

28th Annual Report 2012-13

Fiberweb (India) Limited

ISO 9001 - 2000 Company



FIBERWEB (INDIA) LIMITED

BOARD OF DIRECTORS

Mr. PRAVIN V. SHETH – Chairman & Managing Director
Mr. P.S. KRISHNAN – Executive Director
Mr. G. RAVINDRAN – Executive Director
Mr. BHAVESH P. SHETH
Mr. BHADRESH H. SHAH
Mr. DILEEP V. NAIK
Mr. GOPALJI M. RANA
Mr. C.A. REGE
Mr. K.I. JOS

COMPANY SECRETARY

Ms. SUNITA AGARWAL

AUDITORS

P.M. TURAKHIA & ASSOCIATES
Chartered Accountants, Mumbai

SOLICITORS

LITTLE & CO., MUMBAI
DIVYAKANT MEHTA & ASSOCIATES, MUMBAI

REGISTERED OFFICE

Airport Road, Kadaiya,
Nani Daman,
Daman (U.T.) 396 210.
Email – fiberweb@vsnl.net
Website–www.fiberwebindia.com

BANKERS

DENA BANK, Industrial Finance Branch, Mumbai
BANK OF BARODA, Matunga, Mumbai
ICICI BANK, Dadar, Mumbai

WORKS

Plot No. 92/93B, 100' Coastal Highway, Nani Daman,
Daman (U.T.) 396 210.

STOCK EXCHANGE LISTING

MUMBAI and AHMEDABAD

**REGISTRARS &
TRANSFER AGENTS**

SHAREX DYNAMIC (INDIA) PVT. LTD.,
Unit No.1, Luthra Industrial Premises, 1st Floor,
Andheri-Kurla Road, Safed Pool, Andheri (East),
Mumbai – 400 072.

FIBERWEB (INDIA) LIMITED

NOTICE

Notice is hereby given that the 28th Annual General Meeting of the Shareholders of the Company will be held on Saturday, the 28th September, 2013, at 10.00 a.m. at the Registered office of the company at Air Port Road, Kadaiya, Nani Daman (U.T.) 396 210 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and Profit and Loss Account for the year ended on that date and Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Bhadresh H. Shah who retires from office by rotation but eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. G.M. Rana who retires from office by rotation, but eligible, offers himself for re-appointment.
4. To appoint a Director in place of Mr. C. A. Rege who retires from office by rotation, but eligible, offers himself for re-appointment.

5. To appoint Auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS

6. To consider and if thought fit, to pass with or without modifications, the following resolution as a Special Resolution

“RESOLVED that consent of the Company be and is hereby accorded for the reappointment of Mr. G. Ravindran as an Executive Director of the Company for the period of 5 years from 1st January, 2013 to 31st December, 2017 and that he will work under the guidance of the Board Directors of the Company.

“RESOLVED that subject to the approval of the members at the Annual General Meeting and in accordance with the provisions of Section 198, 269, 309, 310, 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act 1956, (including any statutory modifications or re-enactment thereof for the time being in force) and

ANNUAL REPORT 2012-13

subject to such sanctions as may be necessary, the Board be and hereby re-appoints Mr. G. Ravindran, Executive Director of the Company for the period of 5 years w.e.f. 1.1.2013 to 31.12.2017 to discharge the duties as may be entrusted to him as a Executive Director of the Company from time to time on the following terms and conditions :

1. Salary of Rs.75,000/- per month including dearness allowance, with an annual increase of Rs.5,000/- upto Rs.1,00,000/-
2. The Company's contribution towards Provident Fund as per the Company's Rules but not exceeding 12% of the salary as laid down in the Income Tax Rules, 1962.
3. Privilege Leave on full pay and allowance as per the Rules of the Company but not exceeding 1 month's leave for every 11 months of service completed.
4. The Executive Director shall not be entitled to any sitting fees for attending the meeting of the Board of Director or any Committee thereof.
5. Gratuity not exceeding half month's salary for each completed year of service.

PERQUISITES:

Mr. G. Ravindran shall be entitled to the following perquisites as Executive Director of the Company. However, the perquisites shall be counted for fulfilling the conditions mentioned in clause I of Part II of Schedule XIII of the Companies Act, 1956.

- a. Reimbursement of medical expenses actually incurred for self and family subject to a ceiling of one month's salary in any year or three month's salary in a block of three years.
- b. Leave Travel Concession for self and family once in a year in accordance with the Rules of the Company.
- c. Fees of clubs and credit/debit card for official use only.
- d. Personal accident and travel insurance, premium whereof shall not exceed Rs.10,000/- per annum.
- e. For the purpose of computing the aforesaid ceiling, perquisites would be valued as per the Income Tax Rules, 1962, wherever applicable. Provision for

FIBERWEB (INDIA) LIMITED

use of Company's car for official duties and cellular phone and telephone at residence (including payment for local calls and long distance official calls) shall not be included in the computation of perquisites for the purpose of computing the aforesaid ceiling.

RESOLVED FURTHER THAT the terms and conditions of the appointment of Mr. G. Ravindran, Executive Director of the Company may be altered and/or varied so as not to exceed the limits specified in Schedule XIII to the Companies Act, 1956 including any statutory modifications or re-enactments thereof, for the time being in force or any amendments and/or modifications that may hereafter to be made thereto by the Central Government in that behalf from time to time or any amendments thereto as may be agreed to between the Board of Directors and Mr. G. Ravindran or as may be varied by the General Body Meeting.

RESOLVED FURTHER THAT Mr. Pravin V. Sheth – Chairman & Managing Director and/or Mr. P. S. Krishnan, Executive Director be and are hereby severally authorized to take necessary action to give effect to the resolution.

Mr. G. Ravindran neither participated in the discussion nor voted for the above resolution.

By order of the Board
For **FIBERWEB (INDIA) LIMITED**

Sunita Agarwal
Company Secretary

Place: Daman
Date: 30th July, 2013

Registered Office:
Air Port Road,
Kadaiya, Nani Daman
Daman (U.T.) 396 210.

ANNUAL REPORT 2012-13

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM, IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING.
2. Members who hold shares in dematerialised form are requested to bring their CLIENT ID AND DP ID numbers for easy identification of attendance at the meeting.
3. Members holding shares in dematerialised form are requested to intimate any change in their address, bank details etc. to their respective DPs and those holding shares in physical form are to intimate the above said changes to the Secretarial Department at the Registered Office of the Company.
4. Members who holds shares in physical form can nominate a person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest to avail the nomination facility by filing Form 2B. Blank forms will be supplied by Company's Registrar & Transfer Agent on request. Members holding shares in the dematerialised form may contact their Depository Participant for recording nomination in respect of their shares.
5. The Share Transfer Books and the Register of Members of the Company will remain closed from 21st September 2013 to 28th September 2013 (both days inclusive).
6. The documents referred to above in any of the items of the Notice are available for inspection at the Registered Office of the Company on any working day during the business hours of the Company.
7. Members seeking any information with regard to accounts of the Company are requested to send their queries so as to reach the registered office at least 10 days before the meeting to enable the management to keep the information ready for clarification.
8. As a measure of economy, copies of the Annual Report shall not be distributed at the meeting and therefore, Member are requested to bring their copies of Annual Report to the Meeting.
9. The Ministry of Corporate Affairs (vide circular nos. 17/2011 and 18/2011 dated April 21 and April 29, 2011 respectively), has undertaken a Green Initiative in Corporate Governance and allowed companies to serve documents on its shareholders through electronic mode. Members are requested to support this green initiative by registering/updating their

FIBERWEB (INDIA) LIMITED

e-mail address, in respect of shares held in dematerialized form with their respective Depository Participants and in respect of shares held in physical form with company/its Share Transfer Agents.

10. The Equity Shares of the Company are listed at the following stock exchanges:

- (1) The Ahmedabad Stock Exchange Ltd., Ahmedabad, Kamdhenu Complex, Opp. Sahajanand College, Panjara Pole, Ahmedabad - 380 015.
- (2) The Bombay Stock Exchange Ltd., Mumbai, Rotunda Building, Phiroze Jeebhoy Towers, Dalal Street, Mumbai - 400 001.

The listing fees to the above exchanges have been paid.

11. AS REQUIRED IN TERMS OF PARAGRAPH VI(IA) OF CLAUSE 49 OF THE LISTING AGREEMENT, THE DETAILS OF THE DIRECTORS RETIRING BY ROTATION AND ELIGIBLE FOR REAPPOINTMENT ARE FURNISHED BELOW:

- (I) Name: Mr. Bhadresh H. Shah
Age: 60 years, Qualification: B.E. Bachelor of Engineering, Nature of expertise: Civil & Plastic Engineering. Name of the Companies in which he also holds Directorship: 1) Kunststoffe Industries Ltd., Name of the Companies in which he also hold Membership/ Chairmanship: Kunststoffe Industries Ltd. Audit & Share Transfer Committee's Chairman.

It will be in the interest of the Company that Mr. Bhadresh H. Shah continues as Director of the Company.

- (II) Name: Mr. Gopalji M. Rana (N.R.I.) Age: 69 years. Qualification: B.E. Bachelor of Engineering, M.B.A. Nature of expertise: Management & Marketing.. Name of the Companies in which he also holds Directorship: None. Name of the Companies in which he also hold Membership/Chairmanship: None.

It will be in the interest of the Company that Mr. Gopalji M. Rana continues as Director of the Company.

- (III) Name: C.A. Rege Age: 49 years. Qualification: Engineering Management. Nature of expertise: Engineering & plastics with the Management & Business working experience as professional with leading industries in plastics at higher management level. Mainly expertise in global Marketing with good knowledge of financial field.

Name of the Companies in which he also hold Directorship: None. Name of the companies in which he also hold Membership/ Chairmanship: None.

It will be in the interest of the Company that Mr. C.A. Rege continues as Director of the Company.

ANNUAL REPORT 2012-13

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)
Item No.6 – SPECIAL BUSINESS

The Board of Directors unanimously reappointed Mr. G. Ravindran as an Executive Director of the company for a period of 5 years from 01-01-2013 to 31-12-2017, subject to the approval of the general meeting and on the terms and conditions mentioned in the resolution.

The Board recommends passing of this resolution for smooth and efficient conduct of the affairs of the company.

