



KHATEMA FIBRES LIMITED

403-405, Vikas Deep Building District Centre Laxmi Nagar, Delhi-110092

Phone : 22422471 (8 Lines), Fax: 91-11-22422480, 22526933

Email : info@khatemafibres.com, Website: <http://www.khatemafibres.com>

BALANCE SHEET AS AT 31st MARCH, 2003

SOURCE OF FUNDS

SHARE HOLDER'S FUND

- a. Share Capital
- b. Reserves & Surplus

LOANS

- a. Secured
- b. Unsecured

DERERRED TAX LIABILITY (ASSETS)

Transfer from General Reserve for Deferred Tax Liability upto 31st March 2002
Transfer from P & L account for current year

TOTAL

APPLICATION OF FUNDS

FIXED ASSETS

- a. Gross Block
- b. Less: Depreciation

Net Block

	Sch	31-Mar-03	31-Mar-02
49,790,000.00	1	48,000,000.00	
68,860,657.17	2	81,143,216.15	129,143,216.15
253,658,916.04	3	247,353,376.65	
9,263,990.00		10,892,850.00	258,246,226.65
18,317,390.00		0.00	
-316,373.00		0.00	0.00
<u>399,574,580.21</u>		<u>387,389,442.80</u>	
304,557,093.42	4	278,821,319.94	
139,198,048.49		113,689,937.71	
165,359,044.93		165,131,382.23	

INVESTMENTS

5

17,000.00

17,000.00

CURRENT ASSETS, LOANS & ADVANCES

a. Current Assets

i) Interest Accrued on Investment		0.00		0.00
ii) Inventories	6	165,496,622.63		112,853,528.13
iii) Sundry Debtors	7	113,168,809.87		151,554,452.61
iv) Cash & Bank Balances	8	18,365,764.55		18,078,418.73
		297,031,197.05		282,486,399.47
b. Loans & Advances	9	9,495,013.89		12,950,279.77
TOTAL		306,526,210.94		295,436,679.24
c. Deduct : Current				
Liabilities & Provisions	10	72,327,675.66		73,195,618.67
NET CURRENT ASSETS		234,198,535.28		222,241,060.57

TOTAL

399,574,580.21

387,389,442.80

Notes forming part of the accounts

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NOTE: Schedules 1 to 16 form part of the accounts.

AUDIT REPORT

In terms of our Report of even date attached for Seth & Associates Chartered Accountants

R.C.Rastogi
Chairman & Managing Director

A.P. Rastogi
Director

Ashok Seth

Adesh Jain

Manoj Kr. Singh

Date : 10.06.2003

Proprietor
M.No 016730

V.P. (Finance)

Company Secretary

Place : Khatema

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2003

INCOME		Sch		
Sales (net of returns)		591,067,320.48		
Less Excise Duty		<u>40,992,640.00</u>		
Interest Income (TDS Deducted Rs 431500 /- Pr Yr 289697/-)			550,074,680.48	
Other Income			<u>2,022,479.00</u>	
Excess Provisions Written Back			225,112.16	
Increase / (Decrease) in Closing Stock	15		0.00	
			<u>-3,300,937.40</u>	
				516,446,915.27
				<u>1,316,789.10</u>
				814,327.26
				0.00
				<u>6,886,426.77</u>
				<u>525,464,458.40</u>
EXPENDITURE				
Material Manufacturing &				
Operating Expenses	11		409,784,224.87	388,367,553.82
Personnel	12		16,391,055.75	19,116,675.00
Sales & Administration	13		40,048,240.12	35,555,659.61
Provision for Doubtful Debtors & Advances			568,016.28	446,161.38
Amounts Written Off			18,501.66	195,190.50
Loss on Sale of Assets			<u>136,474.00</u>	<u>0.00</u>
Sub Total			<u>466,946,512.68</u>	<u>443,681,240.31</u>
Profit Before Depreciation, Interest & Tax			<u>82,074,821.56</u>	<u>81,783,218.09</u>

Bank & Finance Charges	14	45,020,702.91	45,817,915.73
Profit Before Depreciation & Tax		37,054,118.65	35,965,302.36
Depreciation		25,795,811.63	23,259,766.76
Net Profit for the year		<u>11,258,307.02</u>	<u>12,705,535.60</u>
Previous Year Adjustment (Net) Dr/(Cr)		210,838.00	2,665,183.35
Provision for Deferred Tax Liability(Assets)		-316,373.00	0.00
Provision for current Income Tax		5,329,011.00	2,492,087.00
Balance Profit brought Forward from last year		6,034,831.02	7,548,265.25
Less Transferred to General Reserve		16,643,216.15	19,094,950.90
Net Profit Transferred to Balance Sheet		<u>20,000,000.00</u>	<u>10,000,000.00</u>
		<u>2,678,047.17</u>	<u>16,643,216.15</u>

Notes forming part of the accounts

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In terms of our Report of even date attached for Seth & Associates Chartered Accountants

R.C.Rastogi
Chairman & Managing Director

A.P. Rastogi
Director

Ashok Seth
Proprietor
M.No 016730

Adesh Jain
V.P. (Finance)
Manoj Kr. Singh
Company Secretary

Date : 10.06.2003
Place : Khatena