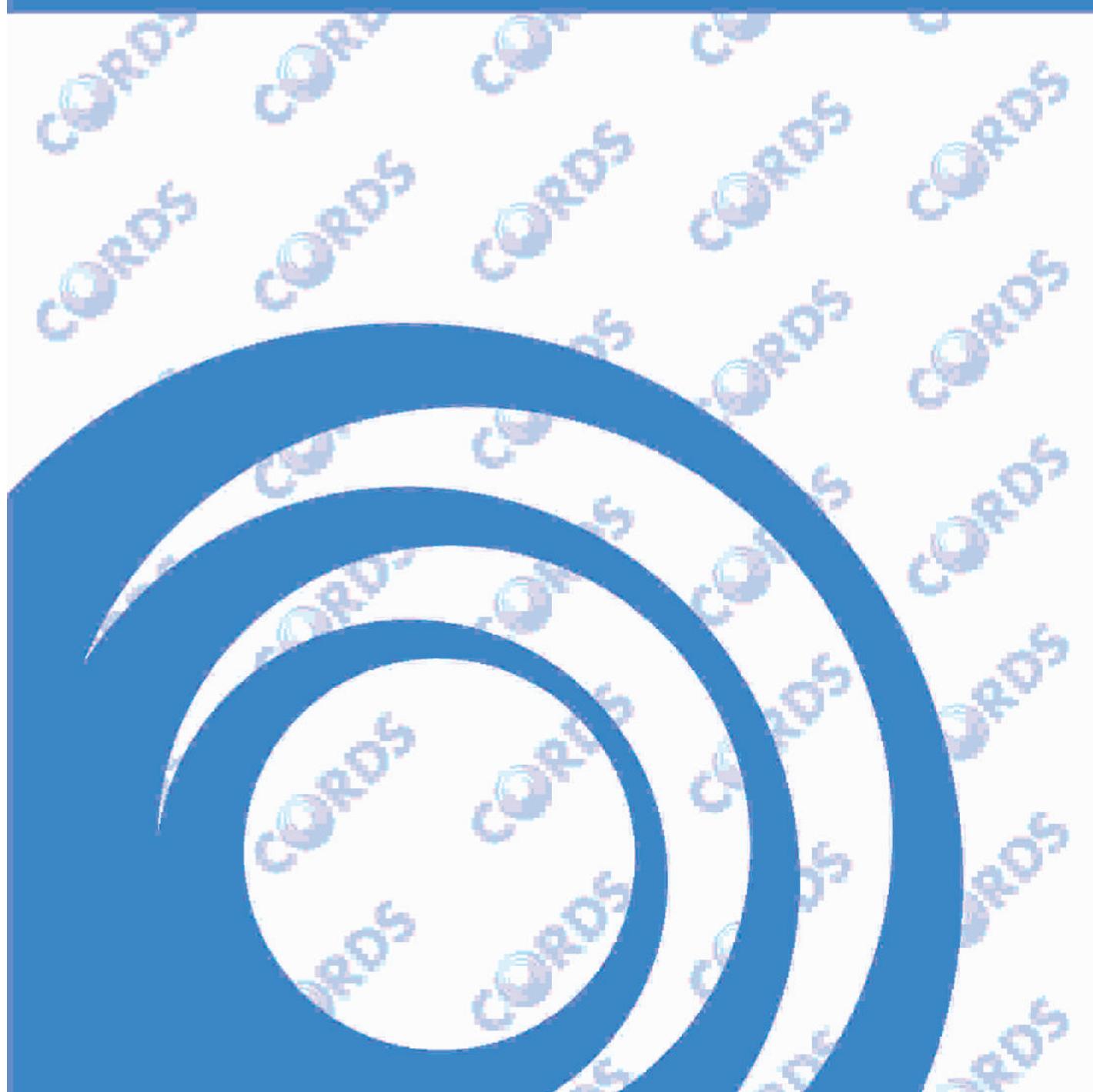
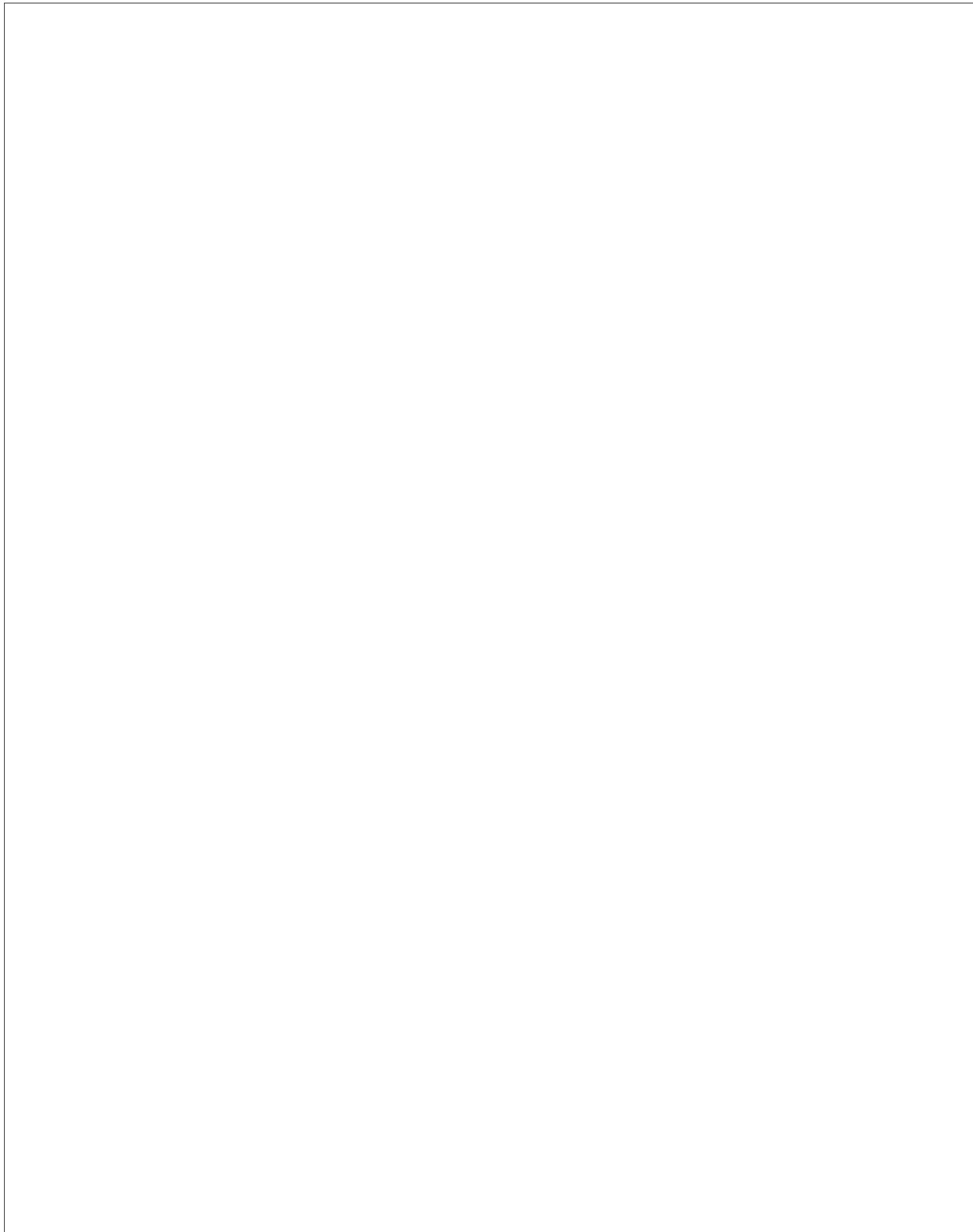




Annual Report 2013-14



Cords Cable Industries Limited





CONTENTS

	Page No.
Corporate Profile	2
Management Discussion and Analysis Report	3 - 11
Directors Report	12 - 18
Report on Corporate Governance	19 - 40
Auditor's Report	41 - 47
Balance Sheet	48
Profit and Loss Account	49
Cash Flow Statement	50
Notes on the Financial Statements	51-54
Schedules to the Accounts	55 - 72

**BOARD OF DIRECTORS**

Mr. Naveen Sawhney	Managing Director
Mr. Devender Kumar Prashar	Joint Managing Director
Mr. Om Prakash Bhandari	Non-Executive Director
Mr. Ajit Kumar Sahay	Non-Executive Director
Mr. N.K. Balasubramanian	Non-Executive Director (upto July 01, 2014)

MANAGEMENT TEAM

Mr. Vinod Kumar Beri Chief Executive Officer	Mr. Satinder Bedi Head (Business Development)
Mr. Dinesh Shukla President (Operations)	Mr. H. K. Pandita Vice President (Marketing)
Mr. Sandeep Kumar General Manager (Finance & Accounts)	Mr. Anil Gupta General Manager (Technical)

COMPANY SECRETARY

Ms. Garima Pant

REGISTRAR AND SHARE TRANSFER AGENT

Link Intime India Private Limited
44, Community Centre, 2nd Floor, Naraina Industrial Area,
Phase I, Near PVR Naraina, New Delhi-110028
Tel No- +91-011-41410592,93,94
Fax No- +91-011-41410591
Email-delhi@linkintime.co.in

STATUTORY AUDITORS

M/s Sharma Goel & Co
Chartered Accountants, New Delhi

REGISTERED OFFICE

CORDS CABLE INDUSTRIES LIMITED
CIN : L74999DL1991PLC046092
B-1/A-26, Mohan Cooperative Industrial Estate,
Mathura Road, New Delhi-110044.
Tel No- +91-011-40551200
Fax No- +91-011-26951196
Email ID-
- For Investors - csco@cordscable.com
- For Others - ccil@cordscable.com
Website - www.cordscable.com

BANKERS & FINANCIAL INSTITUTIONS

Canara Bank
ICICI Bank Limited
IDBI Bank Limited
Citi Bank NA
State Bank of Patiala
Rajasthan State Industrial Development &
Industrial Corporation Ltd. (RIICO Ltd.)

STOCK EXCHANGES

Bombay Stock Exchange Limited
National Stock Exchange of India Limited

PLANT LOCATIONS

- 1) A-525, Industrial Area Chopanki, Bhiwadi,
Dist. Alwar (Raj) 301 019
- 2) SP-239,240 & 241,
Industrial Area Kahranji,
Bhiwadi Extn.,
Dist. Alwar (Raj) 301 019

REGIONAL OFFICES

(1) Mumbai (2) Hyderabad (3) Kolkata

MANAGEMENT DISCUSSION & ANALYSIS

Since its inception, Cords Cable Industries has diversified its business model and has shown significant presence in both the domestic as well as international markets, serviced largely the institutional segments and has catered both the private and public sector clients. The company continued to fine tune its production output to meet country's changing demands. The company met the demand for high-quality customized cables that included control, instrumentation, thermocouple cables and power cables. Specialty cables have emerged as a significant market on account of the growth in sophisticated applications in many vital sectors of the Indian as well as world economy.

ECONOMIC OVERVIEW

GLOBAL : Global growth is projected to strengthen from 3 percent in 2013 to 3.6 percent in 2014 and 3.9 percent in 2015, broadly unchanged from the October 2013 outlook. In advanced economies, growth is expected to increase to about 2½ percent in 2014–15, an improvement of about 1 percentage point compared with 2013. Key drivers are a reduction in fiscal tightening, except in Japan and still highly accommodative monetary conditions. Growth may be the strongest in the United States at about 2¾ percent. Growth is projected to be positive but varied in the euro area: stronger in the core, but weaker in countries with high debt (both private and public) and financial fragmentation, which will both weigh on domestic demand. In emerging markets and developing economies, growth is projected to pick up gradually from 4.7 percent in 2013 to about 5 percent in 2014 and 5¼ percent in 2015. Growth will be helped by stronger external demand from advanced economies but tighter financial conditions may dampen domestic demand growth. In China, growth is projected to remain at about 7½ percent in 2014 as the authorities seek to rein in credit and advance reforms while ensuring a gradual transition to a more balanced and sustainable growth path.

Yet unexpectedly rapid normalization of U.S. monetary policy or renewed bouts of high risk aversion on the part of investors could result in further financial turmoil. Also, risks to activity associated with very low inflation have come to the fore, especially in the euro area, where large output gaps have contributed to low inflation. More monetary easing, including unconventional measures, may be necessary to sustain activity and help achieve the European Central Bank's price stability objective, thus lowering risks of even lower inflation or outright deflation. In Japan, implementation of the remaining two arrows of 'Abenomics'—structural reform and plans for fiscal consolidation beyond 2015—is essential to achieve the inflation target and higher sustained growth. The need for credible medium-term fiscal plans, however, extends beyond Japan. The combination of large public debt stocks and the absence of medium-term adjustment plans that include specific measures and strong entitlement reforms is the main factor behind important medium term fiscal risks in advanced economies, including in the United States. In the euro area, repairing bank balance sheets in the context of a credible asset quality review and recapitalizing weak banks will be critical if confidence is to improve and credit is to revive. Many economies need a new round of structural reforms that include investment in public infrastructure, removal of barriers to entry in product and services markets, and in China, rebalancing growth away from investment toward consumption.

Nevertheless, beyond doubt, global activity has broadly strengthened and is expected to improve further in 2014–15, with much of the impetus coming from advanced economies.

(Source: World Economic Outlook)

INDIA : The Indian economy had been suffering from lower growth and various structural weaknesses as it entered 2013-14 and these continued throughout the financial year. Real GDP growth for 2013-14 is estimated



to be 4.9% with industrial growth slipping to a paltry 0.7%. The economy has been under serious fiscal pressure. The Government of India (GoI) logged an average fiscal deficit of 5.6% of GDP in the last five years (2008-09 to 2012-13), which was significantly higher than the 3.6% during previous five years (2003-04 to 2007-08). Revised estimates suggest that the fiscal deficit for 2013-14 will be at around 4.6% of GDP. The stressed exchequer of the GoI has prevented government backed investment impetus to infrastructure.

By the end of 2013-14, there have been some positive signals. For one, headline producer price inflation in terms of the Wholesale Price Index moderated to 5.9% in March 2014. While Consumer Price Index inflation reduced to a 25-month low, posting at 8.1% in February 2013, it still remained high by any long term yardstick. For another, driven mainly by a reduction in imports, India's trade deficit reduced by 29% to US\$180 billion in April 2013-February 2014 compared to the corresponding period in the previous year. Consequently, the current account deficit as a ratio to GDP has narrowed significantly. In addition, since September 2013 there has been a surge in foreign capital inflows into India, and India's foreign exchange reserves reached US\$ 298.6 billion by the end of March 2014, which was an accretion of US\$ 23.1 billion over end-August 2013.

Real GDP growth is projected to recover from 4.4 percent in 2013, strengthen to 5.4 percent in 2014 and 6.4 percent in 2015, assuming that government efforts to revive investment growth succeed coupled with implementation of recently approved investment projects and improving export competitiveness after the recent rupee depreciation supported by slightly stronger global growth.

However, one needs to be careful. Even if it is the case that the business cycle has bottomed out, it is equally true that the upswing will be gradual, especially in infrastructure.

INDUSTRY SCENARIO

Wire and Cable industry's fate is closely linked to that of the industrial growth in general. Cables are crucial infrastructure backbone of an economy - the critical elements that wire up the length and breadth of the country. With the green shoots visible in with the expectation of a stable pro-reform, growth focused government at the centre and as per the indications available, the growth is expected to pick up slowly in the later part of the financial year provided improved governance and concerted action to resolve structural bottlenecks are effectively in place. Demand for cables is expected to improve further with the improvement in industrial growth. The Indian Wire and Cable industry offers lucrative scope for stable revenue streams to manufacturers of both specialised cables and power cables. The prospects of the Wire and Cable industry are interlinked with the health of other industries viz: power, telecom, railways, real estate, steel, cement, refineries, infrastructure etc., government's procurement policies, strategic diversifications and switching over to integrated manufacturing. With the growth of other related industries, the Indian Wire and Cable industry is indeed bound to grow & prosper.

OPPORTUNITIES IN VARIOUS SECTOR

Electrical wires and cables market is expected to grow at a steady pace as the government is investing heavily in infrastructure development. Increase in capacity of the existing power plants and commissioning of the new ones shall result in higher demand for electric wires and cables.

Apart from the above, Government impetus in refineries, ports, airport modernization, power and fertilizers will offer a boost to the wire and cable industry as almost all manufacturing companies need cables. Robust industrialization and growing urbanization are also one of the important drivers identified. Auto sector and railways are the other important sectors consuming wires and cables on a large scale. Additionally, growth will be fuelled by urbanization as cables and wires will be required in buildings and offices.

POWER

Power is a critical infrastructure for economic growth. Power is considered to be a core industry as it facilitates development across various sectors of the Indian economy, such as manufacturing, agriculture, commercial enterprises and railways. The power sector consists of generation, transmission and distribution utilities and is a crucial component of India's infrastructure. In keeping with the performance of the power sector during 2013-14, credit flow to the sector increased by 24.9 per cent.

India's growth over the past decades has increased its power demand, which is still largely unmet. The capacity-addition target for the Twelfth Plan period is estimated at 88,537 MW, comprising 26,182 MW in the central sector, 15,530 MW in the state sector, and 46,825 MW in the private sector respectively. The capacity-addition target for the year 2012-13 was 17,956.3 MW, against which a record capacity addition of 20,622.8 MW (20,121.8 MW thermal and 501 MW hydro) was achieved—the highest-ever annual capacity addition. The capacity addition target for the year 2013-14 was 18,432.3 MW against which a capacity addition of 17,825.1 MW had been achieved.

The Ministry of Power launched an initiative for development of coal-based supercritical Ultra Mega Power Projects (UMPP) of about 4000 MW capacity each. Four UMPPs, namely Sasan in Madhya Pradesh, Mundra in Gujarat, Krishnapatnam in Andhra Pradesh, and Tilaiya in Jharkhand, have already been transferred to the identified developers and are at different stages of implementation. Some units of Sasan and other awarded UMPPs are expected to come up in the Twelfth Plan (except the last unit of the Tilaiya UMPP, which is likely to come up in the Thirteenth Plan).

(Source: indiabudget.nic.in)

The positive trend in the power sector is one of the most important catalysts for the wire and cable industry. Cables play a crucial part in all the three aspects of the power sector - generation, transmission and distribution. Therefore, the trend of wire and cable industry is to some extent dependent upon the power sector.

STEEL SECTOR

The steel industry has witnessed fine growth in past few years. World crude steel production for the 65 countries reporting to the World Steel Association was 127 million tonnes in November 2013, an increase of 3.6% compared to November 2012. India has become the second best in terms of growth amongst the top ten steel producing countries in the world and a net exporter of steel during 2013-14. Steel production in India recorded a growth rate of 4.8 per cent in February 2014 over February 2013. The cumulative growth during April–February, 2013-14 stood at 4.2 per cent over the corresponding period of the previous year.

