Lacs resulting in saving of Electric Energy of Rs.1.5 Lacs per annum and reduction of maintenance Costs.
- Introduced VFD at D-2 and D-5, which results in saving electrical and fuel energy and commercial saving of Rs. 2.0 Lac per year. The total investment of Rs.1.2 Lacs was made for this project
- Installed Hot Vapor Scrubber and increased water temperature by 10oC, which resulted in reduction of coal consumption by 2% (approximately Rs.1 Lac per year.) The investment of Rs.0.6 Lacs was made for this project

#### Impact of measures taken :

The impact is not visible as the percentage of cost of power is negligible in total cost of production

- b) Total energy consumption and Energy Consumption per unit of production as per Form A (Rule 2) is not given as the Company is not covered under the list of specified industries.

<b>Electricity Consumed</b>	<b>2009-10</b>	<b>2008-09</b>
Electricity Consumed (In Value)	71,18,353.00	Rs. 73,63,922.00
Electricity Consumed (In Units)	1569060	1 629305
Average Cost (Per Unit)	Rs. 4.54	Rs. 4.52
<b>Electricity Generating Through Generator</b>		
<b>Diesel Consumed (In Value)</b>	50,58,664.00	Rs. 35,86,256.00
Units Produced and Consumed	493110	300640
Average Cost (Per Unit)	Rs. 10.26	Rs. 11.93

### B) TECHNOLOGY ABSORPTION

#### I) RESEARCH & DEVELOPMENT (R&D)

##### a) Specific area in which R&D carried out by the Company:

Research and Development has been carried out for quality improvement and adhering to standard grammage of laminated Sheets.

##### b) Benefits derived as a result of the above R&D:

Increase in overall efficiency, productivity and quality of outgoing and a wider design range of laminates sheets and decrease in cost of production.

**c) Future plan of action**

Future improvement in production process, quality of product, introduction of new design, reduction in cost of production etc

**d) Expenditure on R & D during the year 2009-10 is Nil.**

**II. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION.**

- a) The Company has not imported any technology. However it is constantly keeping an eye on the technology being used by its competitors.

**C) FOREIGN EXCHANGE EARNING AND OUTGO**

1. Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans:

During the year, your Company has exported goods worth Rs. 4677.09 Lacs, which is higher by 11.94% than previous year. The Company has earned Export Incentives worth Rs. 209.28 Lacs on Export Sales.

The Company imported capital goods which resulted in foreign exchange outgo equivalent to Nil . In addition the Company has imported papers & Chemicals equivalent to Rs. 1470.90 Lacs approx on CIF basis.

2. Total foreign exchange used and earned:

During the year the Company has earned foreign exchange Rs. 4583.40 lacs. The complete details have been given at Point "H" of Note 20 of Notes on Accounts.

**AUDITORS REPORT**

**TO  
THE MEMBERS OF  
M/s. STYLAM INDUSTRIES LIMITED  
(Formerly known as Golden Laminates Limited),  
CHANDIGARH**

1. We have audited the attached Balance Sheet of **M/s. STYLAM INDUSTRIES LIMITED (Formerly known as Golden Laminates Limited)** as at **31<sup>st</sup> March, 2010** and the Profit & Loss Account for the year ended on that date annexed thereto and Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have 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 test basis, evidence supporting the amount and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Sub-Section (4A) of section 227 of the Companies Act 1956 and on the basis of such checks of books and records of the Company as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraph 4 & 5 of the said order.
4. Further to our comments in the Annexure referred to in paragraph (3) above, we report that:
  - i. We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - ii. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books and papers.
  - iii. The Balance Sheet and the Profit & Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
  - iv. In our Opinion and to the best of our information and according to the explanation given to us, Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
  - v. On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2010 and taken on record by the Board of Directors, We report **that none of the director is disqualified** as on 31<sup>st</sup> March 2010 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 financial statements together with the notes thereon give the information required by the Com-

panies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, in the case of ;

- (a) the Balance Sheet, of the State of the affairs of the Company as at 31<sup>st</sup> March 2010;
- (b) the Profit & Loss Account, of the Profit of the Company for the year ended 31<sup>st</sup> March,2010; and
- (c) the cash Flow Statement, of the cash flows of the Company for the year ended on that date.

**For Sunil K. Sood & Co.**  
Chartered Accountant

Dated : 27-05-2010  
Place : Panchkula

**Sunil K. Sood**  
Proprietor  
M. No. 81778

**ANNEXURE TO THE AUDITOR'S REPORT**

(Referred to in paragraph 3 of Auditor's Report of even date to the members of Stylam Industries Limited on the financial statements for the year ended 31<sup>st</sup> March, 2010)

In terms of information and explanations given to us and the books and records examined by us in the normal course of audit, we report that:

(i) In respect of its fixed assets:

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) A major portion of the assets has been physically verified by the Management during the period. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. To the best of our knowledge, no material discrepancies have been noticed on such verification.
- (c) The Company has not disposed off a substantial part of its fixed assets during the year.

(ii) In respect of its inventories:

- (a) The inventory has been physically verified by the management in a phased manner during the year. In our opinion, the frequency of verification of inventory is reasonable. Inventory in Transit have been verified by the management with reference to the confirmations received from them and / or subsequent receipt of goods.
- (b) 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 inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on verification of inventory as compared to the book records were not material.

- (iii) (a) The Company has granted loans to companies, firms or other Parties covered in the register maintained under Section 301 of the Companies Act, 1956 and the year end balance of such advances is Rs. 83.24 Lacs.
- (b) The Company has not taken Unsecured Loans from companies & other parties covered in the register maintained under section 301 of the companies Act 1956. There is no party covered in the register maintained under section 301 of the Companies Act 1956, from whom the Company has taken deposits.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not purchased any item of special nature whose suitable alternative sources do not exist for obtaining comparable quotations, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventories of fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- (v) (a) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the Transaction that have been so entered into the register maintained under Section 301 of the Companies Act, 1956.
- (b) In our opinion, having regard to our comments in Paragraph (iv) above and according to the information and explanation given to us, no transactions have been made pursuance of contracts or arrangements required to be entered in the register maintained under Section 301 of the Company Act 1956.
- (vi) The Company has not accepted any deposits from the public during the financial year, the provision of section 58 A and 58 AA of the Companies act, 1956 and the rules framed there under are not applicable.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) To the best of our knowledge and according to the information given to us, the Central Government has not prescribed maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956, for any product of the Company.
- (ix) According to the information and explanations given to us and records of the company examined by us, in our opinion the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident fund, Employees' state insurance, Income Tax, Wealth Tax, Sales Tax, Customs duty, Excise duty, Service tax, Cess and other material statutory dues applicable with the appropriate authorities. No undisputed amounts payable in respect of aforesaid statutory dues were in arrears, as at 31<sup>st</sup> March 2010 for a period of more than six months from the date they became payable.
- (x) The Company does not have accumulated losses. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or bank.
- (xii) In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and



- other securities. Therefore, the provisions of clause 2(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiii) In our opinion, the Company is not a Chit fund or a Nidhi Mutual benefit/ society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures & other investments. Therefore, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
- (xvii) In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis have been used for long-term investment. No long term funds have been used to finance short-term assets other than temporary deployment in investments pending application.
- (xviii) According to the information and explanations given to us, during the period covered by our audit report, 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) The Company has not issued any debenture during the year nor there is any outstanding as on 31<sup>st</sup> March 2010 and hence we have no-comments to offer in respect of Clause 4(xix) of the Companies (Auditor's Report) Order, 2003.
- (xx) During the year covered by our audit report, the Company has not raised any money by way of public issue.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

**For Sunil K. Sood & Co.**  
Chartered Accountant

Dated: 27-05-2010  
Place: Panchkula

**Sunil K. Sood**  
Proprietor  
M. No. 81778

**BALANCE SHEET AS AT 31st March 2010**

Particulars	SCHEDULE	As At 31.03.2010 RS.	As At 31.03.2009 RS.
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS FUNDS</b>			
- Share Capital	"A"	73,162,000	73,162,000
- Reserves & Surplus	"B"	<u>119,663,180</u>	<u>192,825,180</u>
			99,395,945
			172,557,945
<b>LOAN FUNDS</b>			
- Secured Loans	"C"	156,388,322	91,807,169
- UnSecured Loans		<u>-</u>	<u>-</u>
		156,388,322	91,807,169
<b>Total</b>		<b>349,213,502</b>	<b>264,365,115</b>
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS "D"</b>			
- Gross Block		287,122,690	276,525,481
- Depreciation		<u>163,739,006</u>	<u>146,891,708</u>
<b>- Net Book Value</b>		123,383,684	129,633,773
Capital Work-In Progress		27,726,527	-
<b>INVESTMENTS "E"</b>		1,549,516	260,000
<b>CURRENT ASSETS, LOANS &amp; ADVANCES "F"</b>			
- Inventories		118,772,042	66,979,856
- Sundry Debtors		64,791,984	48,610,700
- Cash & Bank Balances		7,800,804	5,608,461
- Other Current Assets		22,143,381	12,727,383
- Loans & Advances		<u>64,777,668</u>	<u>43,710,476</u>
		278,285,878	177,636,876
<b>Less: CURRENT LIABILITIES AND PROVISIONS "G"</b>		<u>75,271,494</u>	<u>34,287,679</u>
<b>NET CURRENT ASSETS</b>		203,014,384	143,349,197
DEFERRED TAX			
ASSETS/(LIABILITIES) "H"		(6,460,608)	(8,877,855)
<b>Total</b>		<b>349,213,502</b>	<b>264,365,115</b>