Except Mr. G. Ravindran none of the directors is interested in the resolution.

By Order of the Board of Directors
For **Fiberweb (India) Limited**

Sunita Agarwal
Company Secretary

Place: Daman
Date: 30th July, 2013

Registered Office:
Air Port Road,
Kadaiya, Nani Daman,
Daman (U.T.) 396 210,

FIBERWEB (INDIA) LIMITED

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 28th Annual Report and Audited Accounts of the Company for the 12 months period ended 31st March 2013(01.04.2012 to 31.03.2013). The summarized financial results are given below:

01. SUMMARISED FINANCIAL RESULTS:

	(Rs. In Lakhs)	
	2012-13	2011-12
Sales and other Receipts	5436.87	4665.31
Gross Profit / (Loss) before depreciation	229.71	371.46
Less: Depreciation	224.05	123.09
Profit from regular Activities	5.66	248.37
Extra ordinary items (Net)	(97.00)	6.88
Profit/ (Loss) before and after taxation	(91.34)	255.25
Balance carried from earlier year	(9975.83)	(10231.08)
Profit available for appropriation	0	0
Balance carried forward to next year	(10067.17)	(9975.83)

02. OPERATIONS:

During the 12 months period, April 2012 to March 2013 under review, your Company recorded a turnover of Rs 54.36 crores compared to Rs 46.65 crores during the previous period of 12 months. The last 12 months period witnessed economic recession in all the countries especially in the developed countries where our products are widely exported. The regular activities of the Company during this period resulted in a

profit of Rs 5.66 lacs as against profit of Rs 248.37 lacs last year. Your company is 100% EOU facing various constraints like wide fluctuation in polymer (our R.M.) prices, steep increase in ocean freight at regular intervals, RBI/Govt. policy etc. There is no support or incentive from Govt. for increasing exports. In spite of all odds the working result of your company is encouraging. The downward trend of the effects of economic recession has slowed down and it is expected that the economies of the affected countries will improve in the next six months and the activities of the Company will be profitable. Your company is not having banking facilities which also restricts flexibility.

03. REFERENCE UNDER SICK INDUSTRIAL COMPANIES (SPECIAL PROVISIONS) ACT 1985:-

Pursuant to an Order dated 18/1/2007 of the Hon'ble Bench of BIFR, the Company was declared as a sick industry and IDBI was appointed as the Operating Agency. A draft Rehabilitation Scheme has been prepared and submitted. Under the Scheme One Time Settlement of Dues with financial institutions and bankers have been envisaged. Accordingly the Company has settled and paid all its dues including the dues of IDBI,

ANNUAL REPORT 2012-13

Corporation Bank and BOI Mutual Fund and the Administrator of the specified undertaking of UTI, the BHF Bank, UTI (MF) and Canara Bank. The Company is hopeful that Draft Rehabilitation Scheme will be approved by the BIFR soon, which when implemented will result in profitable revival of the Company.

04. DIVIDEND:

Owing to huge carried forward loss, your Directors do not recommend any dividend.

05. FIXED DEPOSITS:

The Company has not accepted any deposits from the Public within the meaning of Section 58 A of the Companies Act, 1956 during the period under review.

06. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company constantly takes effective steps to attain energy conservation.

The Company does not employ any foreign technology which needs absorption or adaptation.

The Company is the leading manufacturer and exporter of Spun Bond Polypropylene Nonwoven Fabrics & products thereof. The Company has

earned foreign exchange of Rs.2951.52 lacs during the year, and incurred expenditure of Rs.2455.49 lacs in foreign exchange.

07. SEGMENT REPORTING UNDER ACCOUNTING STANDARDS 17:

Your Company's main business is "Polymer Processing" and all other activities of the company revolve around this main business. As such there are no separate reportable segments within the Company and hence, the segment wise reporting as defined in Accounting Standards 17 is not applicable to the Company.

08. CORPORATE GOVERNANCE:

Your Company has always been conducting its business with due compliance of laws, rules, regulations and with sound internal control systems and procedures.

The Company has obtained a Certificate from the Auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated in the Listing Agreement with the Stock Exchanges. This is annexed to the Directors Report

09. DIRECTORATE:

Mr. Bhadresh H. Shah, Mr. Gopalji M. Rana and Mr. C.A. Rege retire by rotation and being eligible offer

FIBERWEB (INDIA) LIMITED

themselves for reappointment. Your Directors recommend that re-election of Mr. Bhadresh H. Shah, Mr. Gopalji M. Rana and Mr. C.A. Rege will be in the interest of the Company.

10. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- ❖ That in the preparation of the accounts for the financial period ended 31st March, 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures ;
- ❖ That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 period and of the profit or loss of the Company for the period under review;
- ❖ That the Directors have taken proper and sufficient care for the maintenance of adequate accounting

records in accordance with provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- ❖ That the Directors have prepared the annual accounts for the financial period ended 31st March, 2013 on a 'going concern' basis.

11. DEPOSITORY SYSTEM:

Electronic trading of the Company's Equity Shares has been made compulsory by the Securities & Exchange Board of India (SEBI) from 30th October, 2000. As on 31st March, 2013, about 86.05 % share holding representing 94,59,568 Equity Shares of the Company have been dematerialized. Your Company has executed agreements with both NSDL and CDSL for demat of its shares.

12. ENVIRONMENTAL PROTECTION & INSURANCE:

Top priority continues to be given to environmental protection for all the units of the Company by keeping emission levels to the minimum possible. Adequate Insurance cover has been taken for properties of the Company including Buildings, Plant & Machineries, Stocks and other assets.

ANNUAL REPORT 2012-13

13. AUDITORS:

The retiring Auditors, M/s P.M. Turakhia & Associates, Chartered Accountants, Mumbai, are eligible for re-appointment and have indicated their willingness to act as such. In terms of Section 224A of the Companies Act, 1956, their appointment needs to be confirmed and their remuneration has to be fixed.

14. AUDITORS' REPORT:

The notes to the Accounts referred to in the Auditors' Report are self explanatory and therefore do not call for any further explanation under Section 217(3) of the Companies Act, 1956.

15. AUDIT COMMITTEE:

As required by the provisions of Section 292 A of the Companies Act, 1956, the Board of Directors of the company at their meeting held on 30th January 2012 had reconstituted an Audit Committee comprising of three Non-Executive Directors viz. Mr. Bhadresh H. Shah, Mr. C. A. Rege and Mr. K. I. Jos.

16. PARTICULARS OF EMPLOYEES:

None of the Company's employees were covered by the disclosure requirement

pursuant to provisions of Section 217(2A) of the Companies Act, 1956 and rules framed there under.

17. REGULATORY STATEMENT:

In conformity with the provisions of clause 32 of the Listing Agreement/(s) the Cash Flow Statement for the year ended 31.03.2013 is annexed to the Accounts.

18. ACKNOWLEDGEMENT:

Yours Directors place on record their deep appreciation of the continued support received from shareholders and bankers.

On behalf of the Board

PRAVIN V. SHETH

Chairman & Managing Director

Place: Daman

Date: 30th July, 2013

Registered Office:

Air Port Road, Kadaiya,

Nani Daman, Daman (U.T.) 396 210

FIBERWEB (INDIA) LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS

INDUSTRY- STRUCTURE AND DEVELOPMENT:

As you are aware, your Company has been providing innovative and application focused products to enhance value of its customers globally. The customers are from Textile, Furnishing, Agriculture, Hygiene and personal care industries. The Company markets several value added products, which are steadily gaining strength in the overseas market through a net work of dealers and customers. We continue to develop new and innovative products for various applications. The demand for the products of the Company is dependent on the global market and economic growth.

The year 2012-13 continued to be a year of high raw material prices, as was the case for all petroleum based raw materials. The Company was not able to pass on the burden of increase to the customers due to intense competition from China.

BUSINESS OUTLOOK:

The Company sees several opportunities for profitable growth in the areas of value added products, and a growing demand both in the international and domestic markets. The threats that the Company sees are from the Chinese competition in the markets. However, strong quality product development and marketing efforts have enabled the Company to stay

ahead. The Company has also improved its geographic presence by enlarging its position in Europe and the America.

OPPORTUNITIES AND RISKS:

The Company's products depend on the growth of the Global economy and rise in the purchasing power of the population. The spread of the Company's business across the continents has enabled it to cater to a steady demand base, thereby minimizing the dependence on any particular market.

Lack of Govt. backing, frequent policy change, constrains increase in ocean freight and PP prices are major constrains and did adversely affected the profitability'

In view of the anticipated growth in the demand for the products of the company in the years to come opportunities for the company to improve its performance is bright. The Company has also decided to improve its manufacturing efficiency by incorporating various balancing equipments and also by placing emphasis on efficient and professional management of the available resources of the company. However, the changing International developments affecting the production and distribution of the essential petrochemical products and raw materials are likely to have it s effect in our activities.

ANNUAL REPORT 2012-13

The plant and machinery of the Company are of the state of the art technology. The products of the company are of best quality and have been accepted by well-known end-users in many advanced countries like U.S.A, U.K. etc.

HUMAN/INDUSTRIAL RELATIONS:

Since the very inception of the company, the industrial relation aspect of the company has been very cordial at all locations of the company. The Company believes that manpower is the most valuable primary resource for the growth of the organization. Therefore the company has recruited competent managerial personnel and taken steps for strengthening their efficiency and competency, through their involvement in the company's development and by installation of effective system for improving productivity.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The company maintains adequate internal control systems, which provide among other things, reasonable assurance of recording the transaction of its operations in all material respects and of providing protection against significant misuse or loss of Company's assets.

CAUTIONARY STATEMENT:

Statement in this report on management Discussion and Analysis describing the company's objectives, projections, estimates,

expectations or predictions may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectation of future events. Actual results could however differ materially from those expressed or implied. Important factors that could make a difference to the

company's operations include global and domestic demand and supply conditions, finished goods prices, raw material costs and availability, change in Government regulations and tax structure, economic developments within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibility in respect of forward looking statements which may be amended or modified in future on the basis of subsequent developments, information or events.

On behalf of the Board
PRAVIN V. SHETH
Chairman & Managing Director

Place: Daman
Date: 30th July, 2013

Registered Office:
Air Port Road, Kadaiya,
Nani Daman, Daman (U.T.) 396 210.