Steel consumption increased by 0.6 per cent respectively in 2013-14. Duty on ship breaking scrap and melting scrap of iron or steel rationalized by reducing the basic customs duty on ships imported for breaking up from 5 percent to 2.5 percent. Reduction in basic customs duty from 10 percent to 5 percent on forged steel rings used in the manufacture of bearings of wind operated electricity generators.

(Sources: indiabudget.nic.in & www.ibef.org)

The increased production and the expansion plans of the steel sector will in turn boost demand for cables as it is required for setting up new facilities.

REAL ESTATE SECTOR

The Indian real estate sector has come a long way and is today one of the fastest growing markets in the world. It comprises four sub-sectors – housing, retail, hospitality, and commercial. While housing contributes to five-six percent of India's gross domestic product, the remaining three sub-sectors are also increasing at a fast pace. Real estate in India is being recognised as an infrastructure service that is driving the economic growth engine of the country. Growing infrastructure requirement in diverse sectors such as tourism, education, healthcare, etc., are offering several investment opportunities for both domestic as well as foreign investors. Total investment by private equity funds in the real estate sector from January–March 2014 was approximately Rs 28 billion (US\$ 465.19 million). This is a substantial increase of 28 per cent compared to the previous quarter and close to 2.5 times the investments during January–March 2013. Recently, the government has announced its plan of developing 100 smart cities as satellite towns of larger cities and of modernizing the existing mid-sized cities. With the proposed initial budgeted expenditure of Rs.7060 crore in the current financial year, this would add as a big impetus for a wide range of opportunities for the wire and cable industry.

(Source: www.ibef.org/industry/real-estate-india.aspx)

Growth in the real estate sector is essential to the wires and cable industry.**AIRPORT MODERNIZATION**

The aviation sector is one of the prime movers for economic growth and a strategic element of employment generation, besides providing air transport for passengers and goods. The Indian civil aviation sector is showing signs of revival in growth after a period of turbulence with emergence of new players. Domestic passenger traffic handled at Indian airports grew by 5.2 percent in 2013-14. According to the Economic Survey 2013-14, domestic passenger traffic handled at Indian airports stood at 122.43 million in 2013-14 as compared to 116.37 million in 2012-13. In terms of international passenger traffic, Indian airports handled 46.62 million in 2013-14 as against 43.03 million, up 8.34 percent. The survey said international cargo throughput at Indian airports last fiscal stood at 1.44 MMT as compared to 1.41 MMT in the previous fiscal. During 2013-14, domestic cargo throughput was at 0.84 MMT as against 0.78 MMT, a growth of 7.7 percent, it added.

To enhance airport infrastructure in India, modernization of existing airport infrastructure in metro and non-metro cities and construction of greenfield airports are contemplated. Development of 35 non-metro airports which have been identified based on regional connectivity, development of regional hubs, etc., has been undertaken by the AAI. Development work for Vadodra and Khajuraho Airports is also in progress.

Increased activity in Airport modernization shall add to the demand for specialized cables.**RAILWAYS (including Metro-rails)**

The Indian Railways' contribution to national integration has been unparalleled. It has knit India together by connecting all the regions, and almost all the states, in a single transport network. It has always played a unique role in meeting the transportation needs of the common man, while simultaneously serving as a critical infrastructure facilitator for the carriage of goods.

In order to meet various challenges, and also keeping in view the overall thrust of the Twelfth Five Year Plan (2012-17), the policies of Indian Railways currently focus on creation of additional capacity, modernization of the existing network, improvement in asset utilization and productivity, and modernization of rolling stock and maintenance practices to bring about overall improvement in the quality of railway services, while augmenting profitability and internal resource generation. Vision 2020 addresses one of the biggest development challenges

of contemporary India, namely, Growth with Jobs and not Jobless Growth. Vision 2020 aims at considerably enhancing the Indian Railways' contribution to the national goal of achieving double-digit GDP growth rate on a sustainable basis.

Some of the major goals set for 2020 in the document include:

- (a) Establish quality of service benchmarked to the best of the railway systems in the world;
- (b) Target to achieve Zero accidents;
- (c) Target to achieve Zero failures in equipments;
- (d) Utilize at least 10% of its energy requirement from renewable sources;
- (e) Institute a foolproof eco-friendly waste management system;
- (f) Complete 4 high speed corridors of (2000 kms) and plan development of 8 others.

METRO-RAIL:

Metro-rail in India has become a boon for citizens. Commuting has been made easier for passengers and traffic jams reduced. Delhi metro became India's first modern metro and third rapid transit system in India overall. The Union urban development ministry has decided to consider the proposal for Metro in Tier II cities like Lucknow, Kanpur, Patna, Jaipur, Ahmedabad, Pune, Surat, Indore, Nagpur, Kochi, Coimbatore, Kozhikode. The Metro fever is catching up in smaller cities, thanks largely to the success of Delhi Metro. Cities like Chandigarh, Ludhiana and Bhopal are making a case for Metro, even though they don't qualify because of the population cut-off.

Some of the upcoming metro projects are:

Kochi Metro: Classified as the Tier-II city, the first phase of Kochi metro is expected to end by 7 June 2016. The estimated cost of the project would be Rs. 5181 crore.

Hyderabad Metro: The project is being under construction under private public partnership, with an estimate cost of Rs. 17,000 crore. The phase 1 of the project includes 3 lines.

Bhopal Metro: The total system consists of 3 corridors covering a distance of 38.5 km. This project will cost INR80 billion (US\$1.2 billion) approximately.

Lucknow Metro: It will be the most expensive public transport system in the state of U.P. The project would cost around Rs. 12500 crore.

Chandigarh Metro: The operation is expected to start by 2018. The number of lines proposed is two. Number of stations would be 30. The cost of the project would be around Rs. 113.75 billion.

Patna Metro: The planning commission gave approval for Mass Rapid Transit system for the City of Patna on September 14, 2011. The metro rail in Patna is the second metro rail transport system in the total East India after the Kolkata Metro in the city of Kolkata. The Metro rail is expected to run on three routes in 2016. For First Phase:- Route 1A, 1B, 2 i.e. Danapur to Mithapur Bypass Chowk, Digha-High Court Link and Patna Railway Station to Proposed ISBT. In the second phase, Metro Rail services would be provided between Bypass Chowk Mithapur to Deedarganj via Transport Nagar along NH 30 Bypass (13 km) Elevated along Bypass Road and in the third phase between Bypass Chowk Mithapur to Phulwari Sharif AIIMS via Anisabad along NH 30 Bypass (11 km) Elevated along Bypass Road.

(Source: <http://www.indiatvnews.com/news/india/10-upcoming-metro-destinations-indian-cities-30588.html?page=11>).

Thus, Ministry's Vision 2020 coupled with an enormous potential for demand for cables in the various Rail Projects shall boost the demand for special cables.

HYDROCARBONS:

OIL AND GAS: Crude oil production across the industry during April to March, 2013-14 stood at 37.776 MMT against the targeted production of 39.396 MMT. ONGC produced 22.234 MMT during the year under review as against the target of 24.083 MMT while Oil India Limited (OIL) produced 3.46 MMT during the year. On the other hand, Private/JV companies were 5.35% ahead of their crude production targets for the 2013-14 period, having produced 12.076 MMT as against the target of 11.463 MMT. On natural gas front, 35,390.926 MCM Natural Gas was produced during 2013-14, as against the target of 38,453.714 MCM.

CBM: In India, natural gas production in 2013-14 was about 35.406 Billion Cubic Metre (BCM) or 97 MMSCMD by ONGC, OIL and Private/ JV Companies. About 73.2% of natural gas production was by ONGC and OIL from nomination regime and remaining 26.8% of natural gas production was by Private/JV companies from PSC regime.

Coal Bed Methane is an unconventional energy segment in India. The share of offshore natural gas production in 2013-14 was about 74.5%. The remaining natural gas production including CBM was from 8 States viz., Andhra Pradesh (3.3%), Arunachal Pradesh (0.1%), Assam (8.1%), Gujarat (4.7%), Rajasthan (2.8%), Tamil Nadu (3.7%), Tripura(2.3%) and West Bengal(0.4%). (Source: <http://petroleum.nic.in/oilgasprod.pdf>)

CBM from Raniganj East block, operated by Essar, is likely to go up to over 3.56 mm scmd in 2016-17 from the current level of just about 0.49 mm scmd. Output from Raniganj South block, operated by Great Eastern Energy Corporation Ltd (GEECL), is expected to rise to 3mm scmd in 2018-19 from 0.57mm scmd in 2013-14. RIL's two blocks, Sohagpur East and Sohagpur West, expected to contribute a cumulative 2.8 mm scmd by 2016-17. At present both these blocks are under development.

(Source: <http://www.projectsmonitor.com/pm-specials/energy/natural-gas-production-set-to-improve-by-next-year/>)

SHALE GAS: Shale gas is natural gas produced from shale, a type of sedimentary rock. Shale gas has become an increasingly important source of natural gas in the United States over the past decade, and interest has spread to potential gas shales in Canada, Europe, Asia, and Australia. One analyst expects shale gas to supply as much as half the natural gas production in North America by 2020. Many countries have expressed environmental concerns which have led to restrictions on hydraulic fracturing to produce shale gas or oil. Although the shale gas potential of many nations is being studied, as of 2013, only the US, Canada, Mexico and China produce shale gas in commercial quantities, and only the US and Canada have significant shale gas production. A multi-organizational team of the Director General Hydrocarbons (DGH), Oil and Natural Gas Corporation (ONGC), Oil India Limited (OIL), Gas Authority of India Limited (GAIL) has been formed by the government to examine the existing data set and suggest a methodology for shale gas development in India.

REFINING: India is emerging as a refinery hub as the last decade showed a tremendous growth in the refining sector. India's total refining capacity increased from 187.4 million tpa in 2011 to 215.1 million tpa as on 1 January 2013, and is projected to reach 218.4 million tpa by the end of 2012-13 and 239.6 million tpa in 2013-14 with capacity augmentation of existing refineries and commissioning of the Indian Oil Corpn. Ltd.'s Paradip Refinery. In the 12th Five year plan period 50 million tonne will be added to the total refining capacity of India through capacity expansion projects of existing units. While new refinery units, which are expected to come up in the near future, will add up to 90.5 million tonne to India's total refining capacity.

Company is actively supplying cables to the Hydrocarbon sector & the impetus on the above shall boost the demand for cables.

With strong investments proposed across sectors, the cable industry in India is slated for a strong growth going forward.

RISKS AND CONCERNs

Liquidity Risk: Liquidity risk arises out of lack of adequate funds in the day to day operations. All businesses need to manage liquidity risk to ensure that they remain solvent. The company manages the liquidity risk through prudent resource planning to ensure the availability of adequate funds at all times to meet its obligations on its liabilities as well as disbursement on due dates.

Finance Cost Risk: Finance Cost risk arises due to payment of high rate of interest on term loans and other funds & non fund based facilities being availed by the company from banks and other financial institutions. The company tries to minimize this risk by keeping a check on the interest rates charged by various banks and by swapping its long term/short term loans with banks charging lesser interest rates.

Raw Material Availability and Price Fluctuations: Scarce availability and price-volatility in Company's Basic Raw Materials - Copper, Aluminium, Steel, and PVC etc. can severely impact the profits of the Company. To mitigate these risks, the Company inculcates MOUs with its suppliers, price escalation clauses for large orders and hedges these raw-materials on the commodity exchange.

Foreign Exchange Risk: Foreign exchange risk is a financial risk posed by an exposure to unanticipated changes in the exchange rate between two currencies. Company imports a part of its raw materials and is also engaged in export of its products. To mitigate this risk, the company resorts to forward booking where deemed appropriate.

Human Resource Risk: In the absence of quality human resources, the company may not be able to execute its growth plans. To mitigate this risk, the company places due importance to its human capital assets and invests in building and nurturing a strong talented pool to gain strategic edge and achieve operational excellence in all its goals.

**FINANCIAL REVIEW****Results of Operations**

During the year under review, Net Sales from Operations stood at Rs. 26299.24 Lacs, as against Rs.38543.54 Lacs in FY'13.

The Operational Profit, before making provision for Interest, Depreciation and Amortization, stood at Rs. 2581.43 Lacs for FY'14 as against Rs. 3833.71 Lacs in FY'13. Thus, the OPBITDA stood at over 9.82% of sales. Thereby, the Profit After Tax during the year stood at Rs. 203.45 Lacs, as against Rs. 608.08 Lacs in the previous Financial Year' 13.

Major reason for the drop in sales had been the shortage and interrupted supply of our key base raw material – Copper, especially during the period from March 2013 to September 2013. Due to shortage and interrupted supply of raw material, company was not able to produce the desirable quantity.

Particulars	(Rs. in Lacs)	
	Fy'14	Fy'13
Gross Sales	28688.28	42401.55
Net Income from Operations	26299.24	38543.54
Total Expenditure	23717.81	34709.83
(a) Consumption of Raw Material	20387.42	30721.11
(b) Manufacturing Expenses	1245.75	1692.67
(c) Staff Cost	1423.36	1628.72
(d) Administrative & Other Expenses	661.28	667.33
OPBITDA	2581.43	3833.71
Deprecation & Amortisation	499.19	840.04
OPBIT	2082.24	2993.67
Finance Charges (Net)	1965.92	2264.24
OPBT	116.32	729.43
Non Operating Income / Other Income	185.53	170.64
PBT	301.85	900.07
Current Year Tax	—	243.43
Deferred Tax	98.40	48.56
PAT	203.45	608.08

The Company mainly produces and sells Special Cables like Control & Instrumentation cables and Copper is the basic raw material which goes into producing these Control & Instrumentation cables. One of the chief raw material suppliers from which the company procures nearly 80%-90% of its requirement of main raw material was unable to supply adequate and steady quantities of Copper due to the pollution control issues faced by the supplier (the State pollution control department had shut down the suppliers' manufacturing facility). Further, another major supplier of copper for the company had gone in for its annual maintenance and was shut for sometime in the period which had also created further acute shortage of raw material in domestic market. These sudden external factors leading to supply shock in our base raw material were not in the control of the company.

In order to fulfil its immediate raw material requirements, the company had to develop some foreign vendors and placed procurement orders to them, however, due to lead time and overbooking from the Indian market, they also took a lot of time for consistent supply of Copper which further effected company's production and consequently its sales. However, despite above problem of short supply of Copper, the company was able to clock a gross turnover of Rs.28688.28 for the financial year ended 31st March 2014.

SEGMENTAL OVERVIEW

The company operates under a single product segment i.e. Cables. The company mainly focuses on specialized cables which differentiates it from other cable players in the country.



INTERNAL CONTROL SYSTEM

Internal controls encompass a set of rules, policies, and procedures an organization implements to provide reasonable assurance that its financial reports are reliable, its operations are effective and efficient, and its activities comply with applicable laws and regulations. The internal audit is carried out by an independent firm of Chartered Accountants and covers all the key areas of the company's business.

INDUSTRIAL RELATIONS AND HUMAN CAPITAL

The Company strives to provide the best working environment with ample opportunities to grow and explore. The Company maintained healthy, cordial and harmonious industrial relations at all levels throughout the year with no labour unrests or strikes during the period under review. Every initiative and policy of the Company takes care of welfare of all its employees. The human resource development function of the Company is guided by a strong set of values and policies.

FUTURE OUTLOOK

The vision of CORDS is to be recognized as a leading global player, providing products and services, offering comprehensive solutions to the electrical and data connectivity requirements of businesses as well as household users. It focuses on capturing new markets by developing customers in new and existing territories, to provide new cables for special applications like solar, marine, low temperature cables, cables for automobiles etc.

CAUTIONARY STATEMENT

Statement made in this report in describing the company's objectives, estimates and expectations are "Forward looking Statement" within the meaning of applicable laws and regulations. They are based on certain assumptions and expectations of future events but the company, however, cannot guarantee that these assumptions are accurate or will be materialized by the company. Actual results may vary from those expressed or implied, depending upon the economic conditions, Government policies and/or other related factors.

**DIRECTORS' REPORT**

To,
Dear Members,

Your Directors are pleased to present the Twenty Third Annual Report together with the Audited Statement of Accounts for financial year ended March 31, 2014.

FINANCIAL RESULTS

(Rs. in Lacs)

Particulars	FY 2013-14	FY 2012-13
Gross Sales	28688.28	42401.55
Net Sales	26299.24	38543.54
Other Income	185.53	170.64
Total Income	26484.77	38714.18
Profit before Depreciation & Tax	801.04	1740.11
Depreciation	499.19	840.04
Profit before Tax	301.85	900.07
Provision for Tax	98.40	291.99
Profit after Tax	203.45	608.08
Profit brought forward from previous year	4389.95	3800.59
Profit available for appropriations	4593.40	4408.67
Appropriations:		
Proposed Dividend (Preference Dividend)	16.00	16.00
Corporate Dividend Tax	2.72	2.72
Transferred to General Reserve	—	—
Profit carried forward	4574.68	4389.95

COMPANY PERFORMANCE

During the year under review, yours company's total revenue was Rs.26484.77 lakhs as against Rs. 38714.18 lakhs in the previous year. The Company has earned profit before interest, depreciation and tax of Rs. 2766.96 lakhs as against Rs.4004.35 lakhs profit before interest, depreciation and tax last year. The interest cost was Rs. 1965.92 lakhs as against Rs. 2264.24 lakhs last year. The profit for the year after tax was Rs. 203.45 lakhs as against Rs. 608.08 lakhs last year.

The main reason for the company to earn inadequate profits in the fiscal has been the inability of the company in producing the desirable quantity owing mainly to the shortage and interrupted supply of raw materials. This specifically refers to the shortage and interrupted supply of company's key base raw material – Copper, and especially during the period from March 2013 to September 2013. The sudden external factor leading to supply



shock in our base raw material was not in the control of the company. And as such, the haphazard and non-continuous supply of Copper went on till September 2013 with the result the production of Control and Instrumentation cables by the company was severely hampered and subsequently resulted in lower achievement of sales numbers and earning of inadequate profits.

In order to fulfil its immediate requirements, the company had started developing a few more domestic vendors of Copper. To make sure better supplies in future, the company has started to place orders to larger overseas suppliers of Copper. The company is also in touch with a few domestic as well as overseas vendors for entering into quantity based MOUs so that raw material quantities can be assured.

NEWLY ADDED PRESTIGIOUS EXPORT/DOMESTIC CLIENTS

The country has seen the slowdown in the economy during the FY 2013-14 across the industry. Cable Industry has also been the part of this slow down and overall revenues of the industry have gone down as compared to FY 2012-13.

