

MPCL
32nd ANNUAL REPORT
2012 - 2013

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED

(A Government of Maharashtra Undertaking)

214 Marine Chambers, 2nd Floor,
43, New Marine Lines, Churchgate, Mumbai - 400 020.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
THIRTY SECOND ANNUAL REPORT
(2012-13)

Board of Directors

- | | |
|-----------------------------|---|
| 1. Shri. Chandu Rane | Chairman w.e.f. 01.09.2008 |
| 2. Smt Radhika Rastogi, IAS | Managing Director (Addl. Charge)
(01.04.2012 till 30.09.2012) |
| 3. Shri. Sanjay Sawant, IAS | Managing Director w.e.f. 01.10.2012 |
| 4. Shri Sanjay Sethi, IAS | Director w.e.f. 18.01.2010 |
| 5. Shri. Baldev Singh, IAS | Director w.e.f. 18.07.2011 |

Auditors

M/s. ANAND JAIN & ASSOCIATES
Chartered Accountant
46, Mulji Jetha Building, 2nd Flr.,
Above Bank of Baroda,
185/187, Princess Street,
Mumbai - 400 002.

Registered Office

214 Marine Chambers,
2nd Floor, 43, New Marine Lines,
Churchgate,
Mumbai-400 020.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
NOTICE TO THE SHAREHOLDERS.

NOTICE is hereby given that the 32nd Annual General Meeting of the Maharashtra Petrochemicals Corporation Ltd. will be held on Wednesday 25th September, 2013 at 12:30 p.m. in the Registered office situated at 214, Marine Chambers, 43 New Marine Lines, Churchgate, Mumbai 400 020 to transact the following business.

- 1) To receive and adopt the Audited Accounts of the Corporation for the year ended 31st March, 2013 and the Directors' Report and Auditors' Report thereon to the shareholders and also the comments of the Comptroller and Auditor General of India for the said period.
- 2) To appoint M/s. Anand and Jain, Chartered Accountants, 46 Mulji Jetha Bldg, 2nd Floor, Above Bank of Baroda, 187 Princess Street, Mumbai 400 002 as Statutory Auditor of the Corporation for the year 2013-14 and fix up their remuneration.
- 3) To declare dividend if any.

NOTE:

A member entitled to attend and vote at the meeting is entitled to appoint a Proxy to attend and vote instead of him / herself. The Proxy need not be a member of the Corporation. Form of Proxy is enclosed.

**BY ORDER OF THE BOARD OF DIRECTORS
FOR MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED**

SD/-

CHAIRMAN

Place: Mumbai
Dated: 2nd September, 2013.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
NOTICE TO THE SHAREHOLDERS

NOTICE is hereby given that the 32nd *Adjourned Annual General Meeting* of the Maharashtra Petrochemicals Corporation Ltd. will be held on 8th January, 2014 at 12:30 p.m. in the Registered office situated at 214 New Marine Lines, 2nd Floor, 43 New Marine Lines, Churchgate, Mumbai 400 020 to transact the following business.

- 1) To receive and adopt the Audited Accounts of the Corporation for the year ended 31st March, 2013 and the Directors' Report and Auditors' Report thereon to the shareholders and also the comments of the Comptroller and Auditor General of India for the said period.

NOTE:

A member entitled to attend and vote at the meeting is entitled to appoint a Proxy to attend and vote instead of him / herself. The Proxy need not be a member of the Corporation. Form of Proxy is enclosed.

**BY ORDER OF THE BOARD OF DIRECTORS
FOR MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED**

SD/-

CHAIRMAN

Place: Mumbai
Dated: 17th December, 2013.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors are pleased to present the 32nd Annual Report of the Corporation for the year ended on 31.03.2013. The Annual General Meeting for the year under review was held on 25th September, 2013.

FINANCIAL RESULTS

The Corporation's source of income is interest on deposits, which were placed with SICOM Ltd, and HDFC Bank Ltd. The aggregate income of the company for the F.Y. 2012-13 is amounted to Rs. 185.69 lac. (Rs. 158.07 lac previous year) and the operating expenses are Rs.109.87 lac (Rs 106.41 lac previous year). The company made profit of Rs. 74.94 lacs. (Rs 53.13 lac previous year). The Provision of taxation of Rs. 23.25 lac has been made during the year (Rs. 16.56 lac previous year). The Corporation has made net profit after tax of Rs. 12.33 lacs (Rs. 36.36 lacs Profit previous year) after write-off Rs. 39.46 lacs (0.34 lacs for previous year) tax expenses relating to earlier years.

OPERATIONS

- MPCL is nominated as Nodal Agency for gas sector development in Maharashtra.
- MPCL has approached Gujarat State Petroleum Corporation Limited (GSPCL) vide letter dated 5th Oct, 2010 for collaborative activities in the areas of hydrocarbon exploration, production and distribution. The proposed MOU with GSPCL is with the Government of Maharashtra for its approval.
- M/s. Cambay Petroleum, Pune has expressed its desire to be MPCL's collaborators / associates in various hydrocarbon related activities aimed at industrial and economic growth of the state.
- MPCL arranged a meeting with the Hon'ble Industries Minister Shri. Narayan Rane on 22nd February, 2011 requesting government's support to MPCL.
- On 22nd of February, 2011 MPCL and Cambay Petroleum, Pune presented a tentative plan for "Energy Security" for the state of Maharashtra to Hon'ble Minister for industries at Mumbai. The Hon'ble Minister expressed that a similar presentation should be made to Hon'ble Chief Minister Shri Prithviraj Chavan and that he himself agrees in principle to the plan presented before him.
- Subsequently MPCL and Cambay Petroleum made similar presentation before Hon'ble Chief Minister regarding Energy Security for the state of Maharashtra on 18th September, 2011. The Hon'ble Chief Minister suggested certain modifications and also addition of certain data and instructed that a revised document should be prepared and presented before him.
- Accordingly a revised plan was presented before him on 20th November, 2011. The Chief Minister agreed to most of the activities mentioned in the plan.
- The two documents under the "Energy Security Plan for the state of Maharashtra, i.e."