**Significant Accounting**

**Policies and Notes on Accounts**

Schedules referred to above form an integral part of this Balance Sheet

Sd/-

**JAGDISH GUPTA**  
Managing Director

Sd/-

**PLACE : Chandigarh**  
**DATED: 27.05.2010**

**VIJAY BHATIA**  
A.G.M. (F & A)

Sd/-

**SATISH GUPTA**  
Executive Director

Sd/-

**HARKIRAN KAUR**  
Company Secretary

**AUDITOR'S REPORT**

In terms of our attached report of even date  
**FOR SUNIL K. SOOD & CO.**  
CHARTERED ACCOUNTANTS

Sd/-

**SUNIL K. SOOD**  
Proprietor

**Membership No. 81778**

**PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31st March 2010**

Particulars	SCHEDULE	As At 31.03.2010		As At 31.03.2009	
		RS.		RS.	
<b>INCOME</b>					
Net Sales	"I"	639,941,439		533,358,311	
(Excluding Excise Duty)					
Other Incomes	"J"	<u>8,026,300</u>	647,967,738	<u>17,256,090</u>	550,614,401
<b>EXPENDITURE</b>					
Purchase Trading Goods		5,005,160		1,140,160	
Materials Consumed	"K"	426,618,586		364,654,840	
Manufacturing Expenses	"L"	52,412,563		54,618,929	
Personnel Expenses	"M"	19,291,061		14,279,103	
Administrative Expenses	"N"	8,026,601		8,078,949	
Financial Expenses	"O"	12,589,520		13,143,904	
Selling & Distribution Expenses	"P"	<u>65,635,141</u>	589,578,632	<u>56,647,841</u>	512,563,727
Profit before Depreciation			58,389,107		38,050,675
Depreciation			13,877,985		13,409,726
<b>Net Profit before Tax</b>			<b>44,511,121</b>		<b>24,640,949</b>
Profit / (Loss) on Sale of Assets			(765,790)		(127,959)
<b>Profit during the year before Tax</b>			<b>43,745,331</b>		<b>24,512,990</b>
Provision for Income Tax					
Previous year			-		
Current year					
Provision for Fringe Benefit Tax			17,077,219		8,263,367
Previous year			-		4,613
Current year					402,710
Provision for Deferred Tax			(2,417,246)		21,632
Prior Period Adjustment	"Q"		(926,523)		13,481
<b>Profit during the year after Tax</b>			<b>30,011,881</b>		<b>15,807,187</b>
Brought forward Profit			-		-
Interim Dividend FY 2009-10			5,487,150		-
Dividend Distribution Tax			941,867		-
<b>Amount transferred to General Reserve</b>			<b>23,582,864</b>		<b>15,807,187</b>

**Significant Accounting**

**Policies and Notes**

"R"

**on Accounts**

Schedules referred to above form an integral part of this Balance Sheet

Sd/-

**JAGDISH GUPTA**  
Managing Director

Sd/-

**SATISH GUPTA**  
Executive Director

Sd/-

**PLACE : Chandigarh**  
**DATED: 27.05.2010**

**VIJAY BHATIA**  
A.G.M. (F & A)

Sd/-

**HARKIRAN KAUR**  
Company Secretary

**AUDITOR'S REPORT**

In terms of our attached report of even date

**FOR SUNIL K. SOOD & CO.**  
CHARTERED ACCOUNTANTS

Sd/-

**SUNIL K. SOOD**  
Proprietor

**Membership No. 81778**

**SCHEDULES FORMING PART OF BALANCE SHEET****SCHEDULE "A"  
SHARE CAPITAL**

<b>Particulars</b>	<b>As At 31.03.2010</b>	<b>As At 31.03.2009</b>
	<b>RS.</b>	<b>RS.</b>
Authorised Share Capital 80,500,000 Equity Shares of Rs. 10/- each.	80,500,000	80,500,000
Issued, Subscribed & Paid up  7316200 Equity Shares of Rs. 10/- each (Previous Year 7316200 Equity Shares of Rs. 10 each )	73,162,000	73,162,000
<b>TOTAL</b>	<b>73,162,000</b>	<b>73,162,000</b>

**SCHEDULE "B"  
RESERVES & SURPLUS**

	<b>As At 31.03.2010</b>	<b>As At 31.03.2009</b>
	<b>RS.</b>	<b>RS.</b>
<b>Capital Reserves</b>		
- Capital Subsidy	2,668,000	2,668,000
<b>General Reserve</b>		
As per Last Balance Sheet	96,727,945	73,213,540
Add: Profits during the year	<u>23,582,864</u>	<u>15,807,187</u>
	120,310,809	89,020,727
Add: Excess Depreciation Charged during Previous Years	-	7,909,568
Less: Depreciation on Interest Capitalized	<u>3,315,629</u>	<u>202,350</u>
	116,995,180	96,727,945
<b>TOTAL</b>	<b>119,663,180</b>	<b>99,395,945</b>

**SCHEDULE "C"**  
**SECURED LOAN**

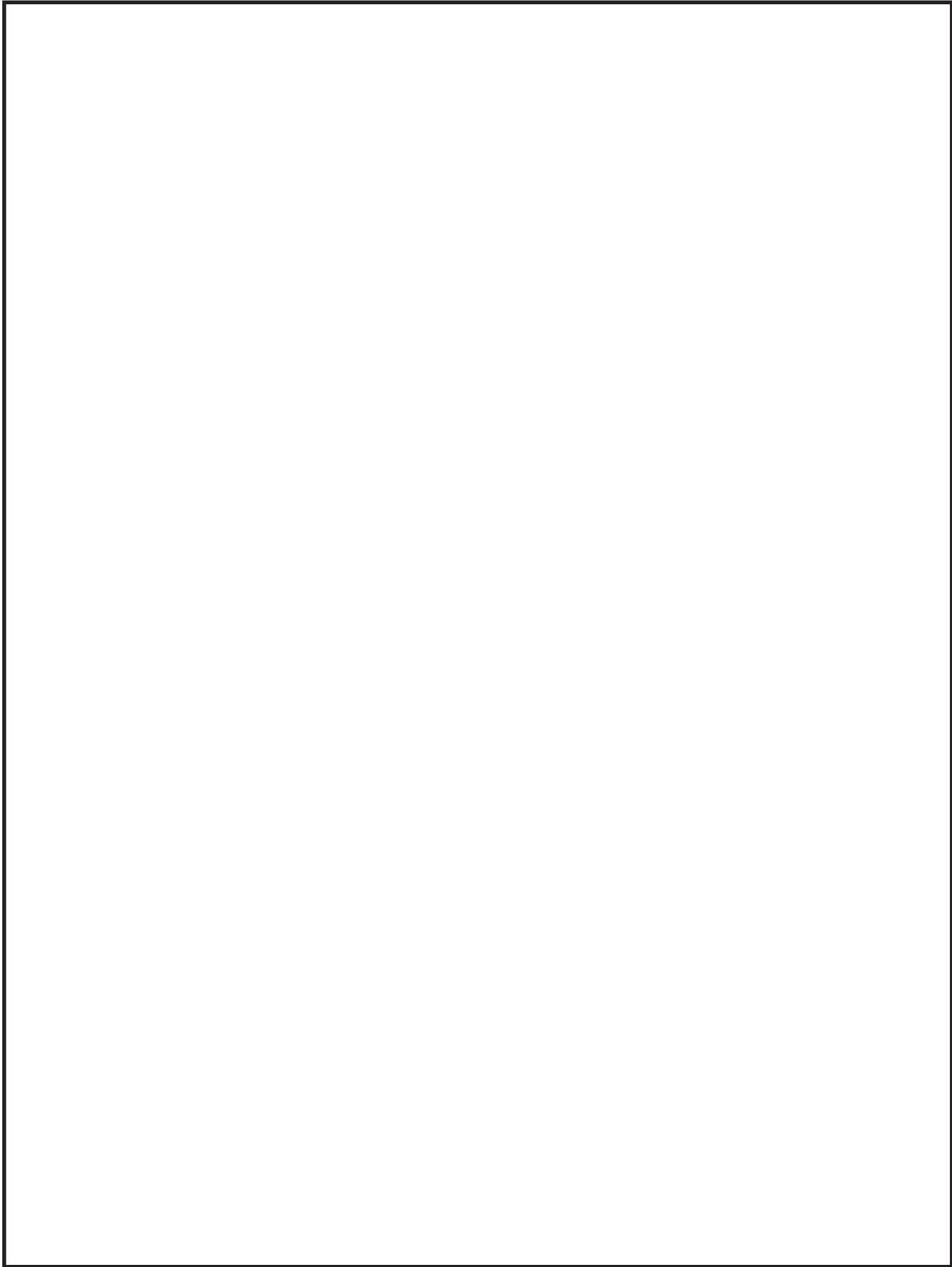
<b>PARTICULARS</b>	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>Rs.</b>	
<b>TERM LOAN</b>				
From State Bank Of Patiala * Sector 8, Chandigarh FCNR(B)		31,577,000		
From State Bank Of Patiala * Sector 8, Chandigarh		-		6,057,348
From State Bank Of Patiala * Sector 8, Chandigarh		2,499,861		-
From State Bank Of Patiala (Corporate Loan) * Sector 8, Chandigarh		4,221,865		12,646,816
From State Bank Of Patiala (Corporate Loan) * Sector 8, Chandigarh		4,051,030		8,095,045
From State Bank Of Patiala (Corporate Loan) * Sector 8, Chandigarh		2,036,738		
<b>WORKING CAPITAL *</b>				
<b>FROM</b>				
- State Bank of Patiala C/C Limit at Sector 8, Chandigarh	14,018,096		1,440,588	
- State Bank of Patiala-PCFC	75,853,299		-	
- State Bank of Patiala EPC Limit at Sector 8, Chandigarh	8,319,872		60,989,002	
Buyers Credit from HSBC	<u>9,029,948</u>	107,221,215	-	62,429,590
<b>FROM</b>				
- HDFC Bank, Sector 35, Chandigarh**	<u>940,188</u>	940,188	<u>512,315</u>	512,315
<b>Against Vehicles ***</b>				
- from ICICI Bank		3,840,426		2,066,056
<b>TOTAL</b>		<b>156,388,322</b>		<b>91,807,169</b>