However, Cords Cable Industries Ltd. being a leading manufacturer of control, instrumentation and certain special cables in the country and these cables being used in Power Plants / Refinery / Process Industry / etc. have been successful in remaining afloat during the FY 2013-14 with a net sales revenue of 26299.24 lacs and have declared the profit of Rs. 203.45 Lacs as on 31.03.2014.

Your Company has also been successful in booking the orders from new EPC contractors like Kazstroy, Efacec, Samsung, Thales, OTV (Italy), etc. Your Company has also been successful in booking the orders from various international customers like OTV (Italy) for Power and Control Cables worth Rs. 12 Cr. Thales for Hyderabad and Bangalore Metro Rail Corporation Projects worth Rs. 6 Cr. GE Oil & Gas (Advanced Systek) for 26 HPCL Location Depots across the country for Control, Instrumentation and Fire Survival Cables worth Rs. 13 Cr. Dangote Cement (Nigeria) for Rs. 3 Cr. and ABB (S.P.A.) Italy for Rs. 2 Cr.

The Company has also been able to maintain and sustain the order booking and sales revenues from existing customers like L&T, Essar, Siemens, Alstom, Jaypee, EIL, NTPC, PGCIL, BHEL, etc.

In view of the slowdown in the economy the Company has used this lean period in consolidation of its manufacturing process and R&D activity and have developed new products like Balise Cables and Silicon Rubber Cables and also made inroads in various Metro Railways Project across the Country like Delhi Metro Rail Corporation (DMRC), Bangalore Metro Rail Corporation (BMRC), Hyderabad Metro Rail Corporation (HMRC) and Jaipur Metro Rail Corporation (JMRC).

DEMERGER

During the year under review it was proposed to demerge the company. However no significant action could be initiated on the demerger process.

DIVIDEND

It is proposed to recommend dividend @ 10% on 1,60,000 Non convertible, cumulative, preference shares of rupees 100 each. The Board of Directors, after duly considering the requirement of funds for Working Capital and repayment of loan instalments, have not recommended any dividend on equity shares for the year under review in view to further strengthen the financial position of your Company.

TRANSFER TO RESERVE

During the current year, no amount has been transferred to reserves.



PUBLIC DEPOSITS

The Company has not accepted deposits from the public within the meaning of Section 58(A) of the Companies Act, 1956.

CAPITAL STRUCTURE

The Authorised Capital of the Company is Rs. 15,60,00,000/- (Rupees Fifteen Crores Sixty Lacs Only) divided into 1,20,00,000 (One Crore Twenty Lacs) Equity Shares of Rs. 10/- (Rupees Ten) each and 3,60,000 (Three Lacs Sixty Thousand) Non convertible, cumulative, Preference Share of Rs.100/- (Rupees Hundred) each.

DIRECTORS

The Board of Directors comprises of Mr. Naveen Sawhney, Managing Director, Mr. Devender Kumar Prashar, Joint Managing Director, Mr. Om Prakash Bhandari and Mr. Ajit Kumar Sahay as Non Executive Independent Directors.

Mr. N. K. Balasubramanian, Independent Director resigned with effect from July 01, 2014 due to personal reasons. The Board records its appreciation for the valuable services rendered by Mr. N. K. Balasubramanian.

Pursuant to Section 152 of the Company's Act, 2013 and of the Company's Article of Association, Mr. Devender Kumar Prashar, Joint Managing Director and Mr. Naveen Sawhney, Managing Director retires by rotation and being eligible, offers themselves for re-appointment.

Pursuant to Sections 149 and 152 of the Companies Act, 2013 read with Companies (Appointment and Qualification of Directors) Rules, 2014 alongwith Schedule IV of the Act it is proposed to appoint Mr. Om Prakash Bhandari (DIN: 00046524) and Mr. Ajit Kumar Sahay (DIN: 00353414) the existing Independent Directors as Non- Executive Independent Directors for a period of one year w.e.f. 01.04.2014 to 31.03.2015 subject to approval of members at the forthcoming Annual General Meeting. The Independent Directors shall not be liable to retire by rotation. All the above mentioned Directors have given the declaration of Independence as per Section 149 (6) of the Companies Act, 2013.

Brief resume of the Director proposed to be appointed / reappointed, nature of his expertise in specific functional areas, name of companies in which he hold directorships and memberships / chairmanships of Board Committees, shareholding detail as stipulated under Clause 49 of the Listing Agreements with the Stock Exchanges are provided in the Report on Corporate Governance. None of the Directors of the Company is disqualified from being appointed as Director.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors report that:

1. In the preparation of the Annual Accounts, the applicable accounting standards have been followed;
2. They 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 at the end of the financial year and profit and loss account for the year under review;
3. They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. They have prepared the Annual Accounts for the financial year ended March 31, 2014 on a going concern basis.

**KEY MANAGERIAL PERSONNEL**

In term of Section 203 of the Company's Act, 2013 Company has already appointed the key managerial personnel viz. Mr. Naveen Sawhney, Managing Director, Mr. Devender Kumar Prashar, Joint Managing Director, Mr. V. K. Beri, Chief Executive Officer and Ms. Garima Pant as Company Secretary.

Company has also designated Mr. Satinder Bedi, Head Sourcing, Mr. Dinesh Sukhla, President Operations, Mr. H. K. Pandita, Vice President Marketing and Mr. Sandeep Kumar (G. M. – Finance & Accounts) as persons one level below the Key Managerial Personnel's of the Company.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

In accordance with Section 135 of the Companies Act, 2013, the Board of Directors of the Company at their meeting held on August 14, 2014 have approved the constitution of the CSR Committee which comprises four directors viz. Mr. Naveen Sawhney, Mr. Devender Kumar Prashar, Mr. Om Prakash Bhandari and Mr. Ajit Kumar Sahay to frame and recommend CSR policy and other matters related to CSR compliances.

LISTING

The Equity Shares of the Company are listed on Bombay Stock Exchange Limited and National Stock Exchange of India Limited. The requisite annual listing fees have been paid to the Exchanges.

PARTICULAR OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

The Company has given due attention towards conservation of energy. Our Energy Efficiency drive includes:-

- All air conditioners, lights and computers are shut down after office hours (except at the time of work commitments).
- There is an optimum ratio of glass windows to utilize natural daylight and proper insulation and ventilation to balance temperature and reduce heat.
- Your Company supports the 'Green Initiative' taken by the Ministry of Corporate Affairs and urges its shareholders to accept electronic delivery of documents as prescribed by Law and provide valuable support to the Company in conserving the environment by reducing impact of printing.

FOREIGN EXCHANGE EARNING AND OUTGO

(a)	Activities relating to export, initiatives taken to increase exports, development of new export markets for products and export plans	During the year under review, the Company's products were exported mainly to Middle-East countries. Company participated in Exhibitions, Technical Seminars & Conferences in foreign countries for promotion of its products. Efforts continue to enlarge the geographical reach on export market in order to maximize foreign exchange inflow and every effort made to minimize the foreign exchange outflow.
(b)	Total Foreign Exchange Earnings	Rs. 684.39 Lacs
(c)	Total Foreign Exchange Used	Rs. 2943.62 Lacs



PARTICULARS OF EMPLOYEES

As per the limit prescribed in Companies (Particulars of Employees) Amendment Rules, 2011, none of our employee falls within that category. So, no information is required to be furnished under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975.

MANAGING DIRECTOR / JOINT MANAGING DIRECTOR / GENERAL MANAGER (FINANCE & ACCOUNTS) CERTIFICATION

Mr. Naveen Sawhney, Managing Director and Mr. Devender Kumar Prashar, Joint Managing Director and Mr. Sandeep Kumar [General Manager (Finance & Accounts)] has given a certificate to the Board as contemplated under Clause 49 of the Listing Agreement with the Stock Exchanges, provided in a separate section and forms part of this Report.

CORPORATE GOVERNANCE

The Company is committed to maintain the highest standard of Corporate Governance and adhere to the Corporate Governance Requirements set out by SEBI.

The report on Corporate Governance as stipulated under Clause 49 of the Listing Agreement forms part of the Annual Report. Certificate from M/s Gulshan Gupta & Associates, Company Secretaries, regarding compliance with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement has been obtained and is annexed at the end of Corporate Governance Report.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion & Analysis is provided in a separate section and forms part of this Report.

AUDITORS

M/s Sharma Goel & Co., Chartered Accountants, Auditors of the Company will retire at the conclusion of the ensuing AGM and are eligible for reappointment as per the certificate furnished by them under Section 139 (1) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014.

AUDITORS REPORT

The Auditors Report to the Members on the Accounts of the Company for the financial year ended on March 31, 2014 does not contain any qualification. The Notes to Accounts referred to in the Auditors Report are self explanatory and therefore do not require further explanation.

COST AUDITORS

M/s S. Chander & Associates, Cost Accountant, were appointed as the Cost Auditor for conducting the cost audit of the company for the financial year 2013-14. M/s S. Chander & Associate have confirmed their willingness to act as Cost Auditor of the company for the financial year 2014-15 and have confirmed their appointment, if made, would be within the prescribed limits under Section 139 of the Companies Act, 2013 read with the Rules made thereunder.



GREEN INITIATIVE IN THE CORPORATE GOVERNANCE

In view of the Green Initiative in Corporate Governance introduce by the Ministry of Corporate Affairs vide its circular no. 17/2011 dated 21.04.2011, we started a sustainability initiative with the aim of going green and minimizing our impact on the environment.

Electronic copies of the Annual Report 2014 and Notice of the 23rd Annual General Meeting are sent to all members whose email addresses are registered with the Company/ Depository participants. For members who have not registered their e mail addresses, physical copies of Annual Reports 2014 and Notice of the 23rd Annual General Meeting are sent in the permitted mode. Members requiring physical copies can send a request to Company Secretary.

The Company is providing e voting facility to all members to enable them to cast their votes electronically on all resolutions set forth in the notice. This is pursuant to section 108 of Companies Act, 2013 and Companies (Management and Administration) Rules, 2014. The instructions for e voting are provided in the Notice.

AWARDS AND RECOGNISONS

Your Company during the vendor meet on 7th December, 2013 has appreciated for Exceptional Contribution to the Hindalco Group and as a token of recognition CORDS has been awarded a trophy. Further, formal inauguration of the meet was jointly done by Mr. Naveen Sawhney, Managing Director, Cords Cable Industries Limited and Mr. D.K. Kohly, C.O.O of Hindalco Industries Limited.

This is a good achievement which has been recognized by one of the most prestigious and important house like Hindalco Industries, Aditya Birla Group.

We congratulate to all members for achieving this and look forward for good efforts to continue for getting similar reorganization from other houses as well.

ACKNOWLEDGEMENT

The Board of Directors wishes to place on record its appreciation for the commitment, dedication and hard work done by the employees in the Company and the co-operation extended by Banks, Financial Institutions, Securities and Exchange Board of India, Government authorities, Statutory authorities, customers and shareholders of the Company and looks forward to a continued mutual support and co-operation.

FOR & ON BEHALF OF THE BOARD

**New Delhi
August 14, 2014**

**Sd/-
Naveen Sawhney
(Managing Director)
DIN: 00893704**

**Sd/-
Devender Kumar Prashar
(Joint Managing Director)
DIN: 00540057**



ANNEXURE TO THE DIRECTORS REPORT- PARTICULARS OF EMPLOYEES AS ON MARCH 31, 2014

A Employed throughout the year under review and were in receipt of remuneration for the year which,in the aggregate was not less than Rs 60,00,000/- per annum :-

S.No.	Name	Age (Years)	Designation/ Nature of Duties	Remuneration	Qualification/ Experience (in years)	Shareholding in the Company in Number & Percentage
NIL	NIL	NIL	NIL	NIL	NIL	NIL

B Employed for the part of year and was in receipt of remuneration which in the aggregate was not less than Rs 5,00,000/- per month :-

S.No.	Name	Age (Years)	Designation/ Nature of Duties	Remuneration	Qualification/ Experience (in years)	Shareholding in the Company in Number & Percentage
NIL	NIL	NIL	NIL	NIL	NIL	NIL

**REPORT ON CORPORATE GOVERNANCE**

In Compliance with Clause 49 of the Listing Agreement with Stock Exchanges, the Company submits the following report:

I. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance calls for transparent decision making and accountability for safeguarding the interest of all stakeholders in the organization and your company believe that good Corporate Governance is essential to achieve Long Term Corporate Goals and to enhance stakeholder's value.

A good corporate governance framework incorporates a system of robust checks and balances between key players; namely, the Board, the management, auditors and various stakeholders. The roles and responsibilities of each entity must be clear understood and transparency must be enforced at each level at all times. Your company endeavors its best to constantly comply with these aspects in letter and spirit, in addition to the statutory compliances as required under clause 49 of the listing agreement with the Stock Exchanges.

II. BOARD OF DIRECTORS**(a) Composition of Board**

The Board of Directors of the Company comprises of an optimum combination of Executive and Independent Directors. The Board consists of 5 members comprising of 2 Executive Directors and 3 Independent Directors. The Board elects one of themselves to be the Chairman. The composition of Board is in conformity with clause 49 of the Listing Agreement, which stipulates that at least 50 percent of Board should consist of Independent Directors, if the Chairman of Board is an Executive Director.

(b) Board Meetings

The Board of Directors met Seven times i.e. on May 29, 2013, August 14, 2013, September 21, 2013, October 05, 2013, November 14, 2013, January 21, 2014, February 12, 2014 during the financial year 2013-14. The company has held at least one Board Meeting in every quarter. The agenda papers alongwith notes and other supporting were circulated in advance of the Board Meeting with sufficient information as required under Clause 49 of the Listing Agreement. The Details of attendance of the Directors at the Board Meetings and the last Annual General Meeting are as under:

S.No.	Name of the Director	DIN	No. of Meetings	Attendance (% thereof)	Whether attended Last AGM
1.	Mr. Naveen Sawhney	00893704	7	100	Yes
2.	Mr. Devender Kumar Prashar	00540057	7	100	Yes
3.	Mr. Om Prakash Bhandari	00046524	7	86	No
4.	Mr. N.K. Balasubramanian *	00049608	7	29	No
5.	Mr. Ajit Kumar Sahay	00353414	7	86	No



The composition and category of Directors alongwith other Directorships and Memberships in Board Committees as on March 31, 2014:

Name & Designation	DIN	Independent/ Non-Independent Director	No. of Directorship (Other than Cords Cable)**	No. of Chairmanships/ Memberships in Board Committees of other Companies
Mr. Naveen Sawhney, Managing Director	00893704	Non -Independent Director	Nil	Nil
Mr. Devender Kumar Prashar, Joint Managing Director	00540057	Non -Independent Director	Nil	Nil
Mr. O.P. Bhandari, Non-Executive Director	0046524	Independent Director	Nil	Nil
Mr.N.K. Balasubramanian*, Non-Executive Director	0049608	Independent Director	Nil	Nil
Mr. Ajit Kumar Sahay, Non-Executive Director	00353414	Independent Director	Nil	Nil

* Ceased to be a Director w.e.f. 01.07.2014

** Excluding Directorship in Cords Cable Industries Limited & Private Companies.

Note : Neither of the directors is a member of the board of more than 10 public companies in terms of Section 165 of the Companies Act, 2013 nor is a member of more than 10 committees and Chairman of more than 5 committees as specified in Clause. 49(l)(c)(ii) of the Listing Agreement.

(C) Details of Shares held by Directors in the Company are as follows:

S. No.	Name of Director	No. of shares held as on 31.03.2014	
		Equity Shares	Preference Shares
1.	Mr. Naveen Sawhney DIN 00893704	2724849 shares of Rs. 10 each	80,000 shares of Rs. 100 each
2.	Mr. Devender Kumar Prashar DIN 00540057	2786044 shares of Rs. 10 each	80,000 shares of Rs. 100 each

No other Director holds any shares in the company.

(d) Independent Director on Companies Board:

- a. Apart from receiving sitting fees, does not have any material pecuniary relationships or transactions with the company, its promoters, its directors, its senior management or its holding company, its subsidiaries and associates which may affect independence of the director;
- b. Are not related to promoters or persons occupying management positions at the board level or at one level below the board;
- c. Has not been an executive of the company in the immediately preceding three financial years;
- d. Are not a partner or an executive or was not partner or an executive during the preceding three years, of any of the following:
 - i. the statutory audit firm or the internal audit firm that is associated with the company, and
 - ii. the legal firm(s) and consulting firm(s) that have a material association with the company.
- e. Are not a material supplier, service provider or customer or a lessor or lessee of the company, which may affect independence of the director;
- f. Do not substantial shareholders of the company i.e. own two percent or more of the block of voting shares.
- g. Are not less than 21 years of age.

(e) Directors retiring and seeking re-appointment

Mr. Devender Kumar Prashar (DIN 00540057), Executive Director of the Company, will be retiring by rotation on the forthcoming Annual General Meeting of the Company and being eligible have seeked himself for the re-appointment.

Mr. Naveen Sawhney (DIN 00893704), Executive Director of the Company, will be retiring by rotation on the forthcoming Annual General Meeting of the Company and being eligible have seeked himself for the re-appointment.

The relevant information pertaining to Directors seeking appointment and re-appointment is given separately in the Notice for the ensuing Annual General Meeting.

(f) Relationship between Directors

None of the Directors are related to each other.

(g) Information available to the Board

All the relevant information within the Company is accessible to the Board all the times. Moreover the Board has been provided with various information on regular basis for the effective discussion and contribution of the Board. The information so provides includes the following:



- Quarterly results for the Company and its operating divisions.
- Minutes of meetings of Audit Committee and other Committees of the Board.
- Material show cause, demand, prosecution notices and penalty notices, if any;
- Fatal or serious accidents, dangerous occurrences.
- Any material default in financial obligations to and by the Company or substantial non-payment for services provided by the Company.
- Any issue, which involves possible public or product liability claims of substantial nature, if any.
- Significant labour problems and their proposed solutions.
- Sale of material nature of investments, subsidiaries, assets, which is not in normal course of business.
- Material non-compliance of any regulatory, statutory listing requirement and shareholders services such as non-payment of dividend, delay in share transfer etc.
- Details of investment of surplus funds available with the Company, if any.

The above information is generally provided as part of the agenda papers of the Board meeting and /or is placed at the table during the course of the meeting.

All Board members are at liberty to suggest agenda items for inclusion.

COMMITTEES OF THE BOARD

A) AUDIT COMMITTEE

Adhering to the requirements of the Companies Act, 2013 / Clause 49 of the Listing Agreement, the Board of Directors of the Company at their meeting held on May 30, 2014, have approved the reconstitution of Audit Committee.