FIBERWEB (INDIA) LIMITED

REPORT ON CORPORATE GOVERNANCE

This report on Corporate Governance forms part of the Directors Report. This section besides being in compliance of the mandatory listing agreement requirement gives an insight into the process of functioning of the Company.

Company's Philosophy on Code of Corporate Governance

- ❖ To adopt internal and external measures to increase the level of transparency and accountability.
- ❖ To demonstrate to stakeholders that the Company is following right governance practices.
- ❖ To lead the Company towards high growth path of higher profits and revenue.
- ❖ To respect the laws of the land and rights of stakeholders and to get respect from all concerned.
- ❖ To uphold at all times fundamental values of accountability, probity and transparency in all areas of its operations and business practices.

Board of Directors

➤ Composition of Board of Directors

The Board of Directors comprises of nine members, consisting of six Non-Executive Directors as per the listing agreement. The Board of Directors of the Company consists of eminent persons with considerable professional experience and expertise in respective fields. The composition is as under:-

Name of the Director	Designation	Category	Status
Mr. Pravin V. Sheth	Chairman & Managing Director	Executive	Non-Independent
Mr. Bhavesh P. Sheth	Director (N.R.I.)	Non Executive	Non-Independent
Mr. B.H. Shah	Director	Non-Executive	Independent
Mr. G.M. Rana	Director (N.R.I.)	Non-Executive	Independent
Mr. P.S. Krishnan	Whole-Time Director	Executive	Non-independent
Mr. G. Ravindran	Whole-Time Director	Executive	Non-independent
Mr. Dileep V. Naik	Director	Non-Executive	Independent
Mr. C.A. Rege	Director	Non-Executive	Independent.
Mr. Jos K.I.	Director	Non-Executive	Independent

None of the Directors is a member in more than ten Committees or acts as a Chairman in more than five committees across all companies in which he is a Director.

ANNUAL REPORT 2012-13

- Board Meetings and attendance record of each Director
- (i) Five Meetings of the Board of Directors were held during the year ended 31st March, 2013 these were held on: -
1. 10th May, 2012
 2. 30th July, 2012
 3. 30th October, 2012
 4. 30th January, 2013
- (ii) The attendance record of each of the Directors at the Board Meetings during the year ended 31st March, 2013 and of the last Annual General Meeting is as under:-

Directors	No. of Board Meeting attended	Attendance at Last AGM
Mr. Pravin V. Sheth	4	Yes
Mr. Bhadresh H. Shah	4	Yes
Mr. G.M. Rana (N.R.I.)	Nil	No
Mr. Bhavesh P. Sheth	Nil	No
Mr. P.S. Krishnan	4	Yes
Mr. G. Ravindran	4	Yes
Mr. Dileep V. Naik	Nil	No
Mr. C.A. Rege	4	Yes
Mr. K.I. Jos	4	Yes

Audit Committee

In terms of the provisions of Section 292A of the Companies Act, 1956 and in order to comply with the corporate governance code the Board of Directors at its meeting held on 30th January 2012 reconstituted an Audit Committee comprising of Mr. Bhadresh H. Shah (Chairman of the Committee), Mr. C.A. Rege and Mr. K.I. Jos who are all Independent Non-Executive Directors. Four Audit Committee Meetings were held on 20th April, 2012, 20th July, 2012, 20th October, 2012 and 19th January, 2013 The Composition of Audit Committee and attendance of each Committee member is as under: -

Name of the Audit Committee Member	Designation	No. of meeting attended
Mr. B.H. Shah	Chairman	4
Mr. C.A. Rege	Member	4
Mr. K. I. Jos	Member	4

At the invitation of the Company, Statutory Auditors, Accounts Manager also attended the meeting to answer and clarify queries raised at the Committee meetings.

FIBERWEB (INDIA) LIMITED

Remuneration Policy and Details of Remuneration paid

The Company has on May 10, 2012 reconstituted the Remuneration Committee of Directors, consisting of Mr. Bhadresh H. Shah Chairman, Mr. C.A. Rege and Mr. K.I. Jos .

The terms of remuneration Committee include review and recommendation to the Board of Directors of the remuneration paid to the Directors. The Committee had a Meeting on 31-12-2012 which was attended by Mr. Bhadresh H. Shah, Mr. C.A. Rege & Mr. K.I. Jos

Details of remuneration paid/payable to the Directors for the year ended on 31st March, 2013(from 01-04-2012 to 31-3-2013) is as follows:

Name	Position held During the year Remuneration	Salary & Allowances	Perquisites	Total
Mr. P.V. Sheth	Chairman & Managing Director	Rs 2310700	Rs 276000	Rs 2586700
Mr. P.S. Krishnan	Whole-time Executive Director	Rs.1186220	Rs. 0	Rs 1186220
Mr. G. Ravindran	Whole-time Executive Director	Rs. 961100	Rs. 56440	Rs. 1017540

No remuneration was paid to non-executive directors other than the sitting fees aggregating to Rs. 12000/- paid during the year for attending the Board Meetings.

Board Procedures

The members of the Board have been provided with the requisite information mentioned in the listing agreement well before the Board Meetings and the same were dealt with appropriately. All the directors who are on various committees are within permissible limits of the listing agreement.

Shareholders/Investors Grievances and Share Transfer Committee

As a measure of good corporate governance and to focus on the shareholders' grievances and towards strengthening investors relations and to expedite the transfer process in the physical segment. The Company has constituted a Share Transfer and Shareholders/Investors Grievances Committee consisting of non executive directors of which Shri Bhadresh H. Shah is the Chairman and members of the committee are Mr. C. A. Rege and Mr. K. I. Jos. The Company Secretary, Ms. Sunita Agarwal has been designated as the Compliance Officer. During the year Company had received 1(one) investor complaint. The number of pending complaints at the close of the year was nil. There were no share transfers pending for registration for more than 30 days as on the said date. The Committee met 13 times during the year.

ANNUAL REPORT 2012-13

Compliance Certificate

Compliance Certificate for corporate governance from Auditors of the Company is annexed herewith.

General Body Meetings

❖ The details of Annual General Meetings held in last three year are as follows:-

AGM	Day	Date	Time	Venue
25th	Wednesday	29-09-2010	10.00 a.m.	Fortune Hotel Galaxy, Vapi
26th	Friday	30-09-2011	10.00 a.m.	Air-port Road, Kadiya, Nani Daman, Daman(U.T.)396 210
27th	Friday	28.09.2012	10.00 a.m.	Air-Port Road, Kadaiya, Nani Daman, Daman(U.T.)396 210

- ❖ Whether special resolutions were put through postal ballot last year? No
- ❖ Are special resolutions proposed to be put through postal ballot this year? No.

General Shareholders Informations

The required information is provided in "Shareholders information" Section.

Means of Communication

- ❖ The Board takes on record the unaudited quarterly financial results in the prescribed proforma of the stock exchanges within one month of close of the quarter and announces forthwith the results to all the stock exchanges where the shares of the Company are listed. The quarterly unaudited financial results are also published in Asli Azadi and Savera India Times within 48 hours of the conclusion of the meeting of the Board in which it is approved. Quarterly financial results are being displayed on the Company's website: www.fiberwebindia.com
- ❖ The Annual General Meeting is the principal forum for face to face communication with shareholders, where the Board responds to the specific queries of the shareholders. No presentation was made during the year either to the Institutional Investors or to the analysts.
- ❖ Management Discussion and Analysis Report forms part of this Annual Report.

Disclosure

- ❖ There have been no transactions of material nature between the Company and its promoters, directors, management, their subsidiaries or relatives etc.
- ❖ No penalties or strictures have been 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.

FIBERWEB (INDIA) LIMITED

SHAREHOLDERS INFORMATION

Company Registration No.	:	CIN: L25209DD1985PLC004694
Date, time and venue of 28th AGM	:	Saturday 28th September,2013 at 10a.m. At M/s.Fiberweb (India) Ltd. Air Port Road, Kadaiya, Nani Daman, Daman (U.T.) 396 210.
Accounting Year End 2013	:	31st March, 2013
Dates of Book Closure	:	21-09-2013 to 28-09-2013 (both days inclusive)
Listing on Stock Exchanges	:	The Ahmedabad Stock Exchange Ltd. Ahmedabad The Bombay Stock Exchange Ltd, Mumbai
Listing Fees	:	Paid for all above Stock Exchanges as per the Listing Agreement.
Demat Arrangement	:	With NSDL and CDSL
ISIN No.	:	INE 296C01012
ASE and BSE Stock Code	:	46910 and 507910
Registered Office	:	Air Port Road, Kadaiya, Nani Daman, Daman (U.T.) 396 210. Tel No. 0260- 2221458 Fax No. 0260-2220758
Company's E-Mail ID	:	fiberweb@vsnl.net
Company's Website	:	www.fiberwebindia.com
Registrar & Share Transfer Agents	:	Sharex Dynamic (India) Pvt. Ltd., Unit No. 1, Luthra Industrial Premises, 1st Floor, Andheri-Kurla Road, Safed Pool, Andheri (E), Mumbai - 400 072 Tel No.022- 2851 5606 /6544 Fax No.022-2851 2885 E-mail ID: sharexindia@vsnl.com
Compliance Officer	:	Ms. Sunita Agarwal. Company Secretary.