**Notes:**

\* Secured against first and exclusive charge on all fixed assets of the Company and hypothecation of Raw Materials, Work-in-Process, Finished Goods and Book Debts alongwith personal guarantee of directors

\*\* Secured against hypothecation of Fixed Deposits

\*\*\* Secured against hypothecation of Vehicles



**SCHEDULE "E"**  
**INVESTMENTS**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>	<b>As At 31.03.2009</b>
	<b>RS.</b>	<b>RS.</b>
<b>Unquoted :</b>		
In fully Paid up Shares of :		
- Subsidiary Company		
Golden Net Soft Pvt. Ltd.	260,000	260,000
Investment in Shares & Mutual Funds		
-Indian Acrylics Limited	289,516	-
-SBI Mutual Funds	1,000,000	-
<b>TOTAL</b>	<b>1,549,516</b>	<b>260,000</b>

**SCHEDULE "F"**

**CURRENT ASSETS, LOANS & ADVANCES**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>	<b>As At 31.03.2009</b>
	<b>RS.</b>	<b>RS.</b>
<b>CURRENT ASSETS:</b>		
<b>INVENTORIES</b>		
(as taken, valued & certified by the management)		
- Raw material	91,856,794	53,036,252
- Finished goods	23,596,644	10,478,264
- Work in Process	1,225,000	1,100,000
- Fuel & Oil	220,899	1,027,920
- Stores & Spares	275,541	424,725
- Packing Material	1,597,164	912,695
	118,772,042	66,979,856
<b>SUNDRY DEBTORS</b>		
- Exceeding Six Months	3,871,693	3,330,671
- Others	<u>60,920,291</u>	<u>45,280,029</u>
	64,791,984	48,610,700
<b>CASH &amp; BANK BALANCES</b>		
- Cash in hand	89,974	2,433
- Imprest with staff	<u>691,506</u>	<u>282,363</u>
	781,480	284,796
<b>Balance with Scheduled Banks</b>		
- HDFC Bank, Chandigarh CMS A/c	1,161,460	100,000
- UTI Bank, Sector 34, Chandigarh	-	22,685
- SBOP Current A/c	35,540	9,450
-HDFC Bank, Interim Dividend Account	773,720	-
Axis Bank- 041010200008785	20,403	-
<b>Fixed Deposits with Banks</b>		
FDRs with SBOP	3,871,446	4,110,460
FDRs with HDFC	<u>1,156,755</u>	<u>1,081,070</u>
	7,019,324	5,323,665
<b>OTHER CURRENT ASSETS:</b>		
- Material - in - Transit	6,482,149	2,858,744
- Export Incentives		

Recoverable	6,335,739		6,623,048	
- Excise Duties Recoverable	9,288,833		2,780,147	
- Subvention Interest Receivable	-		426,338	
TDS Recoverable	<u>36,660</u>	22,143,381	<u>39,106</u>	12,727,383
<b>LOANS &amp; ADVANCES:</b> (Advances recoverable in cash or kind or value to be received)				
Income Tax Refundable	3,133		3,133	
FBT Refundable	<u>104,838</u>	107,971	<u>101,090</u>	104,223
<b>Sundry Advances</b>				
- Capital Goods	6,297,651		1,200,000	
- Supplies/Expenses	8,955,831		2,434,069	
- Staff	287,287		214,289	
-Advance to Directors Golden Chemtech limited	<u>188,448</u>	15,729,217	-	3,848,358
Golden Netsoft Pvt Ltd	-		310,972	
Zeal Exim Private Limited	6,873,578		1,850,125	
Application Money with Amravati Infrastructure Developers Limited	22,500,000		22,500,000	
Teji Brar Financial Services Limited	500,000		-	
Sundry Security Deposits	752,075		517,825	
VAT Recoverable	3,864,283		3,287,607	
Income Tax Paid under Appeal	13,208,455		10,103,118	
Prepaid Insurance	277,764		238,247	
Misc Recoverables	<u>14,324</u>	48,940,479	-	39,757,894
<b>TOTAL</b>		<b>278,285,878</b>		<b>177,636,876</b>
<b>SCHEDULE "G"</b>				
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>				
Particulars	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
Sundry Creditors				
- For Supplies/Expenses	55,445,490		27,522,021	
- For Capital Goods	<u>2,414,301</u>	57,859,791	<u>98,324</u>	27,620,345
Expenses Payable		6,401,517		4,898,675
Advances from customers		4,403,859		691,045
Other Liabilities		205,663		418,633
Provisions		5,626,945		658,981
Unpaid Interim Dividend 2009-10		773,720		-
<b>TOTAL</b>		<b>75,271,494</b>		<b>34,287,679</b>
<b>SCHEDULE "H"</b>				
<b>DEFERRED TAX LIABILITIES/ ASSETS</b>				
Particulars	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
Deferred Tax Liability		6,460,608		8,877,855
<b>TOTAL</b>		<b>6,460,608</b>		<b>8,877,855</b>



**SCHEDULE "I"**  
**SALES**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
<b>SALES-DOMESTIC</b>				
Laminates Domestic	157,947,998		105,403,852	
Less: Excise Duty	<u>11,134,551</u>		<u>10,610,000</u>	
	146,813,447		94,793,851	
Adhesive	4,491,277		961,192	
<b>Net Domestic Sale</b>		151,304,725		95,755,044
<b>SALES-EXPORTS</b>				
Laminates Export	479,659,358		437,241,430	
Less: Excise Duty	<u>11,950,390</u>		<u>19,435,208</u>	
<b>Net Export Sales</b>		467,708,968		417,806,222
Export Incentives		20,927,746		19,797,046
<b>TOTAL</b>		<b>639,941,439</b>		<b>533,358,311</b>

**SCHEDULE "J"**  
**OTHER INCOMES**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
Interest		353,535		201,026
Sales Tax Incentive		1,807,992		1,823,763
Misc. Income		1,732,871		1,691,028
Exchange Fluctuations		4,131,901		13,540,273
<b>TOTAL</b>		<b>8,026,300</b>		<b>17,256,090</b>

**SCHEDULE "K"**  
**MATERIALS CONSUMED**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
<b>RAW MATERIALS CONSUMED</b>				
- Opening stock	53,036,252		79,019,038	
- Add: Purchases during Year	<u>479,225,412</u>		<u>330,016,387</u>	
	532,261,664		409,035,425	
- Less: Closing stock	<u>91,856,794</u>	440,404,870	<u>53,036,252</u>	355,999,173
<b>(Increase)/Decrease in Stocks</b>				
Stock at Close				
- WIP	1,225,000		1,100,000	
- Finished Goods	22,546,918		9,935,360	
- Finished goods Stock				

With CSA's	-	-
Add: Excise Duty on Finished Goods for Domestic Market	<u>1,049,726</u>	<u>542,904</u>
	<u>24,821,644</u>	<u>11,578,264</u>
Opening Stock		
- WIP	1,100,000	1,030,000
- Finished Goods	10,478,264	19,072,817
Finished goods Stock		
With CSA's	-	1,185,551
Less: Excise Duty on Finished Goods for Domestic Market	<u>542,904</u>	<u>1,054,437</u>
	<u>11,035,360</u>	<u>20,233,931</u>
- (Increase)/Decrease in stock	(13,786,284)	8,655,667
<b>TOTAL</b>	<b>426,618,586</b>	<b>364,654,840</b>