During the financial year ended March 31, 2014 Seven Audit Committee meetings were held on May 29, 2013, August 14, 2013, August 20, 2013, August 27, 2013, September 14, 2013, November 14, 2013, February 12, 2014.

Composition of Audit Committee: The Composition of Audit Committee and Attendance of Directors at the above meetings are as follows:

The Chairman of the Committee is a Non-Executive Independent Director.

Name	Position in the Committee	No. of Meetings attended
Mr. O.P. Bhandari DIN 00046524	Chairman, Independent, Non- Executive	07
Mr. N.K. Balasubramanian* DIN 00049608	Member, Independent, Non- Executive	01
Mr. Naveen Sawhney DIN 00893704	Member, Managing Director, Executive	07
Mr. Ajit Kumar Sahay DIN 00353414	Member, Independent, Non- Executive	06



The Audit Committee Meetings are usually attended by the Independent Directors, Joint Managing Director & General Manager (Finance & Accounts) of the Company. The Company Secretary acts as Secretary to the Audit Committee.

The necessary quorum was present for all the meetings.

Powers of Audit Committee

The audit committee has been assigned the following powers:

- a. To investigate any activity within its terms of reference.
- b. To seek information from any employee.
- c. To obtain outside legal or other professional advice.
- d. To secure attendance of outsiders with relevant expertise, if it considers necessary.

Role of Audit Committee

The role of the audit committee includes the following:

- Overview of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 - a) Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub Section 3 of Section 134 of the Companies Act, 2013;
 - b) Changes, if any, in accounting policies and practices and reasons for the same;
 - c) Major accounting entries involving estimates based on the exercise of judgment by management;
 - d) Significant adjustments made in the financial statements arising out of audit findings;
 - e) Compliance with listing and other legal requirements relating to financial statements;
 - f) Disclosure of any related party transactions;
 - g) Qualifications in the draft audit report.
- Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
- Reviewing, with the management, the statement of uses/ applications of funds raised through an issue (public issue, right issue, preferential issue, etc) the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or right issue, and making appropriate recommendations to the Board to take up steps in this matter.
- Review and monitor the auditors independence and performance and effectiveness of audit process.

- Approval or any subsequent modification of transactions of the company with related parties;
- Scrutiny of inter corporate loans and investments;
- Valuation of undertakings or assets of the company, wherever it is necessary;
- Evaluation of internal financial controls and risk management system;
- Reviewing with the management, performance of statutory and internal auditors, adequacy of internal control systems;
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- Discussion with internal auditors of any significant findings and follow ups thereon;
- Reviewing the findings of internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or failure of internal control systems of a material nature and reporting the matter to the board;
- Discussion with statutory auditors before audit commences, about the nature and scope of audit as well as post audit discussion to ascertain any area of concern;
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non- payment of declared dividends) and creditors;
- To review the functioning of the Whistle Blower mechanism;
- Approval of appointment of CFO (ie; the whole time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background etc of the candidate;
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

REVIEW OF INFORMATION BY AUDIT COMMITTEE**The Audit Committee shall mandatorily review the following information:**

- Management discussion and analysis of financial condition and results of operations;
- Statement of significant related party transactions (as defined by the audit committee), submitted by management;
- Management letters / letters of internal control weaknesses issued by the statutory auditors;
- Internal audit reports relating to internal control weaknesses; and
- The appointment, removal and terms of remuneration of the Chief internal auditor shall be subject to review by the Audit Committee.

VIGIL MECHANISM

Companies which are required to constitute an Audit Committee shall operate the Vigil Mechanism through the audit committee. The vigil mechanism shall provide for adequate safeguard against victimization of employees and directors who avail of the mechanism and also provide for direct access to the chairperson of the audit committee, in exceptional cases.”

**B) NOMINATION AND REMUNERATION COMMITTEE**

(Formerly termed as Remuneration Committee)

In order to comply with the provisions of Companies Act, 2013 / Clause 49 of the Listing Agreement, the Board of Directors of the Company at their meeting held on May 30, 2014, have approved the change in nomenclature of the Remuneration Committee to Nomination and Remuneration Committee.

The Nomination And Remuneration Committee comprises of 3 Directors, all of them are Non-Executive and Independent Directors.

Name	Position in the Committee	DIN
Mr. O.P. Bhandari	Independent, Non- Executive	00046524
Mr. N.K. Balasubramanian*	Independent, Non- Executive	00049608
Mr. Ajit Kumar Sahay	Independent, Non- Executive	00353414

* Ceased to be a Director w.e.f. 01.07.2014

The terms of reference of Nomination and Remuneration Committee, inter alia, includes the following:

- (a) To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and/ or removal.
- (b) To carry out evaluation of every Director's performance
- (c) To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employees
- (d) To formulate the criteria for evaluation of Independent Directors and the Board
- (e) To devise a policy on Board diversity
- (f) To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable
- (g) To perform such other functions as may be necessary or appropriate for the performance of its duties

The decisions of Remuneration Committee are placed for information in the subsequent Board Meeting.

During the Financial Year 2013-14 no meeting of the remuneration committee was held.

Details of remuneration paid / payable to Directors for the year ended March 31, 2014.

Due to the resignation of Mr. Balasubramanian, the constitution of the committee stands rescinded . and shall be reconstituted after the appointment of the third independent director.

**Whole Time (Executive) Directors**

(Amount p.a in Rs.)

S. No.	Name of Director	Salary	Perquisites & Allowances	Commission	Total
1.	Mr. Naveen Sawhney DIN 00893704	Salary: 45,00,000/-	56,886	—	45,56,886
2.	Mr. Devender Kumar Prashar DIN 00540057	Salary: 45,00,000/-	56,187	—	45,56,187

Non Executive Directors

During the year under review, none of the Non-Executive Directors had any pecuniary relationship or transaction vis-à-vis the company, other than payment of sitting fee as mentioned below.

(Amount p.a in Rs.)

S. No.	Name of Director	DIN	Sitting Fees	Total
1.	Mr. O.P. Bhandari	00046524	90,000	90,000
2.	Mr. N.K. Balasubramanian*	00049608	20,000	20,000
3.	Mr. Ajit Kumar Sahay	00353414	90,000	90,000

* Ceased to be a Director w.e.f. 01.07.2014

C) STAKEHOLDERS RELATIONSHIP COMMITTEE
(formerly termed as Investors' Grievance Committee)

Adhering to the requirements of the Companies Act, 2013 / Clause 49 of the Listing Agreement, Securities the Board of Directors of the Company at their meeting held on May 30, 2014, have approved the change in nomenclature of the Investors' Grievances Committee to 'Stakeholders Relationship Committee.'

The Stakeholders Relationship Committee comprises of three members with two Non-Executive Independent Directors.

During the financial year ended March 31, 2014 four Investor Grievance Committee meetings were held on May 29, 2013; August 14, 2013; November 14, 2013; February 12, 2014.

The composition of the Committee and attendance of the Directors at the above meetings is as follows:-



Name	Position in the Committee	No. of Meetings attended
Mr. Ajit Kumar Sahay DIN 00353414	Chairman, Independent, Non- Executive	3
Mr. O.P. Bhandari DIN 00046524	Member, Independent, Non- Executive	4
Mr. Naveen Sawhney DIN 00893704	Member, Managing Director, Executive	4

Terms of reference

To look into redressal of shareholders complaint related to transfer / transmission of shares, non-receipt of share certificates, balance sheets, declared dividends etc.

The necessary quorum was present for all the meetings.

Compliance Officer

Ms. Garima Pant, Company Secretary is the Compliance Officer of the Company.

Status of investor complaints / requests as on 31st March 2014

Period: 01.04.2013 - 31.03.2014	No. of Complaints
Pending at the beginning of financial year 2013-14	Nil
Total complaints received during the year	2
Total complaints resolved during the year	2
Total complaints pending as on 31st March 2014	Nil
Total complaints pending as on 31st March 2014	Nil

D) OTHER COMMITTEES

The Company is having following other Committees formed to speed up the routine matters and to comply other statutory formalities:

i) Committee of Directors

The Committee comprises of three members including one Independent Director viz. Mr. Naveen Sawhney (DIN 00893704), Mr. Devender Kumar Prashar (DIN 00540057) and Mr. Om Prakash Bhandari (DIN 00046524). Mr. Naveen Sawhney is the Chairman of the Committee. The Committee meets as and when required.



Sixteen meetings of the Executive Committee were held during the year on April 29, 2013; May 14, 2013; May 17, 2013; June 19, 2013; June 27, 2013; July 02, 2013; August 17, 2013; September 04, 2013; September 10, 2013; September 25, 2013; December 11, 2013; December 30, 2013; January 25, 2014; February 11, 2014; March 07, 2014; and March 13, 2014.

Terms of Reference

- Transfer/Transmission of Shares
- Issue of Share Certificates by way of renewal, split, consolidation and duplicate certificates
- Between two Meetings of the Board, subject to applicable provisions of the law-
 - To borrow upto Rs.250 Crore
 - To lend upto Rs. 25 Crore
 - To invest upto Rs.100 Crore
 - To issue guarantee upto Rs.100 Crore
- Opening and operation of Banking Accounts
- Representation of the Company under Section 187 of the Companies Act at meetings of other Companies
- Take on record unaudited financial results under Clause 41 of the Listing Agreement, if so required
- Actions required to be taken relating to normal functions/operations.

The necessary quorum was present for all the meetings

ii) Share Transfer Committee:

The Committee comprises of two members viz. Mr. Naveen Sawhney (DIN 00893704) and Mr. Devender Kumar Prashar (DIN 00540057). Mr. Naveen Sawhney is the Chairman of the Committee. The Committee meets as and when required to look into the Transfer, Transmission, issue of duplicate share certificate, Issue of Share Certificates by way of renewal, split, consolidation, dematerialization / re materialization of shares etc.

Twenty One meetings of the Share Transfer Committee were held during the year on April 25, 2013; June 05, 2013; June 24, 2013; July 09, 2013; July 27, 2013; Aug. 05, 2013; Aug 24, 2013; Aug 31, 2013; Sep 17, 2013; Oct 31, 2013; Nov 08, 2013; Nov 19, 2013; Dec 02, 2013; Dec 16, 2013; January 03, 2014; January 18, 2014; February 04, 2014; February 18, 2014; March 04, 2014; March 12, 2014; March 27, 2014.

The necessary quorum was present for all the meetings.

iii) Corporate Social Responsibility (CSR) Committee :

In accordance with Section 135 of the Companies Act, 2013, the Board of Directors of the Company at their meeting held on August 14, 2014 have approved the constitution of the CSR Committee which comprises four directors viz. Mr. Naveen Sawhney, Mr. Devender Kumar Prashar, Mr. Om Prakash Bhandari and Mr. Ajit Kumar Sahay to ensure compliance with the laws, rules & regulations governing the CSR and to periodically report to the Board of Directors in this regard.

**III. GENERAL BODY MEETINGS**

Location, date and time of Annual General Meeting held during the preceding 3 years and the Special Resolution passed thereat are as follows:

Year	Date & Time	Venue	Special Resolution passed
2012 — 2013	September 24, 2013 — 11.00 a.m.	The Little Theatre Group, Copernicus Marg , New Delhi-110001	No Special Resolution passed
2011 — 2012	September 26, 2012 — 3.00 p.m.	The Little Theatre Group, Copernicus Marg , New Delhi-110001	Revision in remuneration of Mr. Naveen Sawhney, Managing Director of the company. Revision in remuneration of Mr. Devender Kumar Prashar, Joint Managing Director of the company. Approval of issue of Preference Share to promoters on preferential basis.
2010 — 2011	September 26, 2011 — 4.00 p.m.	Shah Auditorium, Shree Delhi Gujarat Samaj Marg, Civil Lines, Delhi-110054	Re-appointment of Mr. Naveen Sawhney as Managing Director of the Company for a period of five years w.e.f. July 01, 2011 to June 30, 2016. Re-appointment of Mr. D.K. Prashar as Joint Managing Director of the Company for a period of five years w.e.f. July 01, 2011 to June 30, 2016. Increase of Authorised Share Capital of the Company from Rs.12,00,00,000/- (Rs. Twelve Crores) to Rs.14,00,00,000/- (Rs. Fourteen Crores) by creation of 2,00,000 (Two Lacs) Preference Shares of Rs.100/- (Rs. Hundred) each. Amendment in Articles of Association of the Company by inserting Article No. 23A, 23B after existing Article No. 23. Issue & allotment of Non Convertible Redeemable Preference shares for a sum not exceeding Rs. Two Crores to promoters of the Company, on preferential basis.

Postal Ballot:

During the financial year under review, no postal ballot was conducted pursuance to Section 192A of the Companies Act, 1956.

IV. DISCLOSURES

(a) Disclosures regarding materially significant related party transactions:

The Company follows the following policy in disclosing the related party transactions to the Audit Committee-

- (i) A statement in summary form of transactions with related parties in the ordinary course of business is placed before the Audit Committee.
- (ii) Details of material individual transactions with related parties which are not in the normal course of business is placed before the Audit Committee.
- (iii) Details of material individual transactions with related parties or others, which are not on an arm's length basis is placed before the Audit Committee, together with management's justification for the same.

For details refer Note No. 34 attached to the Annual Accounts.

- (b) There were no instances of non-compliance or penalty, strictures imposed on the Company by Stock Exchanges or SEBI or any Statutory Authority on any matter related to capital markets, during the last three years.
- (c) The Company has complied with the mandatory requirements of Code of Corporate Governance as stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges. It has fulfilled the following non-mandatory requirements as prescribed in Annexure 1D to Clause 49-
 - The Company has set up a Remuneration Committee details of which have been given earlier in this Report.
 - The statutory financial statements of the Company are unqualified.
- (d) Managing Director / Joint Managing Director / GM (Accounts & Finance) certification- As required by Clause 49 of Listing Agreement, the certificate issued by the Managing Director / Joint Managing Director / GM (Finance & Accounts) is forming part of this Report.
- (e) Compliance Certificate on Corporate Governance- As required by Clause 49 of Listing Agreement, the Compliance's Certificate is given as an Annexure to this Report.

V. MEANS OF COMMUNICATION

- The quarterly and half-yearly/Annual financial results are forthwith communicated to the Bombay Stock Exchange (BSE) and National Stock Exchange of India Limited (NSE), where the shares of the Company are listed, as soon as they are approved and taken on record by the Board of Directors.
- Financial Results are published in leading newspapers, namely, Financial Express, Business Standard in English and Jansatta in Hindi.
- The financial results are also put up on Company's website www.cordscable.com.
- Management Discussion & Analysis is separately annexed and forming part of the Annual Report.
- **NSE Electronic Application Processing System (NEAPS):** The NEAPS is a web-based application designed by NSE for corporates. All periodical compliance filings like shareholding pattern, corporate governance report, media releases, among others are filed electronically on NEAPS.
- **BSE Corporate Compliance & Listing Centre (the 'Listing Centre'):** BSE's Listing Centre is a web-based application designed for corporates. All periodical compliance filings like shareholding pattern, corporate governance report, media releases, among others are also filed electronically on the Listing Centre.
- **SEBI Complaints Redress System (SCORES):** The investor complaints are processed in centralized web based complaints redress system. The salient features of this system are Centralised database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaints and its current status.

VI. In compliance with SEBI Regulations on Prevention of Insider Trading, the Company has already in place a comprehensive Code of Conduct for its Directors, Management and the designated employees as described under the regulations. The code advises them on procedures to be followed and disclosures to be made, while dealing in shares of the Company and cautioning them on consequences of non-compliances.

VII. GENERAL SHAREHOLDER INFORMATION**(i) 23rd Annual General Meeting**

The next Annual General Meeting of the Company is scheduled to be held on Monday, 22nd September, 2014 at 11.30 am at Shah Auditorium, Shree Delhi Gujarat Samaj Marg, Civil Lines, Delhi-110054.

**(ii) Financial Calendar (Tentative)**

Results for quarter ending June 30, 2013	On or before 14.08.2013
Results for quarter ending September 30, 2013	On or before 14.11.2013
Results for quarter ending December 31, 2013	On or before 14.02.2014
Results for year ending March 31, 2014	On or before 30.05.2014

(iii) Date of Book Closure for Annual General Meeting

September 15, 2014 to September 22, 2014 (both days inclusive)

(iv) Listing on Stock Exchanges and Stock Code

Bombay Stock Exchange and National Stock Exchange.

Name of the Stock Exchange	Stock Code
Bombay Stock Exchange	532941
National Stock Exchange	CORDSCABLE

ISIN No. INE792I01017

(v) Annual listing fees for the financial year 2014-2015 has been paid to the above Stock Exchanges. The Company has also paid annual custodial fees for financial year 2014-15 to National Securities Depository Limited (NSDL) & Central Depository Services (India) Limited (CDSL).

(vi) Registered Office

CORDS CABLE INDUSTRIES LIMITED

CIN L74999DL1991PLC046092

B-1/A-26, Mohan Co-Operative Industrial Estate, Mathura Road, New Delhi 110044.

Tel. 011- 40551200, Fax 011- 26951196,

E-mail – for Investor csco@cordscable.com, For others : ccil@cordscable.com, Website www.cordscable.com,

(vii) Market Price Data (for the period April 01, 2013 to March 31, 2014)

Share Price Performance in comparison with NSE Index:

Month	Cords		Nifty Index	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
April' 13	19.70	14.55	5962.30	5477.20
May' 13	17.50	14.08	5976.50	5910.95
June' 13	16.05	14.05	6011.00	5566.25
July' 13	15.95	14.50	6093.35	5675.75



Month	Cords		Nifty Index	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
Aug' 13	13.80	10.70	5808.50	5118.85
Sep' 13	13.55	10.80	6142.50	5318.90
Oct' 13	13.80	11.75	6309.05	5700.95
Nov' 13	16.50	13.70	6342.95	5972.45
Dec' 13	16.55	13.70	6415.25	6146.05
Jan' 14	16.55	13.00	6358.30	6027.25
Feb' 14	15.75	13.20	6282.70	5933.30
Mar' 14	16.90	13.50	6730.05	6212.25

Share Price Performance in comparison with BSE Sensex:

Month	Cords		BSE Index	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
April' 13	20.90	15.00	19622.68	18144.22
May' 13	18.90	14.30	20443.62	19451.26
June' 13	20.50	12.55	19860.19	18467.16
July' 13	17.90	12.85	20351.06	19126.82
Aug' 13	14.30	10.31	19569.20	17448.71
Sep' 13	12.86	10.01	20739.69	18166.17
Oct' 13	13.09	11.00	21205.44	19264.72
Nov' 13	13.31	11.00	21321.53	20137.67
Dec' 13	16.83	13.80	21483.74	20568.70
Jan' 14	16.75	13.05	21409.66	20343.78
Feb' 14	16.21	13.54	21140.51	19963.12
Mar' 14	17.20	12.60	22467.21	20920.98

**(viii) Registrar and Share Transfer Agent**

The Company has appointed Link Intime India Pvt. Ltd. as its Registrar and Share Transfer Agent to whom communications regarding change of address, transfer of shares etc should be addressed. The address of the Registrar and Share Transfer Agent is as under-

Name & Address of R & T Agent : Link Intime India Pvt. Ltd.