ANNUAL REPORT 2012-13

Stock Market Data:

High and Low prices & Trading Volumes at BSE

MONTH	High (Rs.)	Low (Rs.)
April 2012	9.49	5.57
May 2012	8.79	6.72
June 2012	8.26	6.59
July 2012	9.30	6.01
August 2012	9.33	6.50
Sept. 2012	8.30	6.11
October 2012	7.40	6.04
Nov. 2012	7.20	5.82
December 2012	7.48	5.55
January 2013	8.13	5.56
February 2013	9.00	7.00
March 2013	9.86	7.01

Source : www.bseindia.com

Distribution of Shareholding as on 31st March, 2013:

Category of Shareholder	Number of Shareholders	Percentage of (A+B+C)	Total Number of shares held
(A) Shareholding of Promoters & Promoter Group			
(1) Indian	6	46.21	5079548
(2) Foreign	0	0.00	0
Total shareholding of Promoter & Promoter Group	6	46.21	5079548
(B) Public Shareholding			
(1) Institutions	20	5.32	585291
(2) Non - Institutions.	7982	48.47	5328254
Total Public Shareholding	8002	53.79	5913545
(C) Shares held by custodians		0.00	0
Total (A)+(B)+(C)	8008	100.00	10993093

FIBERWEB (INDIA) LIMITED

Shareholding Pattern by size as on 31st March, 2013

No. of Equity Shares	Shareholders		No. of Shares	
	Number	% of holders	Number	% of shares
1 -100	2753	34.38	201495	1.83
101-200	1788	22.33	303443	2.76
201-500	2252	28.12	754488	6.86
501-1000	698	8.72	527753	4.80
1001-5000	409	5.11	865254	7.87
5001-10000	47	0.59	348204	3.17
10001-100000	51	0.64	1559262	14.18
100001- and above	10	0.12	6433194	58.53
Total	8008	100.00	10993093	100.00

Dematerialisation of equity shares

The shares of the Company have been brought under compulsory demat mode with effect from 30th October, 2000. As on 31st March, 2013, about 86.05% share holding representing 9459568 Equity Shares of the Company have been converted into demat form. The Company has executed agreements with both the depositories namely NSDL and CDSL for demat of its shares.

ANNUAL REPORT 2012-13

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of
Fiberweb (India) Limited

1. We have examined the Corporate Governance report of Fiberweb (India) Limited (Formerly known as PVD Plast Mould Industries Limited) for the year ended 31st March, 2013 with the relevant records and documents maintained & furnished to us by the Company and as approved by the Board of Directors.
2. The Compliance of conditions on Corporate Governance is the responsibility of the management. Our examination was limited to review of procedures and implementations thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
3. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.
4. We state that no investor grievances is pending for a period exceeding one month against the Company as per records maintained by the Shareholders/Investors Grievance Committee.
5. On the basis of our review and according to information and explanations provided to us, we certify that the Company has complied with the mandatory conditions of Corporate Governance, as stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges.

For P.M. Turakhia & Associates,
Chartered Accountants

M. D. Turakhia
Partner

Place : Daman
Date : 30th July, 2013

FIBERWEB (INDIA) LIMITED

AUDITORS' REPORT

INDEPENDENT AUDITOR'S OPINION

The Members of

FIBERWEB (INDIA) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of FIBERWEB (INDIA) LIMITED, (Formerly Known as PVD Plast Mould Industries Limited) which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows 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"). 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.

Auditors' 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 the 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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the 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.

ANNUAL REPORT 2012-13

Opinion

In our opinion and to the best of our information and according to the explanations given to us and subject to Note B1,2,4,5,6 & 7, 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 31st March, 2013;
- (b) in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and
- (c) in the case of the Cash Flow Statement, of the cash flows of the Company 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2013 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For P.M. Turakhia & Associates,
Chartered Accountants
Firm Registration No: 111086W

M. D. Turakhia

Partner

Membership No: 017399

Place : Daman

Date : 30-05-2013

FIBERWEB (INDIA) LIMITED

ANNEXURE TO THE AUDITOR'S REPORT

The Annexure referred to in our report to the members of FIBERWEB (INDIA) LIMITED for the year ended 31 March 2013. We report that: -

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details & situation of fixed assets.
- (b) All the Assets have not been physically verified by the Management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its Fixed Assets. No material discrepancies were noticed on such verification.
- (c) During the year, the Company has not disposed off a major or substantial part of fixed assets so as to affect the going concern status of the Company.
- ii) (a) The Inventory has been physically verified during the year by the Management. The frequency of verification is reasonable.
- (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The Company has maintained proper records of inventory. The material discrepancies noticed on physical verification have been properly dealt with in the books of accounts.
- iii) The Company had neither taken nor granted any loans, secured or unsecured from / to Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956. Hence, the question of reporting whether the rate of interest and other terms and conditions of such loans are prima facie prejudicial to the interest of the company, whether reasonable step for recovery / payment of the overdues of such loans are taken does not arise
- iv) There is adequate inventory control procedure commensurate with the size of the company and nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. There is no continuing failure to correct major weaknesses in internal control.

ANNUAL REPORT 2012-13

- v) Based on the audit procedures applied by us and the information and explanations provided by the management, we are of the opinion that there were no transactions during the year that need to be entered in the register maintained under section 301 of the Companies Act, 1956.
- vi) Based on our scrutiny of the company's records and according to the information and explanations provided by the management, in our opinion, the company has not accepted any public deposits so far upto 31st March,2013.
- vii) The company has an internal audit system commensurate with the size of the company and nature of its business.
- viii) We are unable to offer any comment on the clause no. (viii) pertaining to maintenance of cost records as the cost auditor has not completed cost audit till date.
- ix) (a) The company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax Wealth Tax, Custom Duty, Excise Duty, and Cess any other material statutory dues applicable to it.
(b) No Un-disputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty and Cess were in arrears, as at 31st March'2013, for a period of more than six months from the date they became payable.
(c) There are no dues of sales tax , income tax, custom tax , wealth tax, service tax , excise duty and Cess which have not been deposited on account of any dispute.
- x) The accumulated losses of the company are more than 50% (Fifty Percent) of its Net Worth and hence the company has filed a reference with the BIFR, New Delhi Under the SICA 1985 which has been registered by the BIFR.the company registered under the Sick Unit vide BIFR's order dated 18.01.2007.The company has earned Cash Profit of Rs.2,40,25,642/- in the current financial year and of Rs.2,35,31,510/- in the immediate preceding financial year. In arriving at the accumulated loss and net worth, we have considered the qualifications which are quantifiable in the Audit Report of the year to which these losses pertain.

FIBERWEB (INDIA) LIMITED

- xi) The company has defaulted in repayment of dues to the following financial institution/s and / or Banks and / or Debenture holders in respect of the following amount and the period mentioned there against: -

Sr. No.	Name of the Financial Institution / Banks	Principal Amount	Interest Amount	Period
1	Canara Bank – Lease Rentals	1,73,07,490	-	15 years

Since the company is declared as Sick Company by BIFR and rehabilitation scheme is submitted, the interest has not been provided since then and the dues stays suspended and therefore company cannot be considered as defaulter.

- xii) The Company has not granted any Loans & Advances on the basis of Security by way Pledge of Shares, Debentures and other securities. Hence, the provisions as to whether the adequate documents and records are maintained and to point out the deficiencies, if any in this regard are not applicable.
- xiii) The Company is not a Chit Fund or Nidhi / Mutual Benefit Fund/Society. Hence, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) The Company is not dealing in or trading in Shares, Securities, Debentures and other investments. Hence, the provisions of Clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- xv) The company has not given any guarantee for loans taken by others from Bank or Financial Institution. Accordingly, the provisions as to whether the terms & conditions in respect thereof are prejudicial to the interest of the Company are not applicable to the company.
- xvi) The company has no recorded, obtained any terms loans. Hence, comments under the clause are not called for the provisions as to whether the price at which shares have been issued is prejudicial to the interest of the company are not applicable.
- xvii) No funds raised on short term basis have been used for the long term investment by the company

ANNUAL REPORT 2012-13

- xviii) The company has not made any preferential allotment of shares to parties and Companies covered in the Register maintained under section 301 of the Companies Act.1956. Hence the provisions as to whether the price at which shares have been issued is prejudicial to the interest of the company are not applicable.
- xix) According to the records of the company, the company has not issued any Debentures.
- xx) The company has not raised any money by public issue. Hence the provisions as to whether the management has disclosed on the end use of money raised by public issue and the same has been verified are not applicable.
- xxi) No fraud on or by the company has been noticed or reported during the course of our Audit.

FOR P. M. TURAKHIA & ASSOCIATES
CHARTERED ACCOUNTANTS

(M. D. TURAKHIA)
PARTNER

PLACE : MUMBAI

DATE : 30.05.2013

FIBERWEB (INDIA) LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2013

Particulars	Note No.	AS AT 31-03-2013	AS AT 31-03-2012
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	109,930,930	109,930,930
(b) Reserves and surplus	2	-689,521,280	-689,535,774
		-588,590,350	-579,604,844
2 Share application money pending allotment	23	40,350,000	43,150,000
3 Non-current liabilities			
(a) Long-term borrowings	3	1,314,521,315	1,306,149,825
(b) Other long term liabilities	4	2,213,548	-
		1,316,734,863	1,306,149,825
4 Current liabilities			
(a) Short-term borrowings	5	3,200,000	2,700,000
(b) Trade payables	6	18,705,493	10,851,952
(c) Other current liabilities	7	716,791	795,586
(d) Short-term provisions	8	1,587,254	2,854,117
		24,209,538	17,201,655
TOTAL		792,704,051	786,896,635
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	557,695,440	573,411,378
		557,695,440	573,411,378
(b) Long-term loans and advances	10	77,251,713	79,958,136
		77,251,713	79,958,136
2 Current assets			
(a) Current investments	11	10,700	10,700
(b) Inventories	12	88,597,989	48,661,517
(c) Trade receivables	13	21,712,084	32,267,634
(d) Cash and cash equivalents	14	27,529,467	45,453,031
(e) Short-term loans and advances	15	19,325,439	6,001,020
(f) Other current assets	16	581,219	1,133,219
		157,756,898	133,527,120
TOTAL		792,704,051	786,896,635
See accompanying notes forming part of the financial statements			

In terms of our report attached.

For P.M.TURAKHIA & ASSOCIATES

Firm Registration NO 111086w

For P.M.TURAKHIA & ASSOCIATES

CHARTERED ACCOUNTANTS

(M.D.TURAKHIA)

Membership No. 017399

PLACE : DAMAN

DATE : 30.05.2013

For FIBERWEB (INDIA) LIMITED

On behalf of Board of Directors

PRAVIN V. SHETH - Chairman & Managing Director

P.S.KRISHNAN - Executive Director

G.RAVINDRAN - Executive Director

SUNITA AGARWAL - Company Secretary

PLACE : DAMAN

DATE : 30.05.2013

ANNUAL REPORT 2012-13

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Note No.	For the year ended 31-03-2013	For the year ended 31-03-2012
A CONTINUING OPERATIONS			
1 Revenue from operations (gross)	17	543,686,996	466,530,797
Less: Excise duty		36,363,081	26,502,335
Revenue from operations (net)		507,323,915	440,028,462
2 Other income	18	4,065,505	7,848,707
3 Total revenue (1+2)		511,389,420	447,877,169
4 Expenses			
(a) Cost of materials consumed	19.a	363,562,170	273,953,238
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19.b	-15,504,801	12,611,949
(c) Employee benefits expense	20	33,766,499	23,210,769
(d) Finance costs	21	422,500	215,218
(e) Depreciation and amortisation expense	9	22,405,712	12,308,737
(f) Other expenses	22	106,171,542	100,740,044
Total expenses		510,823,622	423,039,955
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		565,798	24,837,215
6 Exceptional items (Prior period Items)	23.a	-12,307,490	-2,000,000
7 Profit / (Loss) before extraordinary items and tax (5-6)		-11,741,692	22,837,215
8 Extraordinary items	23.b	2,607,126	2,688,284
9 Profit / (Loss) before tax (7-8)		-9,134,566	25,525,499

In terms of our report attached.