**SCHEDULE "L"  
MANUFACTURING EXPENSES**

PARTICULARS	As At 31.03.2010		As At 31.03.2009	
		RS.		RS.
Workers Expense				
- Wages & allowances		9,570,244		7,063,109
Power & Water		7,121,390		7,363,922
<b>Oil &amp; Fuel Consumed</b>				
Opening Stock	1,027,920		795,961	
Add : Purchases during year	<u>16,472,382</u>		<u>16,659,438</u>	
	17,500,302		17,455,399	
Less:Closing stock	220,899	17,279,403	1,027,920	16,427,479
<b>Consumable Stores Consumed</b>				
Opening Stock	424,725		471,370	
Add : Purchases during year	<u>14,882,119</u>		<u>16,927,825</u>	
	15,306,844		17,399,195	
Less:Closing stock	<u>275,541</u>	15,031,303	<u>424,725</u>	16,974,470
Excise Duty on Finished Goods		1,049,726		542,904
Job Work Charges		-		386,491
Repairs & Maintenance - Machinery		1,847,048		5,570,897
Loading & unloading		444,974		242,047
Weighment Charges		<u>68,475</u>		<u>47,610</u>
<b>Total</b>		<b>52,412,563</b>		<b>54,618,929</b>

**SCHEDULE "M"  
PERSONNEL EXPENSES**

PARTICULARS	As At 31.03.2010		As At 31.03.2009	
		RS.		RS.
Directors Remuneration		2,220,000		1,500,000
Salary & Allowances				
a) Salary	6,321,202		4,513,295	

STYLAM INDUSTRIES LIMITED

b) Allowances				
-House rent allowance	1,969,378		1,482,781	
-Conveyance allowance	1,536,191		1,104,377	
-Vehicle Maintt. Allowance	1,427,028		985,422	
-Subsistance Allowance	1,318,285		1,003,272	
- Medical Allowance	1,002,038		668,521	
- Welfare Fund	20,950		21,126	
-Special allowance	-		18,806	
-Leave encashment	291,893		149,788	
-Bonus	447,038		771,630	
-Gratuity	328,628		119,283	
-Ex-gratia	<u>498,100</u>	15,160,731	-	10,838,299
Employer's contribution to				
-Provident Fund	608,852		606,429	
-E.S.I.	<u>362,526</u>	971,378	<u>352,809</u>	959,238
Staff welfare		874,949		660,206
Medical Reimbursement		-		236,650
Staff Recruitment & Training		64,003		84,710
<b>TOTAL</b>		<b>19,291,061</b>		<b>14,279,103</b>

**SCHEDULE "N"**  
**ADMINISTRATIVE EXPENSES**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
Rent		396,000		396,000
Other Administrative Expenses		3,979,664		3,874,160
Insurance		150,969		351,430
Auditor's Remuneration		101,843		90,000
Vehicles Running & Maintenance		802,119		467,968
Repairs & Maintenance				
- Building	486,116		797,321	
General	<u>384,689</u>	870,805	<u>251,193</u>	1,048,514
Travelling & Conveyance				
- Directors	544,687		1,386,424	
Staff & Others	<u>758,444</u>	1,303,130	<u>28,631</u>	1,415,055
General charges		422,070		435,822
<b>Total</b>		<b>8,026,601</b>		<b>8,078,949</b>

**SCHEDULE "O"**  
**FINANCIAL EXPENSES**

<b>PARTICULARS</b>	<b>As At 31.03.2010</b>		<b>As At 31.03.2009</b>	
	<b>RS.</b>		<b>RS.</b>	
Bank charges		3,143,324		2,375,808
Bank Interest		9,446,195		10,768,096
<b>Total</b>		<b>12,589,520</b>		<b>13,143,904</b>

**SCHEDULE "P"  
SELLING AND DISTRIBUTION EXPENSES**

PARTICULARS	As At 31.03.2010 RS.	As At 31.03.2009 RS.
Packing Material Consumed:-		
Opening Stock	912,695	1,830,352
Add : Purchases during year	<u>20,015,297</u>	<u>11,062,646</u>
	20,927,992	12,892,998
Less : Closing stock	<u>1,597,164</u>	<u>912,695</u>
Freight & Forwarding	354,187	398,944
Commission, Rebate & Discount	12,667,021	13,761,984
Research,Development & Testing Charges	899,194	63,058
Advertisement & Publicity Expenses	3,177,804	929,474
Business Promotion Expenses	2,444,736	1,283,333
Canter Running & Maintenance Expenses	13,240	17,968
Marketing Expenses	3,951,223	4,987,938
Export Expenses	22,796,907	23,224,839
<b>Total</b>	<b>65,635,141</b>	<b>56,647,841</b>

**SCHEDULE "Q"  
Prior Period Adjustment**

PARTICULARS	As At 31.03.2010 RS.	As At 31.03.2009 RS.
Prior Period Income	1,001,500	-
Prior Period Expenses	74,977	13,481
<b>Total</b>	<b>(926,523)</b>	<b>13,481</b>

**NOTES ON ACCOUNTS**

**SCHEDULE - "R"**

**Schedule forming part of Balance Sheet and Profit & Loss Account  
Accounting Policies and Notes on Accounts**

**A. ACCOUNTING POLICIES**

**1. Basis of Accounting:**

The financial statements are prepared under historical cost convention in accordance with Indian Generally Accepted Accounting Principles (GAAPs), and materially comply with the mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICAI) and the provisions of the Companies Act, 1956.

**2. Fixed Assets:**

- 2.1. Fixed Assets are stated at cost of acquisition/construction net of applicable CENVAT credit. The cost includes. Purchase price and all other attributable costs of bringing the assets to its working condition for its intended Use.
- 2.2. The cost of acquisition of imported machinery have been adjusted for exchange fluctuations arising due to difference in exchange rate.
- 2.3. The Company has capitalized the financing cost for the entire tenure of finance taken for setting up the project.

**3. Depreciation:**

- 3.1. Depreciation on fixed assets is provided pro-rata to the period of use, using the straight-line method based at the rates specified in Schedule XIV to the Companies Act, 1956. No depreciation is charged on fixed assets where cumulative depreciation as on the beginning of year is either equivalent or more than the cost of assets. Individual assets purchased during the year and costing less than Rs.5,000/- are depreciated in full in the year of purchase.
- 3.2. Depreciation has been provided on Triple shift working basis.
- 3.3. Depreciation on additions made during the year has been provided on pro-rata basis.
- 3.4. Depreciation on Interest Capitalized has been appropriated from General Reserve.

**4. Basis of Valuation of Inventories:****RAW MATERIAL**

At lower of cost or net realizable value

**WORK IN PROGRESS**

At lower of estimated cost or net realizable value

**FINISHED GOODS**

At lower of cost or net realizable value

**CONSUMABLE, STORES, oil & fuel**

At lower of cost or net realizable value

**5. Recognition of Income and Expenditure:**

- 5.1. The revenue from sale of goods is recognized at the time of sale of goods.
- 5.2. Expenditure is recognized on accrual basis. However, certain income / expenses which are indeterminable are accounted for as and when settled / finalized.

**6. INVESTMENTS**

Investments are stated at Cost.

**7. RETIREMENT & OTHER BENEFITS****7.1. Retirement Benefits**

The Gratuity and Leave Encashment is provided on yearly basis as per records. The contribution to Provident Fund is made on monthly basis at the prescribed rates.

**7.2. Other Benefits**

The Contribution to E.S.I. Fund is made on monthly basis at prescribed rates. The provision for the payment of Bonus is made as per the applicable rules.

**8. FOREIGN CURRENCY TRANSACTIONS**

Transactions in foreign currencies for import and export of Raw materials, finished goods and Capital goods are recorded at the rates prevailing on the date of transactions. Exchange gain or loss on conversion of

liabilities incurred to acquire capital assets is adjusted to the cost of such assets. Exchange gain or losses on transactions of revenue nature are recognized in the Profit and Loss account.

**9. Taxes on Income**

Income tax comprises of current tax and deferred tax. The deferred tax assets and liabilities are recognized for the future tax consequences of timing differences, subject to the consideration of prudence. Deferred tax assets and liabilities are measured using the tax rates enacted or substantively enacted by the Balance Sheet date.

**10. Earning Per Share**

Basic earning per share is calculated by dividing the net profit for the period attributable to equity shareholders by the number of equity shares outstanding at the year-end.

**11. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE**

Events occurring after the date of Balance Sheet are considered up to the date of finalization of accounts

**12. CONTINGENT LIABILITIES**

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent Liabilities and same are disclosed in Notes on Accounts.

**B. NOTES ON ACCOUNTS**

**1. Contingent Liabilities and Commitments:**

	<b>(Rs.- Lacs)</b>	
	<b>31.03.2010</b>	<b>31.3.2009</b>
(a) Capital Contract Pending Execution	NIL	NIL
(b) Contingent Liabilities		
- Letter of Credit (Import)	400.06	255.07
- Export Bills negotiated under Letter of Credit		47.60
(c) Disputed demand raised by Income Tax Department against which Company has gone on Appeal	155.26	155.26

2. Interest was capitalized in Fixed Assets Building & Furniture & Fixtures by Rs.58,20,840/- & Rs.1,25,340/- respectively and till Financial year 2008-09 capitalized interest was written off in General Reserve by Rs.202,350/- each year and the remaining amount of Rs.33,15,629/- has been reversed through General Reserve during the current financial year 2009-10.

3. In the opinion of the Board of Directors, Current Assets and Loans & Advances are approximately of the value stated in the balance sheet, realized in the ordinary course of business and to the best of their knowledge; provisions for all known liabilities have been made.

4. Certain balances appearing under Current Assets, Loans & Advances and Current Liabilities are subject to their confirmation.