44,Community Centre, 2nd Floor, Naraina Industrial

Area, Phase- I, Near PVR Naraina, New Delhi 110028

Tel No. +91-011- 41410592,93,94

Fax No. +91-011- 41410591

E-mail delhi@linkintime.co.in

Website www.linkintime.co.in

(ix) Share Transfer System

The shares of the Company are traded in dematerialized form. Transfer request received in Physical forms are transferred within a period of 15 days from the date of lodgment subject to documents being valid and complete in all respects. In order to expedite the process of share transfer in line with Corporate Governance requirements, the Company has delegated the power of share transfer to R&T Agent 'Link Intime India Pvt. Ltd.'

(x) Distribution of Shareholding As on March 31, 2014

No. of Shares Held	No. of Share Holders	% of Share Holders	Aggregate Shares Held	% of Shareholding
1 - 500	9357	89.8934	868757	7.6022
501 - 1000	476	4.573	399971	3.5000
1001 - 2000	239	2.2961	364351	3.1883
2001 - 3000	100	0.9607	256403	2.2437
3001 - 4000	35	0.3362	122954	1.0759
4000 - 5000	48	0.4611	226469	1.9817
5001 - 10000	82	0.7878	606120	5.3039
10001 - *****	72	0.6917	8582755	75.1043
TOTAL	10409	100	11427780	100.0



Shareholding Pattern as on March 31, 2014

S.No .	Category of Shareholders	Total no of Shares	Shares held as a percentage of total number of shares
1.	Promoters	6646438	58.16
2.	Financial Institutional / Banks	12695	0.11
3.	Bodies Corporate	530340	4.64
4.	Individual Holding less than 1 Lakh	2581294	22.59
5.	Individual Holding in excess 1 Lakh	1469624	12.86
6.	NRIs	107757	0.94
7.	Clearing Members	79632	0.70
	GRAND TOTAL	11427780	100.00

Statement Showing Shareholding of Persons belonging to the Category "Promoter & Promoter Group" as on March 31, 2014.

S.No .	Name of Shareholders	Numbers of Shares	Shares held as a percentage of total number of shares
	Promoter's		
1.	DEVENDER KUMAR PRASHAR	27,86,044	24.38
2.	NAVEEN SAWHNEY	27,24,849	23.84
3.	ADARSH SAWHNEY	2,24,006	1.96
4.	GAURAV SAWHNEY	1,98,466	1.73
5.	AMIT PRASHAR	1,92,540	1.69
6.	RAHUL PRASHAR	1,84,247	1.61
7.	VARUN SAWHNEY	1,75,944	1.54
8.	ADESH PRASHAR	1,60,342	1.40
	GRAND TOTAL	66,46,438	58.16



Statement Showing Shareholding of Persons belonging to the Category “Public” and holding more than 1% of the total number of shares as on March 31, 2014

S.No .	Name of Shareholders	Numbers of Shares	Shares as a percentage of total number of shares
1.	Rita Hitendra Haria	150000	1.31
	GRAND TOTAL	150000	1.31

(xi) Capital Reconciliation:

As stipulated by SEBI, Gupta Gulshan and Associates, practicing company secretary (Membership No. FCS 5576, C. P. No. 3925) carries out Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Security Depository Limited (NSDL) and Central Depository Services (India) Limited and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges and to the Board of Directors. The audit confirms that the total listed and paid up capital is in agreement with the aggregate of total number of shares in dematerialized form and in physical form.

(xii) Dematerialization of shares and liquidity

The shares of the Company are traded in dematerialized form. 1402105 equity shares of the Company stands in CDSL A/c, 10002253 equity shares stands in NSDL A/c & Balance 23422 are in physical form as on March 31, 2014.

The equity shares of the Company are actively traded at BSE & NSE.

Outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on liquidity.

The Company has not issued any GDRs/ADRs/Warrants etc.

(xiii) Transfer of unclaimed and unpaid Share Application Money to Investor Education and Protection Fund.

Pursuant to the provisions of Sections 125 of the Companies Act, 2013, the application money received by the Company for allotment which remain unclaimed and unpaid for a period of seven years is required to be transferred to the Investor Education and Protection Fund (IEPF) established by the Central Government and thereafter cannot be claimed by the Investors. To ensure maximum disbursement of unclaimed share application money, the Company is in the process to send reminders to the concerned investors, before transfer of unclaimed/unpaid share application money.



(xiv) Plant Locations

- A-525, Industrial Area, Chopanki, Bhiwadi, Distt. Alwar - 301019 (Rajasthan)
- SP-239,240 & 241, Industrial Area Kahrani, Bhiwadi Extn., Dist Alwar, (Rajasthan)

(x) Investor Correspondence

For share transfer, transmission and dematerialization requests

Link InTime India Private Limited (RTA)

44,Community Centre, 2nd Floor,
Naraina Industrial Area, Phase- I,
Near PVR Naraina,
New Delhi 110028
Tel. No.-011-41410592-94
Fax No. - 011-41410591
e.mail: delhi@linkintime.co.in

For General Correspondence

Company Secretary,
Cords Cable Industries Ltd.
B-1/A-26, Mohan Cooperative Industrial Estate,
Mathura Road, New Delhi 110044
Tel No.011- 40551200
Fax No. 011- 26951196
Email ID: cscs@cordsable.com
CIN L74999DL1991PLC046092

Important Communication to Members

The Ministry of Corporate Affairs has taken a "Green Initiative in corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that services of notice/documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses with the depository through their concerned Depository Participants.

**Managing Director (MD), Joint Managing Director (JMD) and G.M. (Accounts & Finance) Certification**

We, Naveen Sawhney, Managing Director, Devender Kumar Prashar, Joint Managing Director & Sandeep Kumar, G.M. (Finance & Accounts) of Cords Cable Industries Ltd to the best of our knowledge and belief certify that

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

sd/-

(Naveen Sawhney)
Managing Director
DIN 00893704

sd/-

(Devender Kumar Prashar)
Joint Managing Director
DIN 00540057

sd/-

(Sandeep Kumar)
G.M. (Finance & Accounts)

Date : August 14, 2014

Place : New Delhi

Managing Director (MD) and Joint Managing Director (JMD) declaration on compliance of Code of Conduct

This is to confirm that the Company has adopted a Code of Conduct for its Board Members and Senior Management and the same is available on the corporate website www.cordscable.com

I confirm that the Company has in respect of financial year ended March 31, 2014 received from the members of the Board and Senior Management team of the company a declaration of the compliance with the Code of Conduct as applicable to them.

Dated: August 14, 2014
Place: New Delhi

sd/-
(Naveen Sawhney)
Managing Director
DIN 00893704

sd/-
(Devender Kumar Prashar)
Joint Managing Director
DIN 00540057



CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

To,

The Members of Cords Cable Industries Limited

We have examined the compliance of conditions of Corporate Governance by CORDS CABLE INDUSTRIES LIMITED, for the year ended on 31st March 2014, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that the Company has complied with the all the mandatory conditions of Corporate Governance as stipulated in Clause 49 of the above-mentioned Listing Agreement.

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

For Gupta Gulshan & Associates

sd/-

Gulshan Kumar Gupta
Company Secretary
Membership No FCS 5576
Certificate of Practice No 3925

Dated : August 14, 2014

Place : Delhi



**Detail of the Directors seeking appointment/re-appointment at the Annual General Meeting
(Pursuant to Clause 49 of the Listing Agreement)**

Name of the Director	Mr. Devender Kumar Prashar	Mr. Naveen Sawhney	Mr. Om Prakash Bhandari	Mr. Ajit Kumar Sahay
Date of Birth	April 2, 1950	March, 20, 1952	January, 01, 1949	July, 01, 1942
Date of Appointment	April 1, 1995	April 1, 1995	April 1, 2006	May 29, 2010
Brief Resume	MR. D. K. PRASHAR, 64 Years, has a diploma in Mechanical Engineering. He has over 40 years of experience in Cable Industry. He started his career with Delton Cable Limited as a Supervisor in Final Testing department. There he worked for nearly 4 years and then he shifted to Marketing wing where he worked for almost 10 years. He left Delton in 1984 & joined Cords India which was formed for marketing of cables for principal M/s Indian Communication Cable Company with its own trade name "Cords". In 1987 he joined Cords Cable Industries, a partnership firm, to enter into manufacturing of cable. Presently he is working as a Joint Managing Director of your Company.	MR. NAVEEN SAWHNEY, 62 Years, is a Mechanical Engineer (AMIME) and holds a Post graduate diploma in Marketing Management. He has an experience of 42 Years in the Cable Industry. He started his career with Delton Cables Limited as a Supervisor in the Quality Control Department in September, 1971, where he worked for two years and then shifted to the marketing wing and worked there about 10 years. In 1985 he left the organization and joined Cords India which was formed for marketing cables for principal Indian Communication Cable Company under our own trade name "Cords" and then shifted to Cords Cable Industries in 1987 to manufacture cables. Presently he is the Managing Director of your Company.	Mr. O.P Bhandari, 65 years, has a Master's degree in Ceramic Engineering, from University of Washington, USA and is a Science graduate in Ceramics Engineering with honours from Banaras Hindu University, Varanasi. He has more than three decade experience in Ceramic Industry. He started his career as a Chief Ceramist in M/s. Somany Pilkington Ltd., Haryana and after that served Ms. Asian Ceramic Private Ltd., New Delhi as a Director. After that he started a sole proprietorship concern for technical consultancy in ceramics in the name of M/s. Om Consultants. He is also a member of various associations such as Indo-German Chamber of Commerce, Indian Ceramic Society, American Ceramic Society, U.S.A., FICCI New Delhi, ASSOCHAM New Delhi and a few other associations.	Mr. Ajit Kumar Sahay, 72 Years is Graduate in Mining Engineering with Honors from Indian School of Mines and holds the Professional Competency Certificate for First Class Mine Managers in which he stood First in India. Mr. Sahay has extensive managerial experience of above four decades in both Public & Private Sectors, including about ten years as Director/CMD at Board Level. He has worked at various levels with Coal India Limited, Neyveli Lignite Corporation Limited, Bharat Coking Coal Limited, Damodar Valley Corporation Limited, Power Corporation of India Limited, Brahmaputra Consortium Private Limited, National Thermal Power Corporation Limited, UP Vidhyut Utpadan Nigam Limited etc. and was responsible for coal exploration, production planning and introduction of new technology
Qualification	Diploma in Mechanical Engineering	Mech. Engineering and Post Graduate Diploma in Marketing Management	Bachelor & Master's Degree in Ceramics Engineering.	Bachelors Degree in Mining Engr. with Honors from Indian School of Mines
Expertise in specific functional area	Wide experience in Manufacturing Operation of Cable Industry	Wide experience in Manufacturing Operation of Cable Industry	Wide experience in Ceramics Projects	Extensive Managerial Experience of above four decades in both Public and Private Sectors
Membership of Committees in other Public Limited Co.	NIL	NIL	NIL	NIL
No. of shares held in the Company	27,86,044 Equity Shares of Rs. 10 each 80,000 Non Convertible, Cumulative, Redeemable Preference Shares of Rs. 100/- each	27,24,849 Equity Shares of Rs. 10 each 80,000 Non Convertible, Cumulative, Redeemable Preference Shares of Rs. 100/- each	NIL	NIL



INDEPENDENT AUDITOR'S REPORT

To the Members of Cords Cable Industries Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Cords Cable Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with commencement notification dated 12th September, 2013 of the Ministry of Corporate Affairs in respect of the Companies Act 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:



- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- b) in the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with commencement notification dated 12th September, 2013 of the Ministry of Corporate Affairs in respect of the Companies Act 2013.
 - e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

Place: New Delhi
Date: 30th May, 2014

For Sharma Goel & Co. LLP
Chartered Accountants
(FRN: 000643N)

Sd/-
Amar Mittal
Partner
M.No.: 017755



Annexure to the Auditors' Report of even date to the members of Cords Cable Industries Limited, on the financial statements for the year ended March 31, 2014 (Refer to in para 5(1) our report of even date)

Based on the Audit Procedures performed for the purpose of reporting a true and fair view on the financials statements of the company and taking into the consideration the information and explanation given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- i) In respect of Fixed Assets of the Company and in our opinion :
 - a) The Company has maintained proper records, showing full particulars, including quantitative details and situation of fixed assets.
 - b) The Company has a programme of physical verification of its fixed assets by which they are verified annually. In accordance with this programme, fixed assets were verified during the year and no discrepancies were noticed on such verification. In our opinion, the frequency of physical verification is reasonable having regards to the size of the company and nature of fixed assets.
 - c) The company has not disposed off a substantial part of any fixed assets during the year. Therefore the going concern assumption is not affected.
- ii) In respect of Inventories of the Company, in our opinion :
 - a) Inventories (excluding stocks with third parties) have been physically verified by management during the year and the frequency of verification is reasonable.
 - b) The procedures for physical verification of inventory followed by management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) The company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification of inventory.
- iii) The company has not granted any loan to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Also, the Company has not taken loan from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- iv) In our opinion, there is an adequate internal control system commensurate with the size of the Company and nature of its business with regard to purchase of inventory, fixed assets and sale of goods & services. We have not observed any major weakness in the internal control system during the course of the audit.
- v)
 - a) In our opinion, the particulars of all contracts or arrangements that need to be entered into the register maintained under section 301 of the act have been so entered.
 - b) In respect of transactions made in pursuance of such contracts and arrangements with parties with whom transactions exceeding value of Rupees Five Lakhs have been entered during the financial year are reasonable having regard to prevailing market price at relevant time. For price justification reliance is placed on the information and explanation given by management.
- vi) In our opinion, the Company has not accepted any deposits from the public within the meaning of section 58A and section 58AA or any other relevant provisions of the Companies Act 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. No order has



been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

- vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- viii) We are of the opinion that *prima facie*, the cost records and accounts prescribed by Central Government under section 209(1)(d) of the Companies Act, 1956 have been made and maintained. We have not, however, carried out a detailed examination of the records with a view to determining whether they are accurate or complete.
- ix) In respect of disputed and undisputed Statutory Dues of the Company and according to information and explanations given to us and on the basis of our examination of the records of the Company.
 - a. Amounts deducted / accrued in the books of accounts in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and any other material Statutory Dues have generally been regularly deposited during the year by the Company with the appropriate authorities, to the extent applicable. There were no dues on account of Cess under Section 441A of the Companies Act, 1956 since the aforesaid section has not yet been made effective by the Central Government. According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were in arrears, as at March 31, 2014 for a period of more than six months from the date they became payable.
 - b. According to the information and explanations given to us, detail of dues of Sales Tax, Service Tax & Excise duty which have not been deposited on account of a disputes are given below:

Name of the Statute	Nature of dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act, 1944				
	Excise Duties	359716/-	2005-06	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Penalty	75000/-		
	Less : Pre-Deposited	100000/-		
	Excise Duties	330225/-	2004-05	CESTAT, New Delhi
	Penalty	330225/-		
	Less : Pre-Deposited	150000/-		
	Excise Duties	162054/-	2005-06	CESTAT, New Delhi
	Penalty	162054/-		
	Excise Duties	176867/-	2005-06	Commissioner of Central Excise & Custom, Jaipur
	Penalty	50000/-		
	Excise Duties	161169/-	2006-07	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Penalty	161169/-		
	Excise Duties	3159709/-	2006-07	Commissioner (Appeals), Central Excise & Custom, Jaipur



Excise Duties	5783018/-	2006-07	CESTAT, New Delhi
Excise Duties Penalty	260222/- 50000/-	2006-07	Commissioner (Appeals), Central Excise & Custom, Jaipur
Excise Duties Penalty	746412/- 746412/-	2004-05	CESTAT, New Delhi
Less : Pre-Deposited	350000/-		
Excise Duties	6024771/-	2007-08	CESTAT, New Delhi
Excise Duties	67441/-	2007-08	CESTAT, New Delhi
Excise Duties	612151/-	2007-08	Commissioner Central Excise & Custom, Jaipur
Excise Duties	2281042/-	2007-08	Commissioner (Appeals), Central Excise & Custom, Jaipur
Excise Duties	5437100/-	2008-09	CESTAT, New Delhi
Excise Duties	1309877/-	2008-09	Joint Commissioner, Central Excise, jaipur
Excise Duties	15271114/-	2009-10	CESTAT, New Delhi
Excise Duties	15337611/-	2009-10	CESTAT, New Delhi
Excise Duties Recovered by Central Excise along with Int. & penalty	1105939/- 1616762/-	2009-10	Joint Commissioner, Central Excise, Jaipur
Excise Duties Recovered by Central Excise along with Int. & penalty	337944/- 25000/- 362944/-	2010-11	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties	406601/-	2010-11	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties	18237626/-	2010-11	Commissioner of Central Excise, Jaipur-I
Interest on Service Tax Penalty Recovered by Central Excise along with Int. & penalty	1003041/- 2000/- 1160037/-	2009-10	Commissioner of Central Excise, Jaipur-I



Excise Duties	276589/- 2011-12	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties	236874/- 2008-09	Asst Commissioner, Central
Penalty	236874/- to 2011-12	Excise, Bhiwadi
Less :	120976/-	
Recovered by	194700/-	
Central Excise & balance		
to be recovered along with Interest		
Excise Duties	15568226/- 2011-12	Commissioner of Central Excise, Jaipur-I
Service Tax	601175/- 2008-09	Addl. Commissioner, Central
Penalty	2000/-	Excise, Jaipur
Service Tax	23730/- 2013-14	Assistant . Commissioner, Central Excise, Bhiwadi
Excise	1588525/- 2013-14	Addl. Commissioner Central Excise, Jaipur
Excise (Penalty)	13545628/- 2011-12	Commissioner Central Excise, Jaipur

- x) The Company does not have accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- xi) Based on our audit procedures and as per the information and explanations given by the management, there are no dues to financial institutions or banks or debenture holders.
- xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the provisions of paragraph 4 clause (xii) of the Order are not applicable.
- xiii) The Company is not a Chit Fund or a Nidhi/ Mutual Benefit fund/ Society. Accordingly, the provisions of paragraph 4 clause (xiii) of the Order are not applicable.
- xiv) In our opinion the company is not dealing or trading in shares, debentures, securities and other investments. Accordingly, the provisions of paragraph 4 clause (xiv) of the Order are not applicable.
- xv) In our opinion, the Company has not given any guarantee in terms of paragraph 4 clause (xv).
- xvi) In our opinion and to the best of our knowledge and belief, proceeds of term loans taken were, *prima facie*, applied for the purpose it was obtained.
- xvii) In our opinion and on an overall examination of the Balance Sheet of the Company, funds raised on short-term basis, *prima facie*, have not been used for long term investment by the company.
- xviii) In our opinion, the Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under Section 301 of the Companies Act, 1956.