For P.M.TURAKHIA & ASSOCIATES

Firm Registration NO 111086w

For P.M.TURAKHIA & ASSOCIATES

CHARTERED ACCOUNTANTS

(M.D.TURAKHIA)

Membership No. 017399

PLACE : DAMAN

DATE : 30.05.2013

For FIBERWEB (INDIA) LIMITED

On behalf of Board of Directors

PRAVIN V SHETH - Chairman & Managing Director

P.S.KRISHNAN - Executive Director

G.RAVINDRAN - Executive Director

SUNITA AGARWAL - Company Secretary

PLACE : DAMAN

DATE : 30.05.2013

FIBERWEB (INDIA) LIMITED

Cash Flow Statement for the year ended 31 March, 2013				
Particulars	For the year ended 31 March, 2013		For the year ended 31 March, 2012	
	A. Cash flow from operating activities			
Net Profit / (Loss) before extraordinary items and tax		565,798		24,837,214
Adjustments for:				
Depreciation and amortisation	22,405,712		12,308,737	
Amortisation of share issue expenses and discount on shares	—		—	
Interest income	-248,791	22,156,921	-877,984	11,430,753
Operating profit / (loss) before working capital changes		22,722,719		36,267,967
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	-39,936,472		32,299,975	
Trade receivables	10,555,550		-26,519,402	
Short-term loans and advances	-13,324,419		1,453,816	
Long-term loans and advances	2,706,423		-221,000	
Other current assets	552,000	-39,446,918	4,500	7,017,889
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	7,853,541		-536,334	
Other current liabilities	-78,795		658,449	
Long term liabilities	2,213,548			
Long Term Borrowings	8,371,490		-2,511,250	
Short-term Borrowing	500,000		900,000	
Short-term provisions	-1,266,863	17,592,921	-733,409	-2,222,544
Cash Generated form Operations		868,722		41,063,312
Interest Paid		422,500		215,218
Cash Before Extraordinary Items		1,291,222		41,278,530
Cash flow from extraordinary items		2,607,126		—
Cash generated from operations		3,898,348		41,278,530
Net income tax (paid) / refunds		—		—
Net cash flow from / (used in) operating activities (A)		3,898,348		41,278,530

ANNUAL REPORT 2012-13

Cash Flow Statement for the year ended 31 March, 2013 (Contd.)				
Particulars	For the year ended 31 March, 2013		For the year ended 31 March, 2012	
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances		15,715,938		(3,115,258)
Proceeds from sale of fixed assets				
Loans realised				
- Others		(34,564,141)		1,453,816
Interest received				
- Others		248,791		877,983
Net cash flow from / (used in) investing activities (B)		<u>(18,599,412)</u>		<u>(783,459)</u>
C. Cash flow from financing activities				
Share application money received / (refunded)		(2,800,000)		(7,500,000)
Proceeds from long-term borrowings		-		-
Finance cost		(422,500)		(215,218)
Net cash flow from / (used in) financing activities (C)		<u>(3,222,500)</u>		<u>(7,715,218)</u>
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		<u>(17,923,564)</u>		<u>30,977,109</u>
Cash and cash equivalents at the beginning of the year		45,453,031		14,475,922
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents		<u>(17,923,564)</u>		<u>30,977,109</u>
Cash and cash equivalents at the end of the year		27,529,467		45,453,031
See accompanying notes forming part of the financial statements				
<p>In terms of our report attached. For P.M.TURAKHIA & ASSOCIATES Firm Registration NO 111086w For P.M.TURAKHIA & ASSOCIATES <i>CHARTERED ACCOUNTANTS</i> (M.D.TURAKHIA) Membership No. 017399 PLACE : DAMAN DATE : 30.05.2013</p>		<p style="text-align: center;">For FIBERWEB (INDIA) LIMITED On behalf of Board of Directors</p> <p>PRAVIN V SHETH - Chairman & Managing Director P.S.KRISHNAN - Executive Director G.RAVINDRAN - Executive Director SUNITA AGARWAL - Company Secretary PLACE : DAMAN DATE : 30.05.2013</p>		

FIBERWEB (INDIA) LIMITED

Notes forming part of the financial statements

Note 1 Share capital				
Particulars	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised Equity shares of ` 10 each with voting rights Redeemable preference shares of ` 10 each	15,000,000 5,000,000	150,000,000 50,000,000	15,000,000 5,000,000	150,000,000 50,000,000
	20,000,000	200,000,000	20,000,000	200,000,000
(b) Issued Equity shares of ` 10 each with voting rights	10,993,093	109,930,930	10,993,093	109,930,930
	10,993,093	109,930,930	10,993,093	109,930,930
(c) Subscribed and fully paid up Equity shares of ` 10 each with voting rights	10,993,093	109,930,930	10,993,093	109,930,930
	10,993,093	109,930,930	10,993,093	109,930,930
Total	10,993,093	109,930,930	10,993,093	109,930,930

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Bonus	ESOP	Conversion	Buy back	Other changes (give details)	Closing Balance
Equity shares with voting rights								
Year ended 31 March, 2013								
- Number of shares	10,993,093	-	-	-	-	-	-	10,993,093
- Amount (`)	109,930,930	-	-	-	-	-	-	109,930,930
Year ended 31 March, 2012								
- Number of shares	10,993,093	-	-	-	-	-	-	10,993,093
- Amount (`)	109,930,930	-	-	-	-	-	-	109,930,930

Particulars

Notes:

(ii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2013		As at 31 March, 2012	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Pravin V Sheth	1,913,594	17.41	1,913,594	17.41
Chemical & Alkalie Distributors Ltd.	73,899	0.67	953,899	8.68
Bharat Capital & Holding Ltd.	2,058,327	18.72	1,178,327	10.72

ANNUAL REPORT 2012-13

Notes forming part of the financial statements

Note 2 Reserves and surplus		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Securities premium account		
Opening balance	132,447,305	132,447,305
Closing balance	132,447,305	132,447,305
(b) Debenture redemption reserve		
Opening balance	—	21,000,000
Less: Transferred to General Reserve during the year	-	(21,000,000)
Closing balance	-	-
(c) Revaluation reserve		
Opening balance	154,536,070	-
Add: Addition on revaluations during the year	-	276,887,178
Add: Excess provided added with Revaluation Reserve	149,060	-
Less: Utilised for set off against depreciation	-	122,351,108
Closing balance	154,685,130	154,536,070
(d) General reserve		
Opening balance	21,000,000	-
Add: Transferred from Debenture Redemption Reserve	-	21,000,000
Closing balance	21,000,000	21,000,000
(e) Other reserves - Forfeiture of Shares		
Opening balance	63,440	63,440
Closing balance	63,440	63,440
(f) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(997,582,589)	(1,023,108,088)
Add: Profit / (Loss) for the year	(9,134,566)	25,525,499
Closing balance	(1,006,717,155)	(997,582,589)
Total	(698,521,280)	(689,535,774)
Note 3: Long-term borrowings		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Term loans		
From banks		
Secured (Refer Note (i) below & Note 26)	13,407,490	5,000,000
	13,407,490	5,000,000
From other parties		
Secured (Refer Note (i) below)	1,138,776,000	1,138,776,000
	1,138,776,000	1,138,776,000
(b) Deposits		
Unsecured	1,650,000	1,700,000
	1,650,000	1,700,000
(c) Other loans and advances		
From other parties		
Unsecured	160,687,825	160,673,825
	160,687,825	160,673,825
Total	1,314,521,315	1,306,149,825

FIBERWEB (INDIA) LIMITED

Notes:

(iii) Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured other long-term borrowings:

Particulars	Terms of repayment and security*	As at 31 March, 2013		As at 31 March, 2012	
		Secured	Unsecured	Secured	Unsecured
<u>Term loans from banks</u>					
Canara Bank	Against the security of Uninterrupted Power System	13,407,490	—	5,000,000	-
Total - Term loans from banks		13,407,490	—	5,000,000	—
<u>Term loans from other parties:</u>					
Gayatri Pipes & Fittings Pvt Ltd.	Deed of Assignment between UTI & Gayatri Pipes & Fittings Pvt Ltd	1,138,776,000	—	1,138,776,000	—
Total - Term loans from other parties		1,138,776,000	—	1,138,776,000	—

Note 5 Short-term borrowings

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Loans and advances		
From related parties (Refer Note 25)		
Unsecured	3,200,000	2,700,000
	3,200,000	2,700,000
Total	3,200,000	2,700,000

Note 4 Other Long-term Liabilities

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Loans repayable		
From other parties		
Unsecured	2,000,000	-
	2,000,000	-
(b) Advance from Customers	213,548	-
Total	2,213,548	-

ANNUAL REPORT 2012-13

Note 6 Trade payables		
Particulars	As at 31 March, 2013	As at 31 March, 2012
Trade payables:		
Acceptances - More than Six Months	249,710	-
Acceptances - Less than Six Months	18,455,783	10,851,952
Total	18,705,493	10,851,952
Note 7 Other current liabilities		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(i) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	450,496	692,563
(ii) Others (TDS)	257,295	103,023
(iii) Others Interest Accrued and due	9,000	-
Total	716,791	795,586
Note 8 : Short-term provisions		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Provision for employee benefits:	1,587,254	2,854,117
Total	1,587,254	2,854,117