5. Prior Period Adjustments include Freight Subsidy Income of Rs. 10 Lacs for the financial year 2007-08 & interest on FDR of Rs.1500/-. And Prior Period Expenses include Rs.51655/-Cenvat on Excise Duty reversed under protest in earlier years.

6. Security Deposit others includes the amount of Rs. 1.50 Lacs deposited as Bail surety in the Honorable District Court of Rohtak.

7. Misc. Income of Financial Year 2009-10 includes Interest Subvention of Rs. 1014653/-

8. The exact liabilities of Excise, Sales Tax and Income Tax are indeterminate pending finalization of respective Assessments.

**13. Related Party Transactions:**

Name of the related parties with whom transaction were carried out during the year and Description of transactions:

Entities over which control is exercised  
Amravati Infrastructure Developers Limited

Sister Concern:  
Golden Chem-Tech Ltd.  
Teji Brar Financial Services Ltd

**Subsidiary Company:**  
Golden Net Soft Pvt. Ltd.

**Key Management Personnel & their relatives:**

1. Mr. Jagdish Gupta (Managing Director)  
Mrs. Usha Gupta (Wife)
2. Mr. Satish Gupta (Executive Director)  
Mrs. Pushpa Gupta (Wife)
3. Mrs. Rattan Devi (Mother of Managing Director & Executive Director)

ii) Disclosure of Related Party Transactions:

(In Lacs)

S.No.	Nature of transaction	Sister Concern	Subsidiary	Entities over which Control is Exercised	Key Management Personnel (KMP)	Relative of KMP	Total
1.	Payment of Salaries	NIL	NIL	NIL	22.20 (15.00)	4.80 (4.80)	27.00 (19.80)
2.	Purchase of Material	50.05 (11.40)	NIL (NIL)	NIL	NIL NIL	NIL NIL	50.05 (11.40)
3.	Unsecured Loan taken	NIL (NIL)	NIL (NIL)	NIL	(NIL) (NIL)	(NIL) (NIL)	NIL (NIL)
4.	Advance for Purchase of Assets	NIL (NIL)	NIL (NIL)	225.00 (225.00)	NIL (NIL)	NIL (NIL)	225.00 (225.00)

Note: Figure in brackets represents corresponding amounts of previous years

**14. Segment reporting:**

Information about Business Segments (Information provided in respect of revenue items for the year-ended 31.03.2010 and in respect of assets/liabilities as at 31.03.2010)

Particulars	Current Year 31.03.2010 (Rs. In Lacs)	Accounting ending 31.03.2009 (Rs. In Lacs)
<b>1. Segment Revenue</b> (Net sale/income from each segment should be disclosed under this head)		
a. Segment –A	6399.41	5333.58
b. Segment- B	-	-
c. Segment- C	-	-
d. Others	-	-
<b>Total</b>	<b>6399.41</b>	<b>5333.58</b>
Less: Inter segment revenue	-	-
Net sales/income from operations	6399.41	5333.58
<b>2. Segment results</b> (Profit) (+) /Loss (-) before tax and interest from each segment)		
a. Segment –A	563.35	376.57
b. Segment- B	-	-
c. Segment- C	-	-
d. Others	-	-
<b>Total</b>	<b>563.35</b>	<b>376.57</b>
Less:		
(i) Interest	125.90	131.44
ii) Other unallocable expenditure	137.33	87.06
Net off un-allocable income	-	-
<b>Total profit After Tax</b>	<b>300.12</b>	<b>158.07</b>
<b>3. Capital employed</b> (Segment assets- Segment Liabilities)		
a. Segment –A	1928.25	1725.58
b. Segment- B	-	-
c. Segment- C	-	-
d. Others	-	-
<b>Total</b>	<b>1928.25</b>	<b>1725.58</b>

Notes:

1. Company's operations predominantly comprise of only one segment i.e. **Laminates**. The figures shown above relate to that segment only.
2. Business segments have been identified on the basis of the nature of products/services, the risk & return profile of individual business, the organizational structure and the internal reporting system of the company.
3. Reportable segments have been identified as per the quantitative criteria specified in "accounting standard 17 Segment reporting" issued by the institute of Chartered Accountants of India.

**15. Earnings Per Share**

Basic Earnings per share (EPS) is computed in accordance with Accounting Standard 20 – Earnings Per Share for the financial year 2009-10 is as under :-

Profit after tax as per Accounts	30011881
Number of share issued	7316200
Basic EPS (Rupees)	4.10



**16. Deferred Tax**

16.1. In Accordance with AS-22 “Accounting For Taxes on Income” issued by ICAI, the net Decrement in Deferred tax liability of Rs. 2417246/- for the financial year 2009-10 has been transferred to P & L Account.

16.2. Deferred tax is recognized on timing differences between the accounting income & taxable income for the year & quantified using the tax rates & laws enacted or substantively enacted as on the Balance Sheet date.

16.3. Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

16.4. Major components of Deferred tax Assets and deferred tax liabilities.

	As at 31.03.2010		As at 31.03.2009	
	Deferred tax assets	Deferred tax Liabilities	Deferred tax Assets	Deferred tax Liabilities
Difference Between Book value of Depreciable Assets as per books of accounts and written down value for tax purpose		64.60		88.78
Unabsorbed depreciation carried forward to be set off in subsequent years				
<b>Total</b>		<b>64.60</b>		<b>88.78</b>

Net Deferred Tax Liabilities	64.60	88.78
Increase/(Decrease)		
Credited to profit & loss Account	24.17	
Debited to Profit & Loss Account		0.22

**17. Managerial Remuneration:**

	<b><u>31.3.2010</u></b>	<b><u>31.3.2009</u></b>
Managing Director’s Remuneration	11,40,000.00	7,80,000.00
Directors Remuneration	10,80,000.00	7,20,000.00
<b>Total Rs.</b>	<b><u>22,20,000.00</u></b>	<b><u>15,00,000.00</u></b>

The managerial remuneration paid has been duly approved by Board of Directors of the Company and is in conformity with the provisions of Schedule XIII of the Company Act. 1956.

**18. Auditor’s Remuneration:**

	<b><u>31.3.2010</u></b>	<b><u>31.3.2009</u></b>
Statutory Audit	65000.00	55,000.00
Tax Audit	25000.00	25,000.00
Other Services	10000.00	10,000.00
<b>Total Rs.</b>	<b><u>100,000.00</u></b>	<b><u>90,000.00</u></b>

**19. Sundry Creditors:**

On the basis of information available with the Company, there are no known small scale undertaking to whom the Company owes a sum exceeding Rs. 1 Lac which is outstanding for more than 30 days at the balance sheet date.

**20. Additional information pursuant to the provisions of paragraph 3 & 4 of part II of Schedule VI of the Companies Act. 1956**

	<u>31.3.2010</u>	<u>31.3.2009</u>
<b>A. Licensed Capacity</b>		
- Licensed Capacity	<b>Not Applicable</b>	
- Installed Capacity	33,60,000 Sheets	33,60,000 Sheets
- <b>(Laminated Sheets)</b>	(On Triple Shift)	(On Triple Shift)

Note: One Laminate Sheet at Base Level of 0.50 MM of thickness

	Quantity	Value	Quantity Rs.-Lacs	Value	Rs.-Lacs
<b>B. Actual Production (Nos.)</b>					
- Laminates		23,41,293	6034.57	20,49,687	5259.72
<b>C. Raw Material Consumed (Qty. in M.T.)</b>					
-Paper & other Raw Material		6,781.24 }		5402.85}	
-Chemicals		5341.67 }	4404.04	4040.61}	3559.99
<b>D. Finished Goods (Nos.)</b>					
Opening Stock		50412	104.78	103058	190.73
Closing Stock		94894	235.97	50412	104.78
<b>E. Turnover</b>					
		2,296,811	6399.41	21,02,333	5333.58

Note: Turnover includes Export Incentives

**F. Value of imported/indigenous Raw Material/Store consumed and %age: (Rs.-Lacs)**

	Value	%age of Total Consumption	Value	%age of Total Consumption
<b>Raw Materials</b>				
- Imported	1572.00	32.33%	914.56	25.69%
- Indigenous	2832.04	67.67%	2645.43	74.31%
<b>Total</b>	<b>4404.04</b>	<b>100.00%</b>	<b>3559.99</b>	<b>100.00%</b>
<b>Stores &amp; Spares</b>				
- Imported	6.24	3.39%	0.00	00.00%
- Indigenous	144.07	96.61%	169.74	100.00%
<b>Total</b>	<b>150.31</b>	<b>100.00%</b>	<b>169.74</b>	<b>100.00%</b>

**G.CIF Value of the Imports: (Rs. - Lacs)**

	<b>31.3.2010</b>	<b>31.3.2009</b>
- Raw Materials	1470.90	839.15
- Stores & Spares	4.74	Nil
- Capital Goods	Nil	110.23

**H. Expenditure & Earnings in Foreign Currency: (Rs.- Lacs)**

	<b>31.3.2010</b>	<b>31.3.2009</b>
- F.O.B. Value of Exports	4583.40	4047.79
- Traveling	3.79	11.30
- Commission	107.34	110.94