Cords Cable Industries Ltd.

Annual Report 2013-14

- xix) In our opinion and according to the records examined by us, no debentures were issued during the year.
- xx) The Company has not raised any monies by way of public issue during the year. Accordingly, the provisions of paragraph 4 clause (xx) of the Order are not applicable.
- xxi) In our opinion, no material fraud on or by the company has been noticed or reported during the period covered in our audit.

For Sharma Goel & Co. LLP
Chartered Accountants
(FRN: 000643N)

Sd/-
Amar Mittal
Partner
M.No. : 017755

Place: New Delhi
Date: 30th May, 2014



		<u>BALANCE SHEET AS AT 31st MARCH, 2014</u>		<u>(Amount in Rs.)</u>	
		<u>Note</u>	<u>As at 31.03.2014</u>	<u>As at 31.03.2013</u>	
EQUITY & LIABILITIES					
Shareholders' Funds					
Share Capital	4		13,02,77,800	13,02,77,800	
Reserves & Surplus	5		93,54,90,928	91,70,18,134	
		(A)	<u>1,06,57,68,728</u>	<u>1,04,72,95,934</u>	
Non-Current Liabilities					
Long Term Borrowings	6		15,67,06,325	23,00,74,343	
Deferred Tax Liability (Net)	7		6,97,79,735	5,59,39,770	
Other Long-Term Liabilities	8		1,88,89,195	2,23,75,668	
Long-Term Provisions	9		1,03,33,110	94,82,566	
		(B)	<u>25,57,08,665</u>	<u>32,18,72,347</u>	
Current Liabilities					
Short Term Borrowings	10		49,35,15,641	48,15,67,206	
Trade Payables	11		90,29,89,289	86,39,97,697	
Other Current Liabilities	12		10,26,90,464	16,09,87,762	
Short Term Provisions	13		49,14,094	93,70,277	
		(C)	<u>1,50,41,09,487</u>	<u>1,51,59,22,942</u>	
TOTAL			<u>(A+B+C)</u>	<u>2,82,55,86,879</u>	<u>2,88,50,91,223</u>
ASSETS					
Non-Current Assets					
Fixed Asset	14				
Tangible Asset			1,04,18,81,535	1,08,71,24,468	
Capital Work-in-Progress			70,15,276	64,46,596	
Long Term Loans & Advances	15				
		(A)	<u>2,78,16,121</u>	<u>2,06,13,197</u>	
			<u>1,07,67,12,932</u>	<u>1,11,41,84,261</u>	
Current Assets					
Current Investment			4,60,000	80,000	
Inventories	16		45,20,33,469	51,82,76,221	
Trade Receivables	17		83,86,94,462	82,82,11,027	
Cash & Bank Balances	18		18,00,70,524	16,05,11,239	
Short Term Loans & Advances	19		22,09,83,277	21,53,15,250	
Other Current Assets	20		5,66,32,215	4,85,13,225	
		(B)	<u>1,74,88,73,946</u>	<u>1,77,09,06,962</u>	
TOTAL			<u>(A+B)</u>	<u>2,82,55,86,879</u>	<u>2,88,50,91,223</u>
Significant Accounting Policies					
Notes on Financial Statements			1 to 41		
AS PER OUR REPORT OF EVEN DATE					
FOR SHARMA GOEL & CO. LLP					
Chartered Accountants					
(FRN : 000643N)					
AMAR MITTAL					
Partner					
M. No.:017755					
Place : New Delhi					
Dated : 30th May , 2014					
NAVEEN SAWHNEY					
Managing Director					
DIN No.: 00893704					
DEVENDER KUMAR PRASHAR					
Joint Managing Director					
DIN No.: 00540057					
GARIMA PANT					
Company Secretary					
M.No.: ACS 28170					

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2014**

(Amount in Rs.)

	Note	<u>Year Ended 31.03.2014</u>	<u>Year Ended 31.03.2013</u>
I. REVENUE			
a) Revenue from Operations	21	2,62,99,24,073	3,85,43,54,101
b) Other Income	22	1,85,53,475	1,70,63,527
Total Revenue		2,64,84,77,549	3,87,14,17,628
II. EXPENSES			
Cost of Material Consumed	23	1,96,52,76,229	3,11,47,24,353
Changes in Inventories of finished goods, work-in-progress & stock in trade	24	7,34,66,096	(4,26,13,819)
Employee benefits expenses	25	14,23,35,816	16,28,71,579
Finance Costs	26	19,65,92,095	22,64,24,469
Depreciation and Amortization Expenses	14	4,99,19,256	8,40,03,990
Other Expenses	27	19,07,03,378	23,59,99,676
Total Expenses		2,61,82,92,871	3,78,14,10,248
Profit before exceptional and extraordinary items and tax		3,01,84,678	9,00,07,380
Exceptional items		—	—
Profit before extraordinary items and tax		3,01,84,678	9,00,07,380
Extraordinary items		—	—
III. Profit before Tax (I-II)		3,01,84,678	9,00,07,380
IV. Tax Expense			
a) Current Tax	60,39,275	2,43,42,796	
Less : MAT Credit Entitlement	60,39,275	2,43,42,796	
b) Deferred Tax	—	—	
V. Profit for the Year (III-IV)		2,03,44,713	6,08,08,250
Profit/(loss) for the year from discontinuing operations		—	—
Tax expense of discontinuing operations		—	—
VI. Profit/(loss) for the year from discontinuing operations (After Tax) (II)		—	—
Profit/(loss) for the year [(V)+(VI)]		2,03,44,713	6,08,08,250
Earning per Equity Share of face value of Rs. 10/- each			
a) Basic	35	1.62	5.16
b) Diluted		1.62	5.16
Significant Accounting Policies			
Notes on Financial Statements		1 to 41	

AS PER OUR REPORT OF EVEN DATE
FOR SHARMA GOEL & CO. LLP
Chartered Accountants
(FRN :.000643N)

AMAR MITTAL
Partner
M. No.:017755

Place : New Delhi
Dated : 30th May, 2014

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

NAVEEN SAWHNEY
Managing Director
DIN No.: 00893704

DEVENDER KUMAR PRASHAR
Joint Managing Director
DIN No.: 00540057

GARIMA PANT
Company Secretary
M.No.: ACS 28170



CASH FLOW STATEMENT FOR THE YEAR ENDED			(Amount in Rs.)	
			Year Ended 31.03.2014	Year Ended 31.03.2013
A CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before tax		3,01,84,678	9,00,07,380	
Adjustments for:				
Depreciation		4,99,19,256	8,40,03,990	
Loss/Profit on sale of fixed assets (Net)		2,277	38,876	
Interest & Finance Charges		19,65,92,095	22,64,24,469	
Interest income		(1,80,17,002)	(1,57,75,251)	
Provision for employee benefits (Net of Payments)		4,97,193	(2,79,543)	
Operating profit before working capital changes		25,91,78,496	38,44,19,922	
Adjustments for:				
Inventories		6,62,42,752	(4,46,49,236)	
Sundry debtors / receivables		(1,04,83,435)	6,90,45,966	
Loans & Advances / Other Current Assets		(1,43,93,735)	4,00,49,327	
Trade/Other payables		2,59,62,336	(4,50,05,796)	
Cash generation from operating activities		32,65,06,415	40,38,60,183	
Less: Direct taxes Paid		83,24,410	2,26,59,669	
Net cash generation from operating activities		31,81,82,005	38,12,00,514	
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of fixed assets/capital works-in-progress		(23,49,319)	(2,41,48,262)	
Sale proceeds of fixed assets		18,599	1,25,000	
Interest received		1,56,42,375	1,05,26,324	
Investment in Mutual Fund		(3,80,000)	(80,000)	
Net cash used in investing activities		1,29,31,654	(1,35,76,938)	
C CASH FLOW FROM FINANCING ACTIVITIES				
Borrowings (Net)		(11,09,69,588)	(9,97,79,209)	
Interest & Finance Charges paid		(19,87,12,867)	(22,86,15,602)	
Dividend paid (Including tax thereon)		(18,71,920)	(7,01,054)	
Net cash from/(used) in financing activities		(31,15,54,375)	(32,90,95,864)	
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT(A+B+C)		1,95,59,284	3,85,27,710	
Cash and cash equivalents at the beginning of year		16,05,11,239	12,19,83,529	
Cash and cash equivalent at the end of year		18,00,70,524	16,05,11,239	

Note:

1. The Above Cash Flow Statement has been prepared under "Indirect method" as set out in Accounting Standard (AS-3) on 'Cash Flow Statement' as notified under the Companies (Accounting Standards) rules, 2006.
2. Previous year figures have been regrouped and /or reclassified wherever necessary to confirm to those of the current year grouping and/ or classification.

AS PER OUR REPORT OF EVEN DATE
FOR SHARMA GOEL & CO. LLP
Chartered Accountants
(FRN:000643N)
AMAR MITTAL
Partner
M. No.:017755

Place : New Delhi
Dated : 30th May, 2014

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
NAVEEN SAWHNEY
Managing Director
DIN No.: 00893704

DEVENDER KUMAR PRASHAR
Joint Managing Director
DIN No.: 00540057
GARIMA PANT
Company Secretary
M.No.: ACS 28170

**Notes on the Financial Statements For the year ended 31st March, 2014****1. Company Overview**

Cords Cable Industries Limited ("the Company") was incorporated on October 21, 1991 as "Private Limited" and it was later converted into "Public Limited" on May 10, 2006. The Company manufactured or developed a wide range of specialized cables to address the specific requirements of industries involving modern process technologies, instrumentation & communication demanding the highest standards of precisions and reliability with assured quality and safety standards.

2. Basis of Financial Statements**i) Statement of Compliance**

The financial Statements are prepared under the historical cost convention on an accrual basis, in accordance with the generally accepted accounting principals in India and compliance with the applicable accounting standards as notified under the Companies (Accounting Standard) Rules, 2006 as amended and as per Revised Schedule VI to the Companies Act, 1956. All assets and liabilities have been classified as current or non-current as per Company's normal operating cycle and other criteria set out in Revised Schedule VI to Companies Act, 1956.

ii) Use of Estimates

The presentation of financial statements conformity with the generally accepted accounting principals requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as on date of the financial statements and the reported amount of revenue and expenses during the reporting year. Differences between the actual results and estimates are recognized in the year in which the results are known or materialized.

3. SIGNIFICANT ACCOUNTING POLICIES**i) Basis of Accounting**

The financial statements are prepared under the historical cost convention on an accrual basis and in accordance with Generally Accepted Accounting Principles (GAAP) in India and Accounting Standards (AS) as notified by the Companies (Accounting Standard) Rules, 2006 as amended. All assets and liabilities have been classified as current or non-current as per company's normal operating cycle and other criteria set out in Revised Schedule VI to Companies Act, 1956.

ii) Fixed Assets**a) Tangible Assets**

Tangible Assets are stated at their original cost. Cost includes acquisition price, attributable expenses and pre-operational expenses including finance charges, wherever applicable.

- b) Capital Work in Progress
All pre-operative expenditure & trial run expenditure are accumulated as Capital Work-in- progress and is allocated to the relevant fixed assets on a pro-rata / reasonable basis depending on the prime cost of assets.
- c) Expenditure (including financing cost relating to borrowed funds for construction or acquisition of fixed assets) incurred on project till date of commencement of commercial production are capitalized

iii) Depreciation

- a) Depreciation on Fixed Assets is provided on Straight Line method in accordance with the rates as specified in Schedule XIV to the Companies Act, 1956.
- b) Depreciation is not recorded on capital work-in-progress until that asset is ready for its intended use.
- c) Lease hold lands are not depreciated.
- d) Individual assets costing upto Rs.5000/- per item are fully write off in the year of purchase

iv) Impairment of Assets

The Company assesses at each reporting date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount is higher of, an asset's net selling price and its value in use. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the reporting date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount and Impairment Losses previously recognized are accordingly reversed.

v) Inventories

- a) Inventories (other than scrap) are valued at lower of cost or net realisable value. The cost of inventories is computed on a FIFO basis. The cost of Finished Goods and work-in-progress include cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Excise duty & Cess is included in finished goods valuation.
- b) Scrap is valued at net realizable value.

iv) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

- a) Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of goods. The company collects all relevant applicable taxes like sales taxes, value added taxes (VAT) etc. on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Gross turnover is net of sales tax and inclusive of excise duty & cess.
- b) All other income are accounted for on accrual basis.
- c) Profit on sale of investments is recognized on the date of the transaction of sale and is computed as excess of sale proceeds over its carrying amount as at the date of sale.

vii) Employee Benefits

The Company's contribution to Provident Fund and Employee State Insurance Schemes is charged to the Profit and Loss account. The Company has unfunded defined benefit plans namely leave encashment and gratuity for its employees, the liability for which is determined on the basis of actuarial valuation, conducted annually, by an independent actuary, in accordance with Accounting Standard 15 (Revised 2005) – "Employee Benefits", notified under the Companies (Accounting Standards) Rules, 2006, as amended. Actuarial gains and losses are recognized in Profit and Loss account as income or expenses. Employee benefits of short term nature are recognized as expenses as and when it accrues.

viii) Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

ix) Foreign Currency Transactions

- a) Transactions in Foreign Currency are initially recorded at the exchange rate at which the transaction is carried out.
- b) Monetary Assets and Liabilities related to foreign currency transactions remaining outstanding at the year end and translated at the year end rate. The effect of Exchange rate fluctuations in respect of Monetary Assets is taken to Profit & Loss Account.
- c) Exchange differences on conversion of year-end foreign currency balances pertaining to long term loans (ECB) for acquiring fixed assets including capital work in progress are adjusted in the carrying cost of these assets.
- b) Non monetary foreign currency items are carried at cost.

x) Government Grants

An appropriate amount in respect of subsidy benefits earned estimated on prudent basis is credited to income for the period even though the actual amount of such benefits finally settled and received after the end of relevant accounting period. Government grant relatable to fixed assets is adjusted with related asset.

xi) Taxes on Income

- a) Tax expense comprises of current tax and deferred tax.
- b) The Provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provision of the Income Tax Act 1961. Deferred tax is recognized, subject to the consideration of prudence on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.
- c) Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations by the Institute of Chartered Accountants of India, the said asset is created by way of credit to the profit and loss account and shown as MAT credit entitlement.

xii) Financial Derivatives and Commodity Hedging Transactions

In respect of derivatives contracts, premium paid, gains/losses on settlement and losses on restatement are recognized in the Profit & Loss account except in case where they relate to acquisition or construction of fixed assets, in which case, they are adjusted to the carrying cost of such assets.

xiii) Provision, Contingent Liabilities and Contingent Assets

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made.

xiv) Contingent liability is disclosed for:

- a) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or,
- b) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
- c) Contingent Assets are not recognized in the financial statements since this may result in the recognition of income which may never be realized.

xv) Earning Per Share

Basic Earnings per Equity Share is computed using the weighted average number of equity shares outstanding during the year. Diluted Earnings per Equity Share is computed using the weighted average number of equity and dilutive potential equity shares outstanding during the year.



NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2014

SCHEDULES

4. SHARE CAPITAL**Authorised Capital**

1,20,00,000 Equity Shares of Rs 10/-each
(1,20,00,000)
3,60,000 Non-Convertible Cumulative preference share of Rs. 100/- each
(3,60,000)

TOTAL**Issued , Subscribed & Paid Up :**

1,14,27,780 Equity Shares of Rs.10/- each fully paid up.
(1,14,27,780)
1,60,000 Non-Convertible Cumulative preference share of Rs. 100/- each fully paid
(1,60,000)

TOTAL

	(Amount in Rs.)	
	As at 31.03.2014	As at 31.03.2013
12,00,00,000	12,00,00,000	12,00,00,000
3,60,00,000	3,60,00,000	3,60,00,000
15,60,00,000	15,60,00,000	15,60,00,000
11,42,77,800	11,42,77,800	11,42,77,800
1,60,00,000	1,60,00,000	1,60,00,000
13,02,77,800	13,02,77,800	13,02,77,800

4.1. Terms/rights attached to Equity Shares

The company has only one class of equity shares having a face value of Rs. 10 (Rupees Ten) per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to received remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. In the event of distributing dividends by the company and winding up, the preference shareholders will be preferred over the equity shareholders. They do not have any voting rights except for in the conditions mentioned in the Companies Act, 1956.

4.2. Terms/rights attached to Preference Shares

During the year March, 2012, the Company has issued and allotted 1,60,000 Non Convertible, Cumulative, Redeemable Preference Shares of Rs.100/- each fully paid to Promoters. These Shares carry Dividend rate @ 10% (Ten Percent) per annum and voting rights of these shares are limited to matters which directly affect the rights of Preference Shareholders. The said Preference Shares shall have tenure of 5 (Five) years, however the company, reserve the right to recall the shares after a period of 2 (Two) years or at any suitable tenure giving not less than 6 (Six) months previous notice in writing to shareholders to redeem these shares. These shares are not listed on any stock exchange.

4.3. Authorised Share Capital

During the year March 31,2012, the authorised share capital has been increased from Rs. 12,00,00,000 (Rupees Twelve Crores) divided into 1,20,00,000 (One Crore Twenty Lacs) Equity Shares of Rs.10 (Rupee Ten) each to Rs.14,00,00,000 (Rupees Fourteen Crores) divided into 1,20,00,000 (One Crore Twenty Lacs) Equity Shares of Rs.10 (Rupees Ten) each and 2,00,000 (Two Lakh) Non Convertible, Cumulative, Redeemable Preference Shares of Rs. 100 (Rupees Hundred) each at the Annual General Meeting of the Company held on September 26, 2011. During the year March 31,2013 the authorised share capital has been increased from Rs.14,00,00,000 (Rupees Fourteen Crores) divided into 1,20,00,000 (One Crore Twenty Lacs) Equity Shares of Rs.10 (Rupee Ten) each and 2,00,000 (Two Lakh) Non Convertible, Cumulative, Redeemable Preference Shares of Rs. 100 (Rupees Hundred) each to Rs.15,60,00,000 (Rupees Fifteen Crores Sixty Lakh) divided into 1,20,00,000 (One Crore Twenty Lacs) Equity Shares of Rs.10 (Rupees Ten) each and 3,60,000 (Three Lakh Sixty Thousand) Non Convertible, Cumulative, Redeemable Preference Shares of Rs. 100 (Rupees Hundred) each in the Annual General Meeting of the Company held on September 26, 2012.