FIBERWEB (INDIA) LIMITED

Note 9 Fixed assets		GROSS BLOCK									
		Balance as at 1 April, 2012	Additions	Disposals	Acquisitions through business combinations	Reclassified as held for sale	Revaluation increase	Effect of foreign currency exchange differences	Borrowing cost capitalised	Other adjustments (revaluation of prior period)	Balance as at 31 March, 2013
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A. Tangible assets											
(a) Land											
Freehold	87,376,318	4,532,680	-	-	-	-	-	-	-	-	91,909,998
Leashold	5,155,985	-	-	-	-	-	-	-	-	-	5,155,985
(b) Buildings											
Factory Building - Own use	88,556,953	-	-	-	-	-	-	-	-	-	88,556,953
Office Building - Own use	23,772	-	-	-	-	-	-	-	-	-	23,772
(c) Plant and Equipment											
Owned	899,530,090	829,652	-	-	-	-	-	-	-	-	900,359,742
(d) Furniture and Fixtures											
Owned	3,872,749	-	-	-	-	-	-	-	-	-	3,872,749
(e) Vehicles											
Owned	12,619,533	980,701	-	-	-	-	-	-	-	-	13,600,234
(f) Office equipment											
Owned	1,505,200	4,298	-	-	-	-	-	-	-	-	1,509,498
(g) Others											
Other Electrical Items - Owned	416,587	14,336	-	-	-	-	-	-	-	-	430,923
Computer - Owned	2,056,986	179,047	-	-	-	-	-	-	-	-	2,236,033
Total	1,101,114,173	6,540,714	-	-	-	-	-	-	-	-	1,107,654,887
Previous year	1,076,019,504	3,115,258	-	-	-	-	-	-	-	-	1,101,114,173

Notes forming part of the financial statements

A Tangible assets		Accumulated depreciation and impairment							Net block		
		Balance as at 1 April, 2012	Depreciation/ amortisation expense for the year	Eliminated on disposal of assets	Eliminated on reclassification as held for sale	Impairment losses recognised in statement of profit and loss	Reversal of impairment losses recognised in Statement of Profit and Loss	Other adjustments	Balance as at 31 March, 2013	Balance as at 31 March, 2012	
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Land											
Freehold	-	-	-	-	-	-	-	-	-	91,908,998	87,376,318
Leasehold	57,080	-	-	-	-	-	-	-	57,080	5,098,905	5,098,905
(b) Buildings											
Factory Building - Own use	22,915,758	1,380,799	-	-	-	-	-	-	24,296,557	64,260,396	65,641,195
Office Building - Own use	-185,071	-	-	-	-	-	-	-	-185,071	208,843	208,843
(c) Plant and Equipment											
Owned	484,443,973	20,597,336	-	-	-	-	-	-	505,041,309	395,318,433	415,086,117
(d) Furniture and Fixtures											
Owned	3,821,428	25,991	-	-	-	-	-	-	3,847,419	25,330	51,321
(e) Vehicles											
Owned	12,619,533	331,872	-	-	-	-	-	-	12,951,405	648,829	-
(f) Office equipment											
Owned	1,621,573	-	-	-	-	-	-112,075	-	1,509,498	-	-116,373
(g) Others											
Other Electrical Items - Owned	467,908	-	-	-	-	-	-	-	430,923	-	-51,321
Computer - Owned	1,940,613	69,714	-	-	-	-	-	-	2,010,327	225,706	116,373
Total	527,702,795	22,405,712	-	-	-	-	-149,060	-	549,959,447	557,695,440	573,411,378
Previous year	393,042,950	12,308,737	-	-	-	-	122,351,108	-	527,702,795	573,411,378	428,068,787

FIBERWEB (INDIA) LIMITED

Notes forming part of the financial statements Note 9 Fixed assets (Contd.)

Particulars					
C. Depreciation and amortisation relating to continuing operations:					
Particulars	For the year ended 31 March, 2013		For the year ended 31 March, 2012		
Depreciation and amortisation for the year on tangible assets as per Note 12 A	22,405.712		12,308,737		
Depreciation and amortisation relating to continuing operations	22,405.712		12,308,737		
Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
LEASE HOLD LAND					
Opening balance	5,155,985	5,155,985	5,155,985	5,155,985	5,155,985
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					
Amount	-	-	-	-	-
Added on revaluation					
Date					-
Amount	-	-	-	-	-
Balance as at 31 March	5,155,985	5,155,985	5,155,985	5,155,985	5,155,985

ANNUAL REPORT 2012-13

Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
FREE HOLD LAND-DAMAN					
Opening balance	87,376,318	59,700,750	59,700,750	59,700,750	62,955,250
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date				-	31.3.2009
Amount	-	-	-	-	3,254,500
Added on revaluation					
Date	-	31.3.2012	-	-	-
Amount	-	27,675,568	-	-	-
Balance as at 31 March	87,376,318	87,376,318	59,700,750	59,700,750	59,700,750
Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 December, 2009-15 m
FACTORY BUILDINGS					
Opening balance	85,897,757	81,755,354	81,755,354	81,755,354	61,482,347
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					
Amount	-	-	-	-	-
Added on revaluation					
Date	-	31.3.2012	-	-	31.12.2009
Amount	-	4,142,403	-	-	20,273,007
Balance as at 31 March	85,897,757	85,897,757	81,755,354	81,755,354	81,755,354

FIBERWEB (INDIA) LIMITED

Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
PLANT AND MACHINERIES					
Opening balance	879,883,150	634,813,943	634,813,943	634,813,943	429,430,949
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					
Amount	-	-	-	-	-
Added on revaluation					
Date		31.3.2012			31.3.2009
Amount	-	245,069,207	-	-	205,382,994
Balance as at 31 March	879,883,150	879,883,150	634,813,943	634,813,943	634,813,943
Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
OFFICE PREMISES-VAPI					
Opening balance	23,772	23,772	23,772	23,772	24,672
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					31.3.2009
Amount	-	-	-	-	900
Added on revaluation					
Date					
Amount	-	-	-	-	-
Balance as at 31 March	23,772	23,772	23,772	23,772	23,772

ANNUAL REPORT 2012-13

Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2000	31 March, 2009-15 m
OFFICE & LABORATORIES EQUIPMENTS					
Opening balance	925,655	925,655	925,655	925,655	948,721
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					31.3.2009
Amount	-	-	-	-	23,066
Added on revaluation					
Date					
Amount	-	-	-	-	-
Balance as at 31 March	925,655	925,655	925,655	925,655	925,655
Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2000	31 March, 2009-15 m
FURNITURE & FIXTURES					
Opening balance	3,410,361	3,410,361	3,410,361	3,410,361	3,162,186
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					
Amount	-	-	-	-	-
Added on revaluation					
Date					31.3.2009
Amount	-	-	-	-	248,175
Balance as at 31 March	3,410,361	3,410,361	3,410,361	3,410,361	3,410,361

FIBERWEB (INDIA) LIMITED

Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
VEHICLES					
Opening balance	12,938,286	12,938,286	12,938,286	12,938,286	12,938,286
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					
Amount	-	-	-	-	-
Added on revaluation					
Date					
Amount	-	-	-	-	-
Balance as at 31 March	12,938,286	12,938,286	12,938,286	12,938,286	12,938,286
Notes:					
(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:					
Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
COMPUTERS					
Opening balance	1,533,157	1,533,157	1,533,157	1,419,722	1,419,722
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					
Amount	-	-	-	-	-
Added on revaluation					
Date					31.3.2009
Amount	-	-	-	-	113,435
Balance as at 31 March	1,533,157	1,533,157	1,533,157	1,533,157	1,533,157

ANNUAL REPORT 2012-13

Notes:

(i) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:

Particulars	Year				
	31 March, 2013	31 March, 2012	31 March, 2011	31 March, 2010	31 March, 2009-15 m
OTHER ELECTRICAL ITEMS					
Opening balance	108,636	108,636	108,636	108,636	200,555
Written off on reduction of capital					
Date					
Amount	-	-	-	-	-
Written off on revaluation					
Date					31.3.2009
Amount	-	-	-	-	91,919
Added on revaluation					
Date					
Amount	-	-	-	-	-
Balance as at 31 March	108,636	108,636	108,636	108,636	108,636

FIBERWEB (INDIA) LIMITED

Notes forming part of the financial statements

Note 10: Long-term loans and advances

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Security deposits Unsecured, considered good	1,280,849	1,280,849
(b) Other loans and advances From other parties Unsecured, considered good	75,800,000	78,520,000
(c) Balances with government authorities Unsecured, considered good		
(i) VAT credit receivable	-	-
(ii) Service Tax credit receivable	-	-
(iii) TDS	170,864	157,287
(iv) Excise	-	-
	170,864	157,287
Total	77,251,713	79,958,136

Notes forming part of the financial statements

Note 11: Current investments

Particulars	As at 31 March, 2013			As at 31 March, 2012		
	Quoted #	Unquoted #	Total	Quoted	Unquoted	Total
Other current investments (At lower of cost and fair value, unless otherwise stated)						
(a) Investment in equity instruments						
(i) of other entities - GOA BANK - Fully paid up @ 100/- each	107	-	10,700	107	-	10,700

Note 12: Inventories

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Raw materials	38,424,598	13,861,948
(b) Finished goods (other than those acquired for trading)	33,478,877	17,974,076
(c) Stores and spares	16,506,395	16,571,197
(d) Others (PACKING MATERIALS)	188,119	254,296
Total	88,597,989	48,661,517

ANNUAL REPORT 2012-13

Note 13: Trade receivables		
Particulars	As at 31 March, 2013	As at 31 March, 2012
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Other Trade receivables		
Unsecured, considered good - More than Six Months	3,711,865	-
Unsecured, considered good - Less than Six Months	22,040,400	36,307,815
	25,752,265	36,307,815
Less: Provision for doubtful trade receivables	4,040,181	4,040,181
	21,712,084	32,267,634
Total	21,712,084	32,267,634
Note 14: Cash and cash equivalents		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Cash on hand	2,668,719	714,086
(b) Balances with banks		
(i) In current accounts	6,869,891	24,022,612
(ii) In EEFC accounts	15,774,962	18,149,303
(iii) In earmarked accounts		
- Balances held as margin money or security against borrowings, guarantees and other commitments (Refer Note (i) below)	2,215,895	2,567,030
Total	27,529,467	45,453,031
Notes:		
(i) Balances with banks include deposits amounting to ` NIL (As at 31 March, 2011 ` NIL) and margin monies amounting to ` 25,67,030/- (As at 31 March, 2011 ` 15,68,837/-) which have an original maturity of more than 12 months.		
Note 15: Short-term loans and advances		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Loans and advances to employees		
Unsecured, considered good	157,069	245,769
	157,069	245,769
(b) Prepaid expenses - Unsecured, considered good (For e.g. Insurance premium, Annual maintenance contracts, etc.)	676,751	357,368
(c) Balances with government authorities		
Unsecured, considered good		
(i) VAT credit receivable	-	-
(ii) Service Tax credit receivable	491,746	259,245
(iii) TDS	-	-
(iv) Excise	130,766	-
(v) Electricity	-	-
	622,512	259,245
(d) Others		
Unsecured, considered good	17,869,107	5,138,638
	17,869,107	5,138,638
Total	19,325,439	6,001,020