**21.** Previous year figures are re-grouped/ re-arranged, wherever considered necessary.

**22.** Figures are rounded off to the nearest rupee.

**Auditors's Report**

In term of our attached Report of even date

Sd/-

**JAGDISH GUPTA**  
Managing Director

Sd/-

**SATISH GUPTA**  
Executive Director

**FOR SUNIL K. SOOD & CO.**  
CHARTERED ACCOUNTANTS

Sd/-

**PLACE : Chandigarh**  
**DATED: 27.05.2010**

**VIJAY BHATIA**  
A.G.M. (F & A)

Sd/-

**HARKIRAN KAUR**  
Company Secretary

Sd/-

**SUNIL K. SOOD**  
Proprietor  
**Membership No. 81778**

**CASH FLOW STATEMENT**

		(Rs In Lacs)	
Sr. No.	Particulars	2009-10	2008-09
A	<b>CASH FLOW FROM OPERATIVE ACTIVITIES :-</b>		
	Net Profit before tax and Extraordinary items	445.11	246.41
	Adjustments for:		
	- Depreciation	138.78	134.10
	- Interest	94.46	107.68
	- Deffered Expenditure amortized		-
	<b>Operative Profit before Working Capital changes</b>	<b>678.35</b>	<b>488.19</b>
	Adjustments for:		
	- Inventories	(517.92)	364.24
	- Book Debts	(161.81)	41.73
	- Other Assets and Loan & Advances	(304.83)	167.68
	- Trade Payables	409.76	(262.63)
	Cash Generated from operations	103.55	799.21
	Prior Period Expenses Paid	9.27	(0.13)
	Payment of Taxes	(170.69)	(86.71)
	<b>Net Cash from operating activities</b>	<b>(57.87)</b>	<b>712.37</b>
B	<b>CASH FLOW FROM INVESTING ACTIVITIES:-</b>		
	Net Increase in Fixed Assets	(124.10)	(391.28)
	Increase in CWIP	(277.27)	
	Increase in investments	(12.90)	
	Cash from sale of assets	7.00	42.27
	<b>Net Cash from investment activities</b>	<b>(407.27)</b>	<b>(349.01)</b>
C	<b>CASH FLOW FROM FINANCE ACTIVITIES :-</b>		
	Long Term Borrowing (net)	193.62	(68.68)
	Working Capital Limit	452.19	(81.76)
	Unsecured Loans	(100.50)	
	Dividend paid	(64.29)	
	Interest Paid	(94.46)	107.68
	<b>Net Cash from financing activities</b>	<b>487.06</b>	<b>(358.62)</b>
	Net Increase/decrease in Cash or Cash Equivalent	21.92	4.74
	<b>Opening Cash &amp; Bank Balances</b>	56.08	51.34
	<b>Closing Cash &amp; Bank Balances</b>	78.00	56.08

AUDITORS'S REPORT  
In term of our attached  
Report of even date

Sd/-  
**JAGDISH GUPTA**  
Managing Director

Sd/-  
**SATISH GUPTA**  
Executive Director

**FOR SUNIL K. SOOD & CO.**  
CHARTERED ACCOUNTANTS

PLACE : Chandigarh  
DATED: 27.05.2010

Sd/-  
**VIJAY BHATIA**  
A.G.M. (F & A)

Sd/-  
**HARKIRAN KAUR**  
Company Secretary

Sd/-  
**SUNIL K. SOOD**  
Proprietor  
**Membership No. 81778**



**Statement showing company's interest in Golden Netsoft Pvt. Ltd.  
A subsidiary company, under section 212 of the Companies Act, 1956.**

- |    |  |     |
|----|--|-----|
| a) | The extent of the holding company's interest in the subsidiary at the end of the financial year.   | 52% |
| b) | The net aggregate amount so far as it concerns members of the holding companies and is not dealt with in the company's accounts of the subsidiary's profits. | NIL |
| c) | The net aggregate amount of the profits of the subsidiary after deducting its losses, so far as those profits are dealt with in the company's accounts.      | NIL |

**GOLDEN NETSOFT PRIVATE LIMITED, CHANDIGARH  
DIRECTORS' REPORT**

**Dear Shareholders,**

The Directors have pleasure in presenting the Annual Report together with the Audited Accounts of the Company for the year ended March 31, 2010.

**FINANCIAL RESULTS**

<b>PARTICULARS</b>	<b>(Rs. In Lacs) Year Ending 31<sup>st</sup> March 2010</b>
<b>Rental/Other Income</b>	<b>74.85</b>
<b>Profit/(Loss) before Depreciation and Tax</b>	<b>46.98</b>
Less: - Depreciation	6.03
<b>Profit before Tax</b>	<b>40.95</b>
Less: - Provision for Taxation	8.18
Other Adjustments	<b>(3.53)</b>
<b>Profit after Tax</b>	<b>36.30</b>

**AUDITORS**

M/s S. S. Kothari & Co., Chartered Accountants, shall retire at the conclusion of Annual General meeting and M/s S.S. Kothari Mehta & Co., Chartered Accountants, be and are hereby appointed as Auditors of the company. The Company has received certificate from them to the effect that their appointment, if made, shall be within the limits prescribed under Section 224 (1B) of the Companies Act, 1956.

**AUDITOR'S REPORT**

Auditors observations, read with Notes to Accounts, are self explanatory and therefore, do not require any further comments.

**STATUTORY DISCLOSURE:**

**UNDER SECTION 217 (1) (e)**

Information required in accordance with the provisions of Section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Directors) Rules, 1988 is not applicable to the Company.

**UNDER SECTION 217 (2A)**

None of the employees of the Company is getting remuneration more than the limits prescribed under

**DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 217(2A) of the Companies Act, 1956, the Board of Directors hereby affirm that -

- a) Applicable accounting standards have been followed in preparation of financial statements along with proper explanations for material departures.
- b) Accounting policies as selected are consistently applied.
- c) Judgements and estimates are made in a reasonable and prudent manner to ensure true and fair view of the state of affairs and of the Statement of Pre-Operative Expenses.
- d) Adequate accounting records are maintained in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities.
- e) Financial statements have been drawn up on a Going Concern basis.

**ACKNOWLEDGEMENT**

The Board of Directors expresses their grateful appreciation for the assistance and co-operation from employees, Banks and government bodies during the year.

For and on Behalf of the Board,

Sd/-  
Director

**PLACE : CHANDIGARH  
DATED : 4th August, 2010**

# GOLDEN NETSOFT PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	SCHEDULE	AMOUNT (Rs.)	TOTAL AS AT 31.03.2010	AMOUNT (Rs.)	TOTAL AS AT 31.03.2009
<b>SOURCES OF FUNDS</b>					
<b>SHAREHOLDERS FUNDS</b>					
<b>SHARE CAPITAL</b>	"A"		500,000		500,000
<b>RESERVE &amp; SURPLUS</b>					
Balance Brought Forward		1,022,889			
- Profit During the Year		<u>3,630,014</u>	4,652,903	<u>1,022,889</u>	1,022,889
<b>SECURED LOANS</b>	"B"		19,190,375		13,685,736
<b>UNSECURED LOANS</b>	"C"		7,473,578		1,852,125
<b>DEFERRED TAX LIABILITY</b>			-		145,100
<b>TOTAL</b>			<b>31,816,856</b>		<b>17,205,850</b>
<b>APPLICATION OF FUNDS</b>					
<b>FIXED ASSETS</b>					
- Gross Block	"D"	19,923,098			18,749,076
- Less:-Depreciation		<u>779,012</u>	19,144,087	<u>176,007</u>	18,573,069
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>	"E"	12,988,213		2,333,762	
<b>LESS: CURRENT LIABILITIES &amp; PROVISIONS</b>	"F"	330,366	12,657,847	3,720,877	(1,387,115)
<b>MISCELLANEOUS EXPENDITURE</b>					
(To the extent not written off or Adjusted)	"G"		14,922		19,896
<b>Total</b>			<b>31,816,856</b>		<b>17,205,850</b>

## NOTES ON ACCOUNTS

The Schedules referred to above form an integral part of the Balance Sheet

### AUDITOR'S REPORT

AS PER OUR SEPARATE REPORT OF  
EVEN DATE ATTACHED  
FOR S. S. KOTHARI MEHTA & CO.  
CHARTERED ACCOUNTANTS

Sd/-

(CA DINESH K. ABROL)

PARTNER

M.NO. 087899

### ON BEHALF OF BOARD OF DIRECTORS

Sd/-

DIRECTOR

( JAGDISH GUPTA )

Sd/-

DIRECTOR

( SATISH GUPTA )

PLACE : Chandigarh

DATED : 31-05-2010



**GOLDEN NETSOFT PRIVATE LIMITED**  
**PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDING 31.03.2010**

PARTICULARS	Schedule	TOTAL AS AT	
		31.03.2010	31.03.2009
<b>INCOME</b>			
Rental Income		6,861,000	3,483,000
Other Income		<u>623,597</u>	<u>7,615</u>
		7,484,597	3,490,615
<b>EXPENDITURE</b>			
Administrative Expenses	"H"	173,721	811,504
Financial Expenses	"I"	2,607,882	492,861
Depreciation		603,005	176,007
Preliminary Expenses (W/Off)		<u>4,974</u>	<u>4,974</u>
Net Profit before Tax		4,095,015	2,005,269
Provision for Taxation		817,731	828,710
Provision for FBT		-	8,570
Deferred Tax Liability		(145,100)	145,100
Prior Period Adjustment		(207,630)	-
Net Profit After Tax		3,630,014	1,022,889
Earning Per Share( EPS)		72.60	20.46