4.4. The Reconciliation of number of shares and amount outstanding at the beginning and at the end of the year :

Equity Share	As at <u>31.03.2014</u>		As at <u>31.03.2013</u>	
Particulars	No. of Shares	Amount	No. of Shares	Amount
Equity Shares at the beginning of the year	1,14,27,780	11,42,77,800	1,14,27,780	11,42,77,800
Add : Equity Share Issued During the year	—	—	—	—
Equity Share at the End of the year	1,14,27,780	11,42,77,800	1,14,27,780	11,42,77,800

Preference Share	As at <u>31.03.2014</u>		As at <u>31.03.2013</u>	
Particulars	No. of Shares	Amount	No. of Shares	Amount
Preference Shares at the beginning of the year	1,60,000	1,60,00,000	1,60,000	1,60,00,000
Add : Preference Share Issued during the year	—	—	—	—
Preference Share at the end of the year	1,60,000	1,60,00,000	1,60,000	1,60,00,000

4.5. The Details of shareholders holding more than 5% shares :

Equity Shares	As at <u>31.03.2014</u>		As at <u>31.03.2013</u>		
Name of Shareholder	No. of Shares	% held	No. of Shares	% held	
Naveen Sawhney	27,24,849	23.84	26,98,030	23.61	
Devender Kumar Prashar	27,86,044	24.38	27,59,317	24.15	
Preference Shares					
Naveen Sawhney	80,000	50	80,000	50	
Devender Kumar Prashar	80,000	50	80,000	50	

**5. RESERVES AND SURPLUS**

	As at <u>31.03.2014</u> (Amount in Rs.)	As at <u>31.03.2013</u> (Amount in Rs.)
Securities Premium Account	45,29,36,003	45,29,36,003
General Reserve	2,50,87,000	2,50,87,000
Surplus		
As per last Balance Sheet	43,89,95,131	38,00,58,801
Add: Profit for the year	2,03,44,713	6,08,08,250
	<u>45,93,39,844</u>	<u>44,08,67,051</u>
Less : Appropriations	16,00,000	16,00,000
Proposed Dividend on Preference Shares	2,71,920	2,71,920
Dividend Distribution Tax there on	<u>45,74,67,924</u>	<u>43,89,95,131</u>
TOTAL	<u>93,54,90,928</u>	<u>91,70,18,134</u>

6. LONG TERM BORROWINGS**Secured**

	As at <u>31.03.2014</u> (Amount in Rs.)	As at <u>31.03.2013</u> (Amount in Rs.)
External Commercial Borrowings	–	4,35,11,440
In Rupee Term loans		
from Banks	1,28,05,916	2,24,41,709
from Others	21,53,38,635	27,78,74,043
Vehicle Loans		
from Banks	9,74,210	15,13,829
from others	10,01,491	12,94,220
	<u>23,01,20,251</u>	<u>34,66,35,241</u>
Less : Current Maturities of long term borrowing	7,34,13,627	15,67,06,625
	<u>7,34,13,627</u>	<u>15,67,06,625</u>
TOTAL	<u>15,67,06,625</u>	<u>23,00,74,343</u>

6.1. Term Loans from Banks and others referred above are secured by way of first charge on entire movable fixed assets and equitable mortgage Factory Land and Building and Plant & Machinery and other fixed assets .

6.2. Vehicle loans are secured by way of hypothecation of vehicles.

6.3. Maturity Profile of long term borrowings are as below :

	1-2 years	2-3 years	3-4 years
Term loan from Banks	33,26,780	4,62,222	1,75,209
Term loan from others	6,17,23,081	6,06,82,666	3,03,36,667
TOTAL	<u>6,50,49,861</u>	<u>6,11,44,888</u>	<u>3,05,11,876</u>



7. DEFERRED TAX LIABILITY (NET)	As at	As at
	31.03.2014 (Amount in Rs.)	31.03.2013 (Amount in Rs.)
Deferred Tax Liability		
In respect of Depreciation on Fixed Assets	7,46,17,520	6,44,30,631
In respect of Employee Benefits	(46,02,572)	(44,90,861)
In respect of Carry forward Losses	(2,35,213)	—
TOTAL	6,97,79,735	5,99,39,770

8. OTHER LONG-TERM LIABILITIES

Retention Money	1,81,38,979	2,16,25,452
Security Deposit	7,50,216	7,50,216
TOTAL	1,88,89,195	2,23,75,668

9. LONG TERM PROVISIONS

Provision for Employee Benefits (Refer note - 25.1)	1,03,33,110	94,82,566
TOTAL	1,03,33,110	94,82,566

9.1. Provision for Employees Benefits include Provision for Gratuity & Provision for Leave Encashment.

10. SHORT TERM BORROWINGS**Secured**

Working Capital loans		
From Banks		
In Rupee loans	46,10,97,826	43,36,55,971
Foreign Currency loans	3,24,17,815	4,79,11,235
TOTAL	49,35,15,641	48,15,67,206

10.1. Working Capital loans along with non-fund based facilities from banks are secured by way of hypothecation of present and future stock of raw materials, work-in-process, finished goods, book debts as first charge which ranks Pari-passu amongst Bankers and by way of First and Second charge on the immovable and movable assets of the company by respective banks and pledge of FDR Rs.3,28,00,000)

11. TRADE PAYABLES

Due to Micro, Small and Medium Enterprise	—	—
Others		
TOTAL	90,29,89,289	86,39,97,697

11.1. Amount due to Micro, Small and Medium Enterprise:

In absence of any information submitted by vendors with regards to their registration (filing of Memorandum) under the "The Micro, Small and Medium Enterprises Development Act, 2006" Liability cannot be ascertained at the close of the year and hence no disclosure is made in this regard.



	As at 31.03.2014 (Amount in Rs.)	As at 31.03.2013 (Amount in Rs.)
12. OTHER CURRENT LIABILITIES		
Current maturities of long term debts (Note 6)	7,34,13,627	11,65,60,898
Interest accrued but not due on borrowings	46,93,911	68,14,683
Advance from customers	80,15,765	81,59,918
Payable for Capital Expenditure	28,95,224	24,96,540
Unclaimed Dividends	1,49,278	1,49,278
Application Money received and due for refund	58,725	58,725
Other Payables*	1,34,63,934	2,67,47,720
TOTAL	10,26,90,464	16,09,87,762

* Includes Statutory dues payables, Salary and wages payable and other expenses payable

13. SHORT-TERM PROVISIONS

Provisions for Employees Benefits(Refer Note 25.1)	4,53,125	8,06,476
Provision for Taxation (including wealth tax) (net of advance tax)	25,89,049	66,91,881
Proposed Dividend on Preference Shares	16,00,000	16,00,000
Dividend Distribution Tax	2,71,920	2,71,920
TOTAL	49,14,094	93,70,277

13.1. Provision for Employees Benefits include provision for Gratuity & Provision for Leave Encashment.

15. LONG TERM LOANS AND ADVANCES

(Unsecured and considered good)

Security Deposits	98,75,759	84,57,082
Loan to Employees	2,61,923	5,16,951
Others loans and advances	1,76,78,439	1,16,39,164
TOTAL	2,78,16,121	2,06,13,197

16. INVENTORIES

(As taken, Valued and Certified by Management)

Raw Material (including in-Transit)	13,79,68,896	13,07,73,548
Work-in- Progress.	21,72,46,752	19,83,84,251
Finished Goods	8,08,44,100	18,45,84,511
Packing Material & Consumables	1,59,73,721	45,33,911
TOTAL	45,20,33,469	51,82,76,221

17. TRADE RECEIVABLES

(Unsecured and considered good)

Over Six Months	8,64,19,853	9,59,63,634
Others	75,22,74,609	73,22,47,393
TOTAL	83,86,94,462	82,82,11,027

18. CASH AND CASH EQUIVALENTS

Balance with Banks*	22,54,589	28,58,387
Cash on Hand	6,88,540	3,76,486
Fixed Deposit with Banks**	17,71,27,395	15,72,76,366
TOTAL	18,00,70,524	16,05,11,239

* Balance with Banks includes Unclaimed Dividend of Rs.1,49,278 (P.Y. Rs.1,49,278) and Share Application Money due for Refund Rs.58,725 (P.Y. 58,725).

** Fixed deposits with Bank includes deposits of Rs. 60,02,978 (P.Y. 4,50,09,867) with maturity of more than 12 months



SCHEDULE - 14
FIXED ASSETS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE ACCOUNTS AS AT 31st MARCH, 2014

(Amount in Rs.)

DESCRIPTIONS	FIXED ASSETS		GROSS BLOCK			DEPRECIATION/AMORTISATION			NET BLOCK	
	COST AS AT 01.04.2013	ADDITION DURING THE YEAR	DEDUCTIONS/ADJUSTMENTS 31.03.2014	AS AT 01.04.2013	AS AT 01.04.2013	DEDUCTIONS/ADJUSTMENTS 31.03.2014	AS AT 31.03.2014	AS AT 31.03.2014	AS AT 31.03.2013	
A. TANGIBLE ASSETS										
LAND(LEASE HOLD)	26,31,15,956	29,16,560	—	26,60,32,516	—	—	—	26,60,32,516	26,31,15,956	
BUILDING	38,92,58,888	—	38,92,58,888	4,12,19,750	1,30,01,247	—	5,42,20,997	33,50,37,891	34,80,39,138	
PLANT & MACHINERY	63,68,54,341	4,82,900	—	63,73,37,241	20,94,90,662	3,02,62,540	—	23,97,53,202	39,75,84,039	42,73,63,679
TOOLS & INSTRUMENT	84,05,086	2,23,248	—	86,28,334	26,00,086	4,05,687	—	30,05,773	56,22,561	58,05,000
GENERATOR	1,74,14,941	—	—	1,74,14,941	37,21,177	8,27,210	—	45,48,387	1,28,66,554	1,36,93,764
OFFICE EQUIPMENT	59,53,101	1,21,329	—	60,74,430	12,98,084	3,04,622	—	16,02,706	44,71,724	46,55,017
COMPUTER	1,55,92,384	7,67,702	—	1,63,00,086	90,14,175	26,59,642	—	1,16,7,3,817	46,86,289	45,78,209
FURNITURE & FIXTURE	1,01,85,031	1,85,460	—	1,03,70,492	33,37,691	6,55,129	—	39,92,820	63,77,672	68,47,340
VEHICLE	1,89,91,096	—	41,642	1,89,49,454	79,64,731	18,03,179	20,766	97,47,144	92,02,310	1,10,26,365
TOTAL (A)	1,36,57,70,825	46,97,199	41,642	1,37,04,26,381	27,86,46,356	4,99,19,256	20,766	32,85,44,846	1,04,18,1,535	1,08,71,24,469
B. CAPITAL WORK IN PROGRESS	—	—	—	—	—	—	—	—	70,15,276	64,46,596
GRAND TOTAL (A+B)	1,36,57,70,825	46,97,199	41,642	1,37,04,26,381	27,86,46,356	4,99,19,256	20,766	32,85,44,846	1,04,18,9,811	1,09,35,71,065
PREVIOUS YEAR	1,33,77,66,836	2,83,49,239	3,44,850	1,36,57,70,824	19,48,23,130	8,40,03,990	1,80,764	27,86,46,356	1,08,71,24,468	—



	As at 31.03.2014 (Amount in Rs.)	As at 31.03.2013 (Amount in Rs.)
19. SHORT TERM LOANS AND ADVANCES (Unsecured and considered good)		
Advance to Suppliers	62,40,558	86,80,374
Advance to Employees	15,34,813	12,67,572
Deposits	47,61,368	48,86,128
Balance with Central Excise & Service Tax Authorities	6,70,96,280	7,71,18,006
Input Sales Tax Credit Receivable	81,20,257	2,78,37,065
Advance to Contractors	20,62,402	20,62,402
Other loans and advances	13,11,67,600	9,34,63,705
TOTAL	22,09,83,277	21,53,15,250
20. OTHER CURRENT ASSETS		
Interest receivable	1,99,06,134	1,75,31,507
Prepaid Expenses	2,77,50,230	2,20,05,868
Subsidy Receivable	89,75,850	89,75,850
TOTAL	5,66,32,215	4,85,13,225
21. REVENUE FROM OPERATIONS	Year Ended 31st March 2014 (Amount in Rs.)	Year Ended 31st March 2013 (Amount in Rs.)
Sale (Gross)	2,86,88,27,799	4,24,01,55,288
Less: Excise duty, Eess and SHEC	23,89,03,726	38,58,01,187
TOTAL	262,99,24,073	3,85,43,54,101
22. OTHER INCOME		
Interest Income	1,80,17,002	1,57,75,251
Other Non-Operating Income	5,36,473	12,88,276
TOTAL	1,85,53,475	1,70,63,527
23. COST OF MATERIAL CONSUMED		
Raw Material (Opening)	13,07,73,548	12,67,32,532
Add: Purchases	1,97,43,37,899	3,11,63,92,190
Add / (Less) : Hedging Cost / (Gain)	(18,66,323)	23,73,179
Less: Raw Material (Closing)	13,79,68,896	13,07,73,548
TOTAL	1,96,52,76,229	3,11,47,24,353
24. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN PROCESS AND STOCK-IN-TRADE	Year Ended 31st March 2014 (Amount in Rs.)	Year Ended 31st March 2013 (Amount in Rs.)
Finished Goods (Opening)	18,45,84,511	20,45,08,764
Work In Process (Opening)	<u>19,83,84,251</u>	38,29,68,762
Less:		
Finished Goods (Closing)	8,08,44,100	18,45,84,511
Work In Process (Closing)	<u>21,72,46,752</u>	<u>29,80,90,852</u>
(Increase)\Decrease In Stock	8,48,77,910	(4,04,22,080)
Increase/(Decrease) in excise duty on finished goods	(114,11,814)	(21,91,739)
TOTAL	7,34,66,096	(4,26,13,819)

**25. EMPLOYEE BENEFITS**

	Year Ended 31st March 2014 (Amount in Rs.)	Year Ended 31st March 2013 (Amount in Rs.)
Salaries, Wages & Allowances	13,13,22,414	14,93,30,037
Contribution to ESI & PF	34,66,080	41,93,645
Leave Encashment	5,49,473	17,015
Gratuity	14,67,277	26,64,518
Staff Welfare	55,30,573	66,66,364
TOTAL	14,23,35,816	16,28,71,579

25.1 In accordance with Accounting Standard 15 "Employees Benefits", the Company has classified various Benefits provided to employees as under:

I. Defined Contribution Plans

- a. Provident Fund
- b. Employers' contribution to Employees' State Insurance

During the year, the Company has recognised the following amounts in the Profit and Loss Account:

	2013-14	2012-13
- Employers' Contribution to Provident Fund and Pension Scheme	22,12,345/-	26,45,775/-
- Employers' Contribution to Employees' State Insurance	12,53,735/-	15,47,870/-

II. Defined Benefits Plans

Contribution to Gratuity Fund and Leave Encashment (Unfunded Scheme) in accordance with Accounting Standard 15, actuarial valuation was performed in respect of the aforesaid defined benefit plans based on the following assumptions:

	Gratuity		Leave Encashment	
	2013-14	2012-13	2013-14	2012-13
Discount Rate (per annum)	8.50%	8.00%	8.50%	8.00%
Rate of increase in compensation levels	6.00%	5.50%	6.00%	5.50%
Rate of Return on Plan Assets (for Unfunded Scheme)	0.00%	0.00%	0.00%	0.00%
Expected Average remaining working lives of employees (years)	21.99	23.03	21.99	23.03
A. Changes in the present value of obligation (Unfunded Scheme)				
Opening Present Value of Obligation	61,21,019	54,29,782	41,68,023	51,38,803
Interest cost	4,89,682	4,34,383	3,33,442	4,11,104
Current Service Cost	11,80,805	13,88,071	8,47,245	11,10,605
Past Service Cost	-	-	-	-
Settlement Cost/(Credit)	-	-	-	-



	Gratuity		Leave Encashment	
	2013-14	2012-13	2013-14	2012-13
Benefits Paid	(8,86,416)	(19,73,281)	(6,33,141)	(9,87,795)
Actuarial (gain)/loss on obligations	(2,03,210)	8,42,064	(6,31,214)	(15,04,694)
Closing Present value of obligation	67,01,880	61,21,019	40,84,355	41,68,023
B. Changes in the Fair Value of Plan Assets (Unfunded Scheme)				
Opening Present value of Plan Assets	—	—	—	—
Expected Return of Plan Assets	—	—	—	—
Actuarial Gains and (Losses)	—	—	—	—
Contributions	—	—	—	—
Benefit Paid	—	—	—	—
Assets Distributed on Settlement	—	—	—	—
Closing Fair Value of Plan Assets	—	—	—	—
C. Reconciliation of Present Value of Defined Benefit Obligation and the Fair Value of Assets				
Present Value of funded Obligation as at the end of the year	—	—	—	—
Fair Value of Plan Assets as at the end of the year	—	—	—	—
Funded Status	—	—	—	—
Present value of unfunded obligation as at the end of the year	67,01,880	61,21,019	40,84,355	41,68,023
Unrecognised Actuarial (gains/losses)	—	—	—	—
Unfunded Liability/(Net Asset) recognised in Balance Sheet	67,01,880	61,21,019	40,84,355	41,68,023
D. Amount recognised in the Balance Sheet (Unfunded Scheme)				
Present Value of Obligations as at the end of the year	67,01,880	61,21,019	40,84,355	41,68,023
Liability/(Asset) recognised in the Balance Sheet	67,01,880	61,21,019	40,84,355	41,68,023
E. Expenses recognised in the Profit and Loss Account				
Current Service cost	11,80,805	13,88,071	8,47,245	11,10,605
Past Service Cost	—	—	—	—
Interest Cost	4,89,682	4,34,383	3,33,442	4,11,104
Expected Return on Plan Assets	—	—	—	—
Curtailment Cost/(Credit)	—	—	—	—
Settlement Cost/(Credit)	—	—	—	—
Net actuarial (gain)/loss recognised in the period	(2,03,210)	8,42,064	(6,31,214)	(15,04,694)
Total Expenses recognised in the Profit and Loss Account	14,67,277	26,64,518	5,49,473	17,015
F. Details of Current and Non-Current Liability				
a) Current Liability	1,63,882	4,16,354	2,89,243	3,90,122
b) Non-Current Liability	65,37,998	57,04,665	37,95,112	37,77,901
c) Total Liability	67,01,880	61,21,019	40,84,355	41,68,023