FIBERWEB (INDIA) LIMITED

Note 16: Other current assets			
Particulars	As at 31 March, 2013	As at 31 March, 2012	
(a) Others			
(i) Contractually reimbursable expenses -Security Charges	104,000	96,000	
(ii) Others (Exhibition Expenses not yet w/off)	477,219	1,037,219	
Total	581,219	1,133,219	
Note 17: Revenue from operations			
Particulars	As at 31 March, 2013	As at 31 March, 2012	
(a) Sale of products Net of CST & VAT (Refer Note (i) below)	542,679,065	465,253,399	
(b) Other operating revenues (Refer Note (ii) below)	1,007,931	1,277,398	
	543,686,996	466,530,797	
Less:			
(c) Excise duty	36,363,081	26,502,335	
Total	507,323,915	440,028,462	
Note	Particulars	As at 31 March, 2013	As at 31 March, 2012
(i)	Sale of products comprises :		
	<u>Manufactured goods</u>		
	Deemed Export Sales	1,731,660	7,888,798
	Fabric Export Sales	294,243,459	260,062,212
	High Seas Sale	26,740,090	19,102,500
	Local Fabric Sales	223,930,605	181,974,419
	Sales Masterbatch rejected	413,875	-
	Less: VAT & CST	4,380,624	3,774,530
	Total - Sale of products	542,679,065	465,253,399
(ii)	Other operating revenues:		
	Sale of scrap	1,007,931	1,277,398
	Total - Other operating revenues	1,007,931	1,277,398

ANNUAL REPORT 2012-13

Note 18: Other income		
Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Interest income (Refer Note (i) below)	248,791	877,984
(b) Net gain on foreign currency transactions and translation (other than considered as finance cost)	3,816,714	6,970,723
Total	4,065,505	7,848,707

Note	Particulars	As at 31 March, 2013	As at 31 March, 2012
(i)	Interest income comprises:		
	Interest from banks on:		
	deposits	248,791	877,324
	other balances	-	-
	Interest on income tax refund	-	-
	Other interest	-	660
	Total - Interest income	248,791	877,984

Note 19.a: Cost of materials consumed		
Particulars	As at 31 March, 2013	As at 31 March, 2012
Opening stock	13,861,948	32,516,252
Add: Purchases	388,124,820	255,298,934
	401,986,768	287,815,186
Less: Closing stock	38,424,598	13,861,948
Cost of material consumed	363,562,170	273,953,238

Note 19.b: Changes in inventories of finished goods, work-in-progress and stock-in-trade		
Particulars	As at 31 March, 2013	As at 31 March, 2012
Inventories at the end of the year		
Finished goods	33,478,877	17,974,076
Inventories at the beginning of the year:		
Finished goods	17,974,076	30,586,025
Net (increase) / decrease	15,504,801	12,611,949

FIBERWEB (INDIA) LIMITED

Note 20: Employee benefits expense

Particulars	As at 31 March, 2013	As at 31 March, 2012
Salaries and wages	30,654,884	19,789,450
Contributions to provident and other funds (Refer Note 30.4)	1,822,209	1,724,108
Staff welfare expenses	1,289,406	1,697,211
Total	33,766,499	23,210,769

Note 21: Finance costs

Particulars	As at 31 March, 2013	As at 31 March, 2012
(a) Interest expense on:	-	-
(i) Borrowings	422,500	214,841
(ii) Others		
- Interest on delayed / deferred payment of income tax	-	377
Total	422,500	215,218

ANNUAL REPORT 2012-13

Note 22: Other expenses		
Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Consumption of stores and spare parts	4,219,173	6,131,532
Consumption of packing materials	9,198,119	10,407,411
Security Charges	1,086,166	1,140,419
Power and fuel	24,258,047	22,351,805
Rent including lease rentals	3,442,316	156,000
Repairs and maintenance - Buildings	361,831	2,818,812
Repairs and maintenance - Machinery	649,353	270,436
Repairs and maintenance - Others	293,654	260,814
Insurance	628,458	478,105
Rates and taxes	376,901	255,004
Communication	1,102,053	668,718
Travelling and conveyance	4,612,734	3,850,167
Printing and stationery	496,619	286,412
Freight and forwarding	39,800,522	31,798,585
Sales commission	132,787	9,624,205
Business promotion	533,408	1,056,232
Donations and contributions	88,151	2,266,500
Legal and professional	1,658,070	1,027,621
Payments to auditors (Refer Note (i) below)	209,000	180,000
Advertisement & Publicity	89,700	192,911
Coolie & Cartage	815,204	669,275
DATA Processing Charges	103,423	109,097
Gardening Charges	86,430	148,040
Labour Charges	1,279,495	1,324,465
Misc. Expenses written off	560,000	518,600
Office Expenses	390,718	319,641
Postage Charges	99,727	128,038
Bank Charges (incl. Bill Discounting Charges)	2,341,951	1,874,454
Job-work-Unimin	4,499,130	-
Expenses-Unimin	2,537,866	-
Miscellaneous expenses	220,536	426,745
Total	106,171,542	100,740,044

FIBERWEB (INDIA) LIMITED

Notes:		
Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - statutory audit	120,000	120,000
For taxation matters	60,000	60,000
For Cost audit	25,000	-
For VAT audit	4,000	-
Total	209,000	180,000
(ii) Details of Prior period items (net)	-	-
Total	-	-
Note 23.a: Exceptional items		
Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Liabilities accepted for ICICI BANK	-	2,000,000
Liabilities written up w.r.t Canara Bank (Lease rent)	12,307,490	-
Total	12,307,490	2,000,000
Note 23.b: Extraordinary items		
Particulars	As at 31 March, 2013	As at 31 March, 2012
	Rs	Rs
Sundry Creditors Written Off	-907,126	-188,284
Bad Debts recovered	-1,700,000	-2,500,000
Total	-2,607,126	-2,688,284

Note forming part of the financial statements

Note 24: Additional information to the financial statements			
Note	Particulars	As at 31 March,	
		2013	2012
		Rs	Rs
24	Share application money pending allotment As at 31 March 2013, the Company has received an amount of 4,03,50,000/- towards share application money towards 40,35,000 equity / of the Company (As at 31 March, 2012 `4,31,50,000/- towards 43,15,000 equity) at a premium of ` NIL (As at 31 March, 2012 ` NIL). The share application money was received from promoters directors and freinds acting in consent, pursuant to an BIFR Order dated 27/07/2009.The allotment of shares can only be made after schemes is approved by BIFR.The Company has sufficient authorised capital to cover the allotment of these shares.	4,03,50,000	`4,31,50,000
Note 25: Disclosures under Accounting Standards (contd.)			
Note	Particulars		
25	Employee benefit plans		
	Defined contribution plans		
	The Company makes Provident Fund and Superannuation Fund contributions to defined contribution plans for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ` 18,22,209/- (Year ended 31 March, 2012 ` 17,24,108/-) for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.		
Note 26: Disclosures under Accounting Standards (contd.)			
Note	Particulars		
26	Related party transactions		
26.a	Details of related parties:		
	Description of relationship	Names of related parties	
	Key Management Personnel (KMP)	Mr. Pravin Sheth	
	Relatives of KMP		
	Daughter	Dhwani Sheth	
	Nephew	Viral J Shah	
	Brother-in-law	Jatin Shah	
Note: Related parties have been identified by the Management.			

FIBERWEB (INDIA) LIMITED

26.b Details of related party transactions during the year ended 31 March, 2012 and balances outstanding as at 31 March, 2012:

	Relatives of KMP	Total
<u>Finance - Short Term Loan</u>		
Dhwani Sheth	-	
Viral Jatin Shah	-	
Jatin Shah	-	
Jatin Shah HUF	-	-
<u>Balances outstanding at the end of the year</u>		
<u>Loans and advances</u>		
Dhwani Sheth	700,000	
Viral Jatin Shah	500,000	
Jatin Shah	500,000	
Jatin Shah HUF	1,500,000	3,200,000

Note 27: Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year ended	For the year ended
		31 March, 2013	31 March, 2012
		Rs	Rs
27	Details of leasing arrangements		
	As Lessee		
	The Company has entered into finance lease arrangements for certain equipments(UPS SYSTEM) and vehicles, which provide the Company an option to purchase the assets at the end of the lease period.		
	The company has offered one time settlements payment, which is accepted by Canara Bank and same is paid by co.in May 2013.in full & final settlement w.r.t letter dated 22.04.2013.	13,407,490	5,000,000
		13,407,490	5,000,000

Note 28: Previous year's figures

Note Particulars

28 The Revised Schedule VI has become effective from 1 April, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Note forming part of the financial statements

Note 29		
Note	Particulars	Rs
29	The excess depreciation of Rs. 1,49,060/- made last year has been reversed during the year. The calculation for the same is shown as under:	
	<u>OFFICE & LAB. EQUIPMENT</u>	
	Depreciation to be provided on Original Gross Block from 2007- 2012	687852
	Depreciation Actually charged from 2007 - 2012 on revalued Gross Block	115631
	Short depreciation charged from 2007 - 2012 (provided in 2011 - 2012)	572221
	Depreciation for C.Y. 2012-13	NIL
	Value of Revalued Gross Block as on 31st March 2013	460146
	Excess Depreciation provided over Revalued Gross Block as on 31st March 2013	112075
	<u>OTHER ELECTRICAL ITEMS</u>	
	Depreciation to be provided on Original Gross Block from 2007- 2012	267353
	Depreciation Actually charged from 2007 - 2012 on revalued Gross Block	59643
	Short depreciation charged from 2007 - 2012 (provided in 2011 - 2012)	207711
	Depreciation for C.Y. 2012-13	NIL
	Value of Revalued Gross Block as on 31st March 2013	170726
	Excess Depreciation provided over Revalued Gross Block as on 31st March 2013	36985

FIBERWEB (INDIA) LIMITED

NOTES FORMING PARTS OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2013

NOTE NO. 1

A. SIGNIFICANT ACCOUNTING POLICIES

1. GENERAL:

- (a) The Accounts are prepared under the historical cost convention, in accordance with the generally accepted accounting principles and the provision of the Companies Act, 1956 as adopted consistently by the company.
- (b) Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles.