**NOTES ON ACCOUNTS**

The Schedules referred to above form an integral part of the Balance Sheet "J"

**AUDITOR'S REPORT**

AS PER OUR SEPARATE REPORT OF EVEN DATE ATTACHED

**FOR S. S. KOTHARI MEHTA & CO.**  
**CHARTERED ACCOUNTANTS**

Sd/-

(CA DINESH K. ABROL)

PARTNER

M.NO. 087899

PLACE : Chandigarh

DATED:

**ON BEHALF OF BOARD OF DIRECTOR**

Sd/-

**DIRECTOR**  
**( JAGDISH GUPTA)**

Sd/-

**DIRECTOR**  
**( SATISH GUPTA)**

**GOLDEN NETSOFT PRIVATE LIMITED**  
**SCHEDULES FORMING PART OF BALANCE SHEET**

**SHARE CAPITAL**

Schedule "A"

<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
<b>AUTHORISED CAPITAL</b>		
50,000 (Previous Year 50,000)		
Equity Shares of Rs. 10 each	500,000	500,000
<b>ISSUED, PAID UP &amp; SUBSCRIBED</b>		
50,000 (Previous Year 50,000)	500,000	500,00
Equity Shares of Rs. 10 each		
<b>TOTAL</b>	<b>500,000</b>	<b>500,000</b>

**SECURED LOAN**

Schedule "B"

<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
State Bank of Patiala Term Loan	19,190,375	13,685,736
<b>TOTAL</b>	<b>19,190,375</b>	<b>13,685,736</b>

Note: Secured primarily against assignment of receivables and recording of registered power of attorney with lessee and collaterally by equitable mortgage of property situated at Plot No. 8, 2 Bay Building, Sector 32, Institutional Area, Gurgaon. The loan is further guranted by the two directors on personal basis.

**UNSECURED LOAN**

Schedule "C"

<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
Stylam Industries Ltd (Formerly Golden Laminates Ltd)	6,873,578	1,850,125
Satish Gupta	-	2,000
Manit Gupta	600,000	-
<b>TOTAL</b>	<b>7,473,578</b>	<b>1,852,125</b>



<b>GOLDEN NETSOFT PRIVATE LIMITED</b>		
<b>SCHEDULES FORMING PART OF BALANCE SHEET</b>		
<b>Schedule "E"</b>		
<b><u>CURRENT ASSETS, LOANS &amp; ADVANCES</u></b>		<b>SCHEDULE-E</b>
<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
<b>CURRENT ASSET</b>		
Cash in Hand	56,391	95,924
Bank Balance	55,642	42,848
Imprest	12,046	28,388
<b><u>LOANS AND ADVANCES</u></b>		
Advance for Capital Expenditure	11,600,000	1,160,932
Electric Security	284,000	284,000
Rent Receivable	-	667,000
Tax Recoverable	978,134	52,670
Other Loans & Advances	2,000	2,000
<b>TOTAL</b>	<b>12,988,213</b>	<b>2,333,762</b>
<b>Schedule "F"</b>		
<b><u>CURRENT LIABILITIES &amp; PROVISIONS</u></b>		<b>SCHEDULE-F</b>
<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
Sundry Creditors	-	74,600
TDS Payable	-	7,094
Audit Fee Payable	11,030	11,030
Service Tax Payable	319,336	119,583
Rent Security	-	3,500,000
Provision for FBT	-	8,570
<b>TOTAL</b>	<b>330,366</b>	<b>3,720,877</b>
<b>Schedule "G"</b>		
<b><u>MISC. EXPENDITURE</u></b>		<b>SCHEDULE-G</b>
<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
Preliminary Expenses (To the extent not Written off or Adjusted)	14,922	19,896
<b>TOTAL</b>	<b>14,922</b>	<b>19,896</b>

**Schedule "H"****Administrative Expenses**

<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
Insurance Charges Building	7,942	-
Legal & Professional Charges	4,000	-
Miscellaneous Exp.	7,022	-
Rates & Taxes	2,463	-
Audit Fees	11,030	11,030
Travelling Exp	43,390	-
Electricity & Water	97,630	-
Rebate & Discount	244	-
Misc. Balance Written Off	-	503
Round Off	-	(29)
Commission	-	800,000
<b>TOTAL</b>	<b>173,721</b>	<b>811,504</b>

**Schedule "I"****Financial Expenses**

<b>PARTICULARS</b>	<b>AS AT 31.03.2010</b>	<b>AS AT 31.03.2009</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
Bank charges	15,044	71,625
Interest on Term Loan	2,592,838	421,236
<b>TOTAL</b>	<b>2,607,882</b>	<b>492,861</b>

**SCHEDULE J****SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS:****1. SIGNIFICANT ACCOUNTING POLICIES :****1.1 General:**

The accounts are prepared on the historical cost and going concern basis and comply with the presentational requirements of the Companies Act, 1956 and the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India.

**1.2 Inflation:**

Assets and liabilities are recorded at historical cost and these costs are not adjusted to reflect the changing value in the purchasing power of money.

**1.3 Revenue Recognition :**

The Company follows the practice of accounting for all incomes and expenditures on accrual basis.

**1.4 Inventory:**

There was no inventory held in the Company during the year.

**1.5 Fixed Assets:**

Fixed Assets are stated at cost of acquisition/construction. The cost includes purchase price and all other attributable costs of bringing the assets to its working condition for its intended use.

**1.6 Depreciation :**

Depreciation on fixed assets is provided using the straight-line method based at the rates and in manner specified in Schedule XIV to the Companies Act, 1956. Depreciation on addition/sale is provided pro-rata with reference to the day of addition/sale.

**1.7 Investments :**

The Company has not made any investments till the balance sheet date.

**1.8 Foreign Currency Transactions :**

There has been no foreign currency transaction in the Company till the Balance Sheet date.

**1.9 Retirement Benefits :**

No Provision for retirement benefits has been made during the year, as there are no employees in the Company.

**1.10 Expenditure incurred during construction period:**

In respect of major expansion, the indirect expenses incurred during construction period up to the date of commercial production are capitalized on various categories of fixed assets on proportionate basis.

**1.11 Taxation:**

a) Income Tax expenses comprise of current income tax, fringe benefit tax and deferred tax charge or credit.

- b)** Deferred tax is recognized, in respect of deferred tax assets on timing differences, as being the difference between taxable incomes and accounting incomes that originate in one period and are capable of reversal in one or more subsequent periods.
- c)** Deferred tax assets are recognized only to the extent that there is a reasonable certainty that future taxable profits will be available against which such deferred tax assets can be realized.
- d)** Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or subsequently enacted as at the Balance Sheet date.

**1.12 Impairment of assets:**

Consideration is given at each Balance sheet date to determine whether there is an indication of impairment of carrying amount of the Company's fixed assets. If any indication exists, an impairment loss is recognized when the carrying amount exceeds greater of net selling price and value in use.

**1.13 Use of Estimates:**

The company uses prudent and reasonable assumptions and estimates in the preparation of its financial statements, and these are reflected in the reported amounts of income and expenses during the year, and the reported balance of assets and liabilities, and the disclosures relating to contingent liabilities, as at the date of the financial statements.

**1.14 Provisions and Contingencies:**

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimate required to settle the obligation at the Balance sheet date. These are reviewed at each Balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes.

**2 NOTES TO ACCOUNTS :**

2.1 Contingent Liabilities not provided for:	<b>Current Year (Rs. in lacs)</b>	<b>Previous year (Rs. In lacs)</b>
- Counter Guarantees for Guarantees issued by the banks	Nil	Nil
- Letters of Credit	Nil	Nil
- Income-tax	Nil	Nil
 2.2 (a) Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances)	 Nil	 Nil
(b) Capital Work – in - progress	Nil	Nil

**2.3 Impairment of Assets:**

In pursuance of Accounting Standard 28 – Impairment of Assets (AS-28) issued by the Institute of Chartered Accountants of India, the Company has reviewed its carrying cost of assets with value in use (determined based on future earnings) / net selling price (determined based on a valuation). Based on such review, the management is of the view that in the current period, impairment of assets is not considered necessary.

**2.4 Provisions, Contingent Liabilities and Contingent Assets.**

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

2.5 In the opinion of the management, Current Assets, Loans and Advances shown in the Balance Sheet have a value on realisation in the ordinary course of business, at least equal to the amount stated therein. Provisions for all known liabilities are adequate and not in excess of what are required.

2.6 No provisions for the expenses payable to the employees of the company are required to be made as the company is not having any permanent employees.

2.7 The company is in the process of identifying suppliers who are small scale industries or would be covered under The Micro, Small and Medium enterprises Development Act, 2006. In the circumstances, the information, if any, required to be disclosed under the said Act, is not yet ascertained.

2.8 The Company has not provided for any Employee Benefits as per Accounting Standard (AS) – 15, as there are no employees in the Company.

2.9 In accordance with Accounting Standard – 17 on 'Segment Reporting', the Company has only rental income; hence there are no separate reportable segments.

2.10 As the company presently has rental income only and will continue to have the same in the foreseeable future as per Company's current plans, no timing differences will occur till such income continues. Consequently, no fresh provision for deferred tax has been made during the year and the provision for deferred tax liability of Rs.145,100/- relating to previous year has also been reversed during the current year.