**26. FINANCE COSTS**

Interest To Bank

On Term Loan

On Other Borrowings

Interest to Others

Others

TOTAL

	Year Ended 31st March 2014 (Amount in Rs.)	Year Ended 31st March 2013 (Amount in Rs.)
On Term Loan	34,50,928	64,29,860
On Other Borrowings	10,60,43,231	12,76,96,648
Interest to Others	5,50,15,562	6,58,03,661
Others	3,20,82,373	2,64,94,300
TOTAL	19,65,92,095	22,64,24,469

27. OTHER EXPENSES**Manufacturing Expenses**

Consumable Expenses	74,43,465	79,45,616
Electricity Expenses	2,86,99,818	3,47,89,078
Power & Fuel	57,25,914	53,04,669
Job Work	20,88,914	49,71,132
Packing Material Consumed	6,34,66,264	9,77,70,276
Freight & Cartage Inward	64,50,252	94,11,256
Repair & Maintenance(Machine)	91,96,823	77,40,544
Testing , Inspection & Calibration Expenses	15,03,788	13,34,052
	(A)	12,45,75,239
		16,92,66,623

Administrative & Other Expenses

Auditor's Remuneration	7,00,000	7,00,000
Legal & Professional charges	40,16,774	55,24,167
Printing & Stationery	15,16,901	15,26,180
Rent	1,31,33,688	1,27,98,225
Electricity / Fuel Expenses	14,17,192	15,10,193
Advertisement, Publicity & Exhibition Expenses	16,42,653	17,82,713
Freight & Cartage Outward	64,94,499	82,33,145
Commission	28,87,446	45,87,168
Traveling & Conveyance	47,27,374	54,91,809
Repair & Maintenance		
- Building	4,51,602	10,82,834
- Others	55,87,445	44,72,130
Communication Expenses	32,97,692	35,35,878
Insurance	11,05,207	19,01,042
Vehicle Running & Maintenance	32,25,119	35,39,673
Loss on Sale of Fixed Assets	2,277	38,876
Loss on Foreign Exchange Fluctuation (Net)	84,38,066	48,45,018
Sitting Fees	2,00,000	1,00,000
Other Expenses	72,84,204	50,64,001
	(B)	6,61,28,139
TOTAL	(A+B)	19,07,03,378
		23,59,99,676

**28. CONTINGENT LIABILITIES****a) CLAIMS AGAINST COMPANY NOT ACKNOWLEDGED AS DEBTS:**

Details of various show cause notices & cases against which the Company / Department is in appeal and against which no demand is deposited are given below:

Name of the Statute	Nature of dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending
Central Excise Duties Act, 1944				
	Excise Duties	359716/-	2005-06	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Penalty	75000/-		
	Less : Pre-Deposited	100000/-		
	Excise Duties	330225/-	2004-05	CESTAT, New Delhi
	Penalty	330225/-		
	Less : Pre-Deposited	150000/-		
	Excise Duties	162054/-	2005-06	CESTAT, New Delhi
	Penalty	162054/-		
	Excise Duties	176867/-	2005-06	Commissioner of Central Excise & Custom, Jaipur
	Penalty	50000/-		
	Excise Duties	161169/-	2006-07	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Penalty	161169/-		
	Excise Duties	3159709/-	2006-07	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Excise Duties	5783018/-	2006-07	CESTAT, New Delhi
	Excise Duties	260222/-	2006-07	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Penalty	50000/-		
	Excise Duties	746412/-	2004-05	CESTAT, New Delhi
	Penalty	746412/-		
	Less : Pre-Deposited	350000/-		
	Excise Duties	6024771/-	2007-08	CESTAT, New Delhi
	Excise Duties	67441/-	2007-08	CESTAT, New Delhi
	Excise Duties	612151/-	2007-08	Commissioner Central Excise & Custom, Jaipur
	Excise Duties	2281042/-	2007-08	Commissioner (Appeals), Central Excise & Custom, Jaipur
	Excise Duties	5437100/-	2008-09	CESTAT, New Delhi
	Excise Duties	1309877/-	2008-09	Joint Commissioner, Central Excise, jaipur



Excise Duties	15271114/-	2009-10	CESTAT, New Delhi
Excise Duties	15337611/-	2009-10	CESTAT, New Delhi
Excise Duties Recovered by Central Excise along with Int. & penalty	1105939/- 1616762/-	2009-10	Joint Commissioner, Central Excise, Jaipur
Excise Duties Recovered by Central Excise along with Int. & penalty	337944/- 25000/- 362944/-	2010-11	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties Recovered by Central Excise along with Int. & penalty	406601/-	2010-11	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties Interest on Service Tax Recovered by Central Excise along with Int. & penalty	18237626/- 1003041/- 2000/- 1160037/-	2010-11	Commissioner of Central Excise, Jaipur-I
Excise Duties Recovered by Central Excise along with Int. & penalty	276589/-	2011-12	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties Penalty Less : Recovered by the Central Excise & balance to be recovered along with Interest	236874/- 236874/- to 2011-12 120976/- 194700/-	2008-09	Asst Commissioner, Central Excise, Bhiwadi
Excise Duties Service Tax Service Tax Excise Excise (Penalty)	15568226/- 601175/- 23730/- 1588525/- 13545628/-	2011-12 2008-09 2013-14 2013-14 2011-12	Commissioner of Central Excise, Jaipur-I Addl. Commissioner, Central Excise, Jaipur Assistant Commissioner, Central Excise, Bhiwadi Addl. Commissioner Central Excise, Jaipur Commissioner Central Excise, Jaipur



b) Other Contingent Liabilities	Amount (Rs. in Lacs)	
Particulars	2013-14	2012-13
Guarantees issued by Bankers*	9083.39	9107.92
L/C's negotiated by bank	1325.51	436.28
In respect of Bill factored from banks/Factoring agency	1219.88	1478.99

c) Capital & Other Commitments

Estimated amounts of contracts remaining to be executed on capital account and not provided for (Net of Advances) Nil (P.Y. Rs. Nil).

29. Auditors Remuneration*	Amount (Rs.)	
Particulars	2013-14	2012-13
Statutory Audit Fees	5,00,000	5,00,000
Tax Audit Fees	1,00,000	1,00,000
Taxation Matters	1,00,000	1,00,000
Total	7,00,000	7,00,000

* Excluding Service Tax

30. Foreign Exchange Earning & Outgo :	Amount (Rs.)	
Particulars	2013-14	2012-13
a) Earning in Foreign Currency	6,84,38,595	29,07,83,739
b) Expenditure in foreign Currency		
- ECB Loan Repayment (Including Interest)	4,78,68,750	4,56,64,694
-Travel Expenses	2,82,300	3,17,977
-Machine and equipments	24,79,553	19,76,024
-Others Expenses	2,32,854	30,82,539
c) Value of Imports calculated on C.I.F. basis		
- Raw Material	24,34,98,974	16,81,12,964

**31. Value of Imported and Indigenous Material Consumed :**

Particulars	2013-14		2012-13	
	Amount (Rs.)	%	Amount (Rs.)	%
Imported	25,59,62,251	13.02	16,04,41,184	5.15
Indigenous	1,70,93,13,978	86.98	2,95,42,80,169	94.85
Total	1,96,52,76,229	100.00	3,11,47,24,353	100.00

32. Quantitative details of stocks

Sl.No	Raw Material	Opening Stock as on 01.04.13		Closing Stock as on 31.03.14	
		QTY (KG)	Amount (RS)	QTY (KG)	Amount (RS)
A	Copper	96,837.000	4,56,00,652	2,04,021.800	6,58,78,961
B	Pvc Compound	2,46,095.350	1,23,34,448	1,47,487.450	85,79,136
C	G.I.Wire	3,20,869.400	1,78,24,857	3,29,274.500	1,83,41,155
D	Alu./poly/cu/other Tapes	2,02,878.958	1,71,10,814	63,591.292	1,54,48,750
E	Aluminum Wire	27,820.050	38,54,059	39,754.500	57,91,964
F	Wires of Nickle Alloys	6,704.680	99,01,865	4,733.195	70,92,940
G	Master Batch/ LDME /HDPE/XLPE/ Resin/ Chemicals/Others	2,35,312.131	2,41,46,853	3,37,261.265	1,68,35,989
	TOTAL	11,36,517.569	13,07,73,548	11,26,124.002	13,79,68,896
Finished Goods		Opening Stock as on 01.04.13	Manufacturing	Sales	Closing Stock as on 31.03.14
Description	(Qty) Km	Value(Rs)	(Qty) km	(Qty) km	Value(Rs)
Electric Wire & Cables	1519.994	18,45,84,511	18034.018	18904.629	649.383
					8,08,44,100

33. SEGMENT REPORTING:

As the Company's business activities fall within a single primary business segment, viz., "Electric Wire & Cable", the disclosure requirement of Accounting Standard (AS) – 17 "Segment Reporting" are not applicable.

34. Disclosure in respect of Related Parties as per Accounting Standard, AS-18 'Related Parties Disclosures' as notified by companies (Accounting Standards) Rules, 2006, as amended:

a) Name and Nature with related parties :

i) Key Management Personnel

Naveen Sawhney
Devender Kumar Prashar

Nature of Relationship

Managing Director
Joint Managing Director

ii) RELATIVES of Key Management Personnel

Varun Sawhney
Rahul Prashar
Gaurav Sawhney
Adarsh Sawhney
Adesh Prashar
Amit Prashar

Son of Mr. Naveen Sawhney
Son of Mr. D.K. Prashar
Son of Mr. Naveen Sawhney
Wife of Mr. Naveen Sawhney
Wife of Mr. D.K. Prashar
Son of Mr. D.K. Prashar

Transactions with related parties during the year

Amount (Rs.)

Transactions	Key Management Personnel		Relatives of Key Management Personnel		Total	
	(2013-14)	(2012-13)	(2013-14)	(2012-13)	(2013-14)	(2012-13)
Remuneration	90,00,000	90,00,000	41,03,676	40,66,686	1,31,03,664	1,30,66,686
-Other Benefits	1,13,073	1,14,000	2,84,784	16,33,116	3,92,028	17,47,116
-Rent	1,28,12,688	1,20,60,544	–	–	1,28,12,688	1,20,60,544
-Preference	16,00,000	6,03,200	–	–	16,00,000	6,03,200
Dividend paid						
- Security Deposit	-	3,97,440	–	–	–	3,97,440

35. BASIC AND DILUTED EARNINGS PER SHARE :

The basic earnings per equity share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share are computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value.



Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The number of equity shares and potential diluted equity shares are adjusted for stock split, bonus shares, Convertible Preference Shares, Share Warrants and the potential dilutive effect of Employee Stock Option Plan as appropriate.

Basic & Diluted Earnings per share of the company is as under:

Amount (Rs.)

Particulars	2013-14	2012-13
Profit for the year	2,03,44,713	6,08,08,250
Less : Preference Dividend (Including Dividend Tax)	(18,71,920)	(18,71,920)
Profit after Tax attributable to equity shareholders (A) Rs.	1,84,72,793	5,89,36,330
Weighted Average No. of Share-Basic (B)	1,14,27,780	1,14,27,780
Add: Diluted Potential Equity Shares	—	—
Weighted Avg. No. of Equity Shares -Diluted (C)	1,14,27,780	1,14,27,780
Nominal Value per Share (Rs.)	10	10
Earnings per Share-Basic(Rs) (A / B)	1.62	5.16
Earnings per Share-Diluted(Rs) (A / C)	1.62	5.16

36. DEFERRED TAX (AS-22):

The deferred tax liability (Net) as at 31st March 2014 comprises of the following:

Amount (Rs.)

Particulars	Deferred Tax Asset/(Liability) as at 01-04-2013	Credit / (Charge) during 2013-14	Deferred Tax asset / (Liability) as at 31-03-2014
Depreciation	(6,44,30,631)	(1,01,86,889)	(7,46,17,520)
Employee Benefits	44,90,861	1,11,711	46,02,572
Carry Forward Losses	—	2,35,213	2,35,213
Total	(5,99,39,770)	(98,39,965)	(6,97,79,735)

37. As at March 31, 2014, the company had Rs. 58,725/- as outstanding in the refund account with ICICI bank towards unpaid application money received by the company for allotment of shares and is due for refund. This amount is not available for use by the company and will be credited to Investor Education & Protection Fund as and when due unless claimed by share holders earlier to the specified date.
38. In respect of amounts as mentioned under 205C of the Companies Act, 1956 there were no dues required to be credited to the Investor Education and Protection Fund as at March 31, 2014.



39. In the opinion of the Board of Directors, all currents assets, loans and advances appearing in the balance sheet as at 31st March, 2014 have a value on realization in the ordinary course of the Company's business at least equal to the amount at which they are stated in the balance sheet. In the opinion of the Board of Directors, no provision is required to be made against the recoverability of these balances.
40. Due to shortage and interrupted supply of raw material company was not able to produce desirable quantity hence, company was operating single shift and depreciation was charged accordingly.
41. Previous year figures have been regrouped and/or reclassified wherever necessary to conform to those of the Current year grouping and/or classification.

AS PER OUR REPORT OF EVEN DATE

FOR SHARMA GOEL & CO. LLP

Chartered Accountants

(FRN : 000643N)

AMAR MITTAL

Partner

M. No.:017755

Place : New Delhi

Dated : 30th May 2014

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
OF CORDS CABLE INDUSTRIES LIMITED

NAVEEN SAWHNEY
Managing Director
DIN No.: 00893704

DEVENDER KUMAR PRASHAR
Joint Managing Director
DIN No.: 00540057

GARIMA PANT
Company Secretary
M.No.: ACS 28170

E-service of Documents through Email

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" (Circular No. 17/2011 dated 21st April, 2011 and Circular No. 18/2011 dated 29th April, 2011) allowing paperless compliances by companies through electronic mode. Companies are now permitted to send various notices/ documents to its shareholders through electronic mode to the registered e-mail address of the shareholders.

The move by the Ministry is welcome since it will benefit the society at large through reduction in paper consumption and contribute towards a Greener Environment. It will also ensure prompt receipt of communication and avoid loss in postal transit and thus serve the shareholders better.

Keeping in view the underlying theme and the circular issued by MCA, we propose to send documents like the notice calling the general meeting, audited financial statements, director's report, auditor's report etc. henceforth to the shareholders in electronic form.

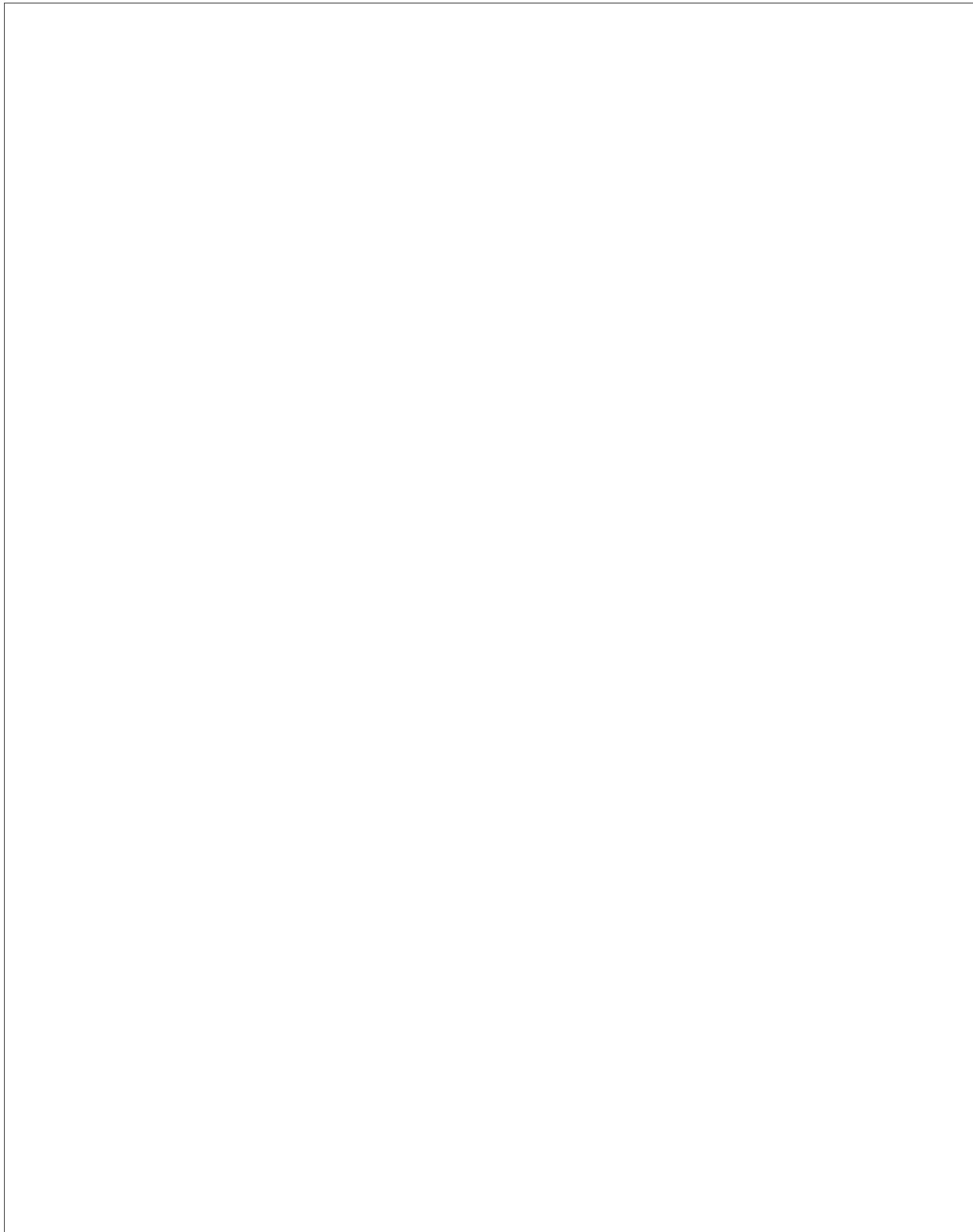
To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail address, in respect of electronic holding with the Depository through their concerned Depository Participants. **Members who hold shares in physical form are requested to inform the same to the Company.**

Please note that you will be entitled to be furnished, free of cost, with a copy of the balance sheet of the company and all other documents required by law to be attached thereto including the profit and loss account and auditor's report, upon receipt of a requisition from you, any time, as a member of the company.

We hope that as a responsible citizen, you will whole-heartedly support this initiative and will co-operate with the Company in implementing the same.



This annual report printed on environmental friendly paper.



Cords Cable Industries Limited

B-1/A-26, Mohan Co-operative Industrial Estate,
Mathura Road, New Delhi-110 044