2. FIXED ASSETS:

Fixed Assets are shown at Original cost of acquisition less accumulated depreciation.

Fixed Assets are revalued as on 31.03.2012. The surplus arising from the revaluation has been transferred to "Revaluation Reserve" and shown under the head "Reserves & Surplus". As the Fixed Assets were revalued on the last day of the Balance sheet, no depreciation has been provided on Revalued Figures.

3. DEPRECIATION:

Depreciation is provided on straight line basis applying the rates specified in Schedule XIV of the Companies Act 1956 under straight line method:

- (i) In respect of assets acquired on 01.01.1994 and thereafter at revised rates specified in the said Schedule vide Notification No 756 E dated 16.12.93 and as clarified in Circular No. 14 dated 20.12.1993 issued by the Department of the Company Affairs.
- (ii) In respect of assets on hand as on 31.12.93 at the rates in force prior to the abovementioned notification.

4. INVENTORIES:

Raw materials and consumable Stores are valued at cost. Finished and Semi Finished goods are valued at lower of cost or market value.

5. REVENUE RECOGNITION:

In case of Sales of Goods – When the property and all significant risk and rewards of ownership are transferred to the buyer or no significant uncertainty exists regarding the amount of consideration that is derived from the sale of goods. It excludes amounts recovered towards Sales Tax and includes amount received towards processing activities done for other, if any.

6. TREATMENT OF EXPENDITURE DURING CONSTRUCTION PERIOD:

All normal pre-production revenue expenditure including interest on borrowed funds till the commencement of commercial production are capitalized.

7. TREATMENT OF EMPLOYEES BENEFITS:

Benefits payable to employees during their tenure of employment viz. Bonus, Leave Encashment etc are accounted on cash basis. Retirement benefits are accounted as and when the same become due for payment.

8. CURRENCY TRANSACTION:

- (i) Import and Export of goods in foreign currency are accounted at exchange rates prevailing on the date of payment, whenever made.
- (ii) Term loans in foreign currency for financing capital expenditure were accounted at rupee equivalent values on the date of loans disbursement. Till 31.12.2001 year-end outstanding loans were reconverted at the rate prevailing on Balance Sheet Date.

9. MISCELLANEOUS EXPENDITURE:

The balance amount of Expenses on Exhibition Index 2011 Trade fair have been amortised in the current financial year.

10. TREATMENT OF CONTINGENT LIABILITIES/GAINS

The amount of contingent losses are charged to the Profit & Loss Account on a reasonable estimated basis that probable future event confirm that an asset has been impaired or a liability has been incurred as at the Balance Sheet Date and contingent gains are not recognized in the accounts.

B. OTHER NOTES ON ACCOUNTS:

- 1 Pursuant to a reference made by the Company, the Hon'ble Bench of the BIFR, New Delhi, has by their Order dated 18th January 2007, declared the Company as a "SICK INDUSTRY". Rehabilitation Scheme (DRS) is under final stage of acceptance as all other creditors are settled except Canara Bank Lease rent dues. However, the same has been settled in May 2013.
- 2 The Company has revalued Fixed Assets, Investments and Loans & Advances for the year ended 31.12.2007; Fixed Assets & Investments for the year ended 31.03.2009 and Fixed Assets for the year ended 31.03.2012. The Revaluation of the year ended 31.12.2007 has resulted into a Profit of Rs.47,74,58,372/- and the same has been debited to Profit & Loss Account and shown below the line as "Extra Ordinary Items". Similarly, the Revaluation of the year ended 31.03.2009 has resulted into a Loss of Rs.22,25,50,613/- and the same has been credited to Profit & Loss Account as "Profit on Revaluation of Assets" and shown below the line. So also, the Revaluation of the year ended 31.03.2012 has resulted into a Profit of Rs.27,68,87,178/- and the same has been credited to the Revaluation Reserve Account and shown in the Balance Sheet as at 31.03.2012 under the head, Reserves & Surplus. At the time of earlier revaluations carried out as on 31.12.2007 & 31.03.2009, the Gross Block was shown at Revalued Figures instead of Cost. Hence the same has been rectified in the year under consideration i.e. as at 31.03.2012 by replacing the Gross Cost of the Assets deducting the loss on revaluation and adding the profit on revaluation carried out as at 31.12.2007 & 31.03.2009 respectively. The difference of Rs.12,23,51,108/- between the under depreciation provided on reduced value of the said assets for the year commencing from 01.01.2008 to 31.03.2009 (i.e. for a period of 15 months) and the over depreciation provided on the increased value of the said assets has been debited to the Revaluation Reserve Account of the year under consideration viz. 31.03.2012.

FIBERWEB (INDIA) LIMITED

- 3 The Company has availed non funding facilities from its bankers. In this connection Rs.22,15,895/- (previous year Rs. 25,67,030/-) are kept with Banks as lien / margin money against guarantees opened by the bankers and guarantees issued by them. Contingent liability for bills discounted with Dena Bank is NIL.
- 4 Regarding leased assets taken from Canara Bank, Bangalore, the matter is pending before the Karnataka High Court against the Arbitrator's Award. Also this matter is before BIFR .In view of this no provision is made for lease rent in the accounts. However, the same has been settled in May 2013.
- 5 Debtors and Creditors balances are subject to confirmations from the parties.
- 6 The company has not ascertained liability towards payment of gratuity and hence no provision has been made in accounts. It is accounted for on the basis of payment.
- 7 In the opinion of the Board of Directors the Current Assets, Loans & Advances except those shown as doubtful have a value on realization in the ordinary course of business at least equal to the amount at which items are stated in the Balance Sheet.
- 8 The company operates in a single segment namely "Polymer Processing". Hence segment wise reporting as defined in AS 17 of ICAI is not applicable.
- 9 Modvat credit of Excise duty taken on purchase of Raw Materials is not included in the value of inventory of Raw Material. Also value of inventory of finished goods does not include excise duty payable on manufacture. This has no effect on the profit of the Company.
- 10 Figures of the previous year have been re-grouped / rearranged /reclassified wherever necessary.

In terms of our report attached.

For P.M.TURAKHIA & ASSOCIATES

Firm Registration NO 111086w

For P.M.TURAKHIA & ASSOCIATES

CHARTERED ACCOUNTANTS

(M.D.TURAKHIA)

Membership No. 017399

PLACE : DAMAN

DATE : 30.05.2013

For FIBERWEB (INDIA) LIMITED

On behalf of Board of Directors

PRAVIN V SHETH - Chairman & Mananging Director

P.S.KRISHNAN - Executive Director

G.RAVINDRAN - Executive Director

SUNITA AGARWAL - Company Secretary

PLACE : DAMAN

DATE : 30.05.2013

AUDITORS' REPORT

We have examined the above Cash Flow Statement of FIBERWEB (INDIA) LIMITED for the period ended 31st March, 2013. The Statement has been prepared by the Company in accordance with the requirements of listing agreement Clause 32 with Stock Exchanges and is based on and in agreement with corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report of 30th May, 2013 to the members of the Company and reallocation required for the purpose are as made by the Company.

For **P. M. TURAKHIA & ASSOCIATES**
(*CHARTERED ACCOUNTANTS*)

M. D. TURAKHIA
(*PARTNER*)

Place : Daman

Date : 30th May, 2013



FIBERWEB (INDIA) LIMITED

Registered Office:
Airport Road, Kadaiya, Nani Daman (U.T.) 396210

L.F. No.	
No. of Shares held	
Depository Account No.	

ATTENDANCE SLIP

I/We hereby record my/our presence at the 28th Annual General Meeting of the Company at Fiberweb (India) Limited, Airport Road, Kadaiya, Nani Daman, Daman (U.T.) 396210 at 10.00 a.m. on Saturday, 28th September, 2013.

NAME OF THE SHAREHOLDER (IN BLOCK LETTERS) _____

SIGNATURE OF THE SHAREHOLDER/PROXY* _____

* Strike out whichever is not applicable.

NOTES:

1. You are requested to sign and hand this over at the entrance.
2. If you intend to appoint a proxy to attend the meeting instead of yourself, the Proxy form must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting.
3. Persons attending the Annual General Meeting are requested to bring their copies.



FIBERWEB (INDIA) LIMITED

Registered Office:
Airport Road, Kadaiya, Nani Daman,
Daman (U.T.) 396210

L.F. No.	
No. of Shares held	
Depository Account No.	

FORM OF PROXY

I/We _____ of _____
in the district of _____ being a member/members of the above named Company
hereby appoint _____ of _____ in the
district of _____ or failing him _____ of _____ in the district
of _____ as my/our Proxy to vote for me/us on my/our behalf at the
28th Annual General Meeting of the Company to be held on Saturday, 28th September, 2013 and at any
adjournment thereof.

Please
affix
Rs.1.00
Revenue
Stamp

Signed this _____ day of _____ 2013

Signature

NOTES:

1. The Proxy form must be deposited at the Registered Office of the Company, not less than 48 hours before the time for holding the meeting.
 2. This form must be used in $\frac{\text{favour}}{\text{against}}$ of the resolution, unless otherwise directed, the Proxy will vote at he/she thinks fit.
 3. Members who hold shares in the dematerialisation form are requested to quote their Depository Account Number for identification.
- * Strike out whichever is not applicable.



BOOK - POST

To

If undelivered, please return to:

SHAREX DYNAMIC (INDIA) PVT. LTD.

Unit: Fiberweb (India) Limited,
Unit No. 1, Luthra Industrial Premises,
Safed Pool, Andheri-Kurla Road,
Andheri (E), MUMBAI - 400 072.