2.11 In accordance with Accounting Standard – 18 on Related Party Disclosure, the details of related party relationships and transactions are as under:-

**(A) Holding Company:**

Stylam Industries Limited (Formerly known as Golden Laminates Limited)

**(B) Associate Companies:**

- Golden Chem-Tech Limited
- Evershine Recreation Private Limited
- S.G.Evershine Farms Private Limited
- Zeam Exim Private Limited
- Teji Brar Financial Services Limited
- Evershine Software Private Limited

**(B) Key Management Personnel & their relatives:**

- i. Mr. Jagdish Gupta (Director)
- ii. Mrs. Usha Gupta (Wife of Director)
- iii. Mr. Satish Gupta (Director)
- iv. Mrs. Pushpa Gupta (Wife of Director)
- v. Mrs. Ratan Devi (Mother of Directors)
- vi. Mr. Manit Gupta (Son of Director)



**Disclosure of Related Party Transactions:**

(Rs. in Lacs)

S. No	Nature of transaction		Holding Company	Associate Company	Key Mgt. Personnel (KMP)	Relative of KMP	Total
1.	Unsecured Loan taken	Opening Balance	18.50 (72.08)	NIL (NIL)	0.02 (0.02)	NIL (NIL)	18.52 (72.10)
		Taken during the year	160.97 (141.69)	NIL (NIL)	NIL (NIL)	6.00 (NIL)	166.97 (141.69)
		Given back during the year	110.73 (195.27)	NIL (NIL)	0.02 (NIL)	NIL (NIL)	110.75 (195.27)
		Closing Balance	68.74 (18.50)	NIL (NIL)	NIL (0.02)	6.00 (NIL)	74.74 (18.52)
2.	Advance for Capital Expenditure	Opening Balance	NIL (NIL)	NIL (NIL)	NIL (NIL)	NIL (NIL)	NIL (NIL)
		Given during the year	NIL (NIL)	116.00 (NIL)	NIL (NIL)	NIL (NIL)	116.00 (NIL)
		Taken back during the year	NIL (NIL)	NIL (NIL)	NIL (NIL)	NIL (NIL)	NIL (NIL)
		Closing Balance	NIL (NIL)	116.00 (NIL)	NIL (NIL)	NIL (NIL)	NIL (NIL)

Note: Figure in brackets represents corresponding amounts of previous years

**2.12 Preliminary Expenses**

Preliminary expenses are charged to the Profit & Loss Account in equal installments over requisite period.

2.13 Additional information pursuant to the provisions of paragraphs 3 and 4A to 4D of Part II of Schedule VI to the Companies Act, 1956(to the extent applicable)

	Current Year		Previous Year	
	Qty. (in Kgs)	Value (Rs.)	Qty. (in Kgs)	Value (Rs.)
a) Licensed Capacity	N.A	N.A.	N.A.	N.A.
b) Installed Capacity	N.A	N.A.	N.A.	N.A.
c) Sales & Stocks:				
Opening Stock				
Purchase	No Stock is being maintained by the Company			
Sales				
Closing Stock				
d) Directors' Remuneration :	Nil		Nil	
e) Raw Material Consumed :	N.A	N.A.	N.A.	N.A.
f) Value of Imported / Indigenous Raw Materials, Spare Parts, Components and Stores consumed :	N.A	N.A.	N.A.	N.A.

2.13	Additional information pursuant to the provisions of paragraphs 3 and 4A to 4D of Part II of Schedule VI to the Companies Act, 1956(to the extent applicable)	Current Year		Previous Year	
		Qty. (in Kgs)	Value (Rs.)	Qty. (in Kgs)	Value (Rs.)
a)	Licensed Capacity	N.A	N.A.	N.A.	N.A.
b)	Installed Capacity	N.A	N.A.	N.A.	N.A.
c)	Sales & Stocks:				
	Opening Stock				
	Purchase	No Stock is being maintained by the Company			
	Sales				
	Closing Stock				
d)	Directors' Remuneration :		Nil		Nil
e)	Raw Material Consumed:	N.A.	N.A.	N.A.	N.A.
f)	Value of Imported / Indigenous Raw Materials, Spare Parts, Components and Stores consumed:	N.A	N.A.	N.A.	N.A.
		Current Year		Previous Year	
		%age	(Amt. in Rs.)	%age	(Amt. in Rs.)
	<b>Raw Materials</b>				
	Imported	Nil	Nil	Nil	Nil
	Indigenous	Nil	Nil	Nil	Nil
	<b>Spare parts, components &amp; stores</b>				
	Imported	Nil	Nil	Nil	Nil
	Indigenous	Nil	Nil	Nil	Nil
g)	<b>C I F Value of Imports :</b>				
	Raw Materials		Nil		Nil
	Stores, Spares and Components		Nil		Nil
	Capital Goods		Nil		Nil
h)	<b>Expenditure in Foreign Currency :</b>				
	Interest		Nil		Nil
	Foreign Travel		Nil		Nil
	Others		Nil		Nil
i)	<b>Earning in Foreign Currency :</b>				
	Exports of goods on FOB basis		Nil		Nil
j)	<b>Auditor's Remuneration:</b>				
	Audit Fee		11030		11030
2.14	Figures for the previous year have been regrouped and/or rearranged wherever considered necessary to make them comparable with those of the current year.				
2.15	Figures have been rounded off to the nearest rupee.				

2.16 **BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

**a) Registration Details**

Registration No. U72200CH2004PTC027662  
 Balance Sheet Date March 31, 2010

**b) Capital raised during the year : (Rs in 000's)**

Public Issue Nil Right Issue Nil  
 Bonus Issue Nil Private Placement Nil

**c) Position of Mobilisation and Deployment of Funds: (Rs. in 000's)**

Sources of Funds		Application of funds	
Paid up Capital	500	Net Fixed Assets	19144
Reserves & Surplus	4653	(Incl. Capital W-I-P)	
Secured Loans	19190	Investments	--
Unsecured Loans	7474	Net Current Assets	12658
Deferred Tax Liability	-	Misc. Expenditure	15
		Profit & Loss Account	
<b>TOTAL</b>	<b>31817</b>	<b>TOTAL</b>	<b>31817</b>

**d) Performance of Company: (Rs in 000's)**

Turnover 7485  
 Total Expenditure 3389  
 Profit/(Loss) before Tax 4095  
 Profit/(Loss) after Tax 3630  
 Earning per share (in Rs) 72.60  
 Dividend Rate (in % age) NIL

**e) Generic Names of Three Principal Products/Services of Company (As per Monetary Terms):**

Item Code No. : Nil  
 Product Description : Nil

As per our separate report of even date attached.

**For S. S. Kothari Mehta & Co.**  
**Chartered Accountants**

**For and on behalf of the Board of Directors**

Sd/-  
 (CA Dinesh K. Abrol)  
 Partner  
 M.No. 087899

Sd/-  
 (Jagdish Gupta)  
 Director

Place : CHANDIGARH  
 Dated : 31st May, 2010

Sd/-  
 (Satish Gupta)  
 Director

**STYLAM INDUSTRIES LIMITED**

(Formerly Golden Laminates Ltd.)

**Registered Office**

**S.C.O. 14, SECTOR 7-C, MADHYA MARG, CHANDIGARH - 160 019**

Folio No. ....

DPID No.....

Client ID No.....

No. of Shares held.....

**ATTENDANCE SLIP**

I/We hereby record my/our presence at the 19th Annual General Meeting of the Company to be held at Chandigarh Club, Sector-1, Chandigarh on Tuesday, the 31st August 2010 at 10.00 A.M.

Name of the Share holder.....

(In Block Letters)

Signature of the Share holder .....

Name of the Proxy .....

(In Block Letters)

Signature of Proxy.....

NOTE :

You are requested to sign and hand over this slip at the entrance.

If you intend to appoint a proxy to attend the meeting instead of yourself, the Proxy form must be deposited at the Registered Office of the Company at S.C.O. -14, Sector - 7C, Madhya Marg, Chandigarh - 160019 not less than 48 hours before the time for holding the meeting.

If you are attending the meeting in person or by proxy, your copy of the Annual Report may please be brought by you/your proxy for reference at the meeting.

**-----TEAR HERE-----**

**STYLAM INDUSTRIES LIMITED**

(Formerly Golden Laminates Ltd.)

**Registered Office**

**S.C.O. 14, SECTOR 7-C, MADHYA MARG, CHANDIGARH - 160 019**

Folio No. ....

DPID No.....

Client ID No.....

No. of Shares held.....

**FORM FOR PROXY**

I/We .....of

.....in the district of .....being a

member/members of the above named company hereby appoint Mr.....

in the district of .....or failing him

Mr.....of.....in the district of .....

as my/our proxy to vote for me/us on my/our behalf at the 19th Annual General meeting of the company to be held on Tuesday, the 31st August 2010 and at any adjournment thereof.

Signed this..... day of .....2010

NOTE :

Please Affix  
One Rupee  
Revenue  
Stamp

The proxy form must be deposited at the Registered Office of the Company at SCO 14, Sector 7-C, Madhya Marg, Chandigarh not less than 48 hours before the time of holding the meeting