"Policy Document" and "Action Plan" have been submitted to the Government for approval.

- The proposed Joint Venture between MPCL and GSPCL in the state for supply of natural gas for industrial commercial and domestic use and a proposed draft MOU sent by GSPCL has been sent to Government for approval.
- MPCL is making efforts to have a collaboration with the Government of Japan's overseas trade body i.e. Japan External Trade Organisation (JETRO) for their technical and related support.
- As suggested by the Hon'ble Chief Minister during presentation of "ACTION PLAN" before him, efforts are on to arrange for supplying of natural gas for proposed industrial hubs of ceramic glass industries in backward talukas of Khatau, Man, Koregaon etc of Satara districts. It is proposed that based on the available gas from Dabhol - Bengaluru trunk gas pipeline of GAIL, projects such as City Gas Distribution can also be undertaken in districts of Kolhapur, Sindhudurg, and Sangli.
- The task of ascertaining the cost of the proposed feeder gas pipelines of the project has been assigned to the Maharashtra Institute of Technology (M.I.T.) Pune.
- To implement the above project MPCL was making efforts to identify suitable partner with whom we can have a joint venture for this project. Meetings and consultations were undertaken with JETRO to have collaboration with a multinational company from Japan, not only to obtain technical expertise but also to have financial support.
- The efforts of MPCL fetched results, and with the support of JETRO M/s. Toyota Tsusho, the internationally renowned multinational business house from Japan, showed its willingness to join MPCL for this proposed project in Satara, Sangli and Kolhapur districts. The consultation and meetings with M/s. Toyota Tsusho are ongoing at present.

DIVIDEND

The Board has declared dividend of 5 % of the Profit after Taxation of the financial year ending on 31st March, 2013 aggregating to Rs. 61,693/- and be recommended to the shareholders.

DIRECTORS

None of the Directors was liable to retire by rotation. During the year 2012-13 Govt. of Maharashtra has made the following changes in the Board of Directors of MPCL.

1. As per Government order no. TRN-1012/P.K.263/2012/Ten, dated 11/05/2012 Shri Sanjay Sawant was transferred w.e.f. 01/06/2012 and additional charge of Managing Director was given to Smt. Radhika Rastogi, IAS as per order no. TRN-1012/P.K.263/2012/Ten, dated 01/06/2012.
2. As per Government order no. AEO-1112/10/2012/Ten, dated 25th September, 2012 Shri. Sanjay Sawant, IAS was again appointed as Managing Director of MPCL w.e.f. 01/10/2012

The Board of Directors for the year 2012 -13 was as below:

1. Shri. Chandu Rane, EX Mayor (Navi Mumbai) - Chairman
2. Shri. Sanjay Sethi, IAS Director w.e.f. 18.01.2010
3. Shri. Baldev Singh, IAS Director w.e.f. 08.07.2011
4. Smt. Radhika Rastogi, IAS, (Addl. MD) w.e.f. 01.04.2012 till 30.09.2012
5. Shri. Sanjay Sawant, IAS Managing Director w.e.f. 01.10.2012

AUDIT COMMITTEE

In terms of Sec. 292 (5) of Companies Act, 1956 Audit Committee of following Directors was re-constituted during the year i.e. 31.03.2013 as under viz.

- | | |
|-----------------------------|---------------------------|
| 1. Shri. Chandu Rane | Chairman of the Committee |
| 2. Shri. Sanjay Sethi, IAS | Member |
| 3. Shri. Baldev Singh, IAS | Member |
| 4. Shri. Sanjay Sawant, IAS | Member |

In view of the limited range of activities of the Corporation the scope of functioning of Audit Committee comprised of providing direction to audit plan and review the performance revealed by actual data.

INFORMATION UNDER CORPORATE GOVERNANCE

The information regarding the meetings of Board of Directors and Audit Committee is as under:

Sr No.	Name of the Directors	No of meeting held during the year and attendance of Directors (April, 2012 - March, 2013)			
		Board of Directors' Meeting		Audit Committee Meeting	
		No.	Attendance	No.	Attendance
1.	Shri Chandu Rane, (Chairman)	4	4	1	1
2.	Shri Baldev Singh, IAS (Director)	4	-	-	-
3.	Shri Sanjay Sethi, IAS (Director)	4	-	-	-
4.	Shri Sanjay Sawant, IAS (MD) (transferred. 01/06/2012 and re-appointed w.e.f. 01/10/2012)	4	2	-	-
5.	Smt. Radhika Rastogi, IAS (Addl. MD) 01/04/2012 till 30/09/2012	4	2	1	1

AUDITORS

The Office of the Comptroller and Auditor General of India, New Delhi had appointed M/s. Anand Jain & Associates, Chartered Accountants as Statutory Auditor for the year under report. The Board of Directors approved the remuneration of Auditors @ Rs. 10,000/- plus taxes as applicable.

EMPLOYEES

The information as per the provisions of Section 217 (2A) of the Companies Act, 1956, read with Companies (Particular of Employees), Rules, 1975, is not required to be enclosed as the remuneration paid to the staff did not exceed the limits prescribed under the said section.

OTHER INFORMATION

In terms of Section 217 (1) (e) of the Companies Act, 1956 (As amended) and the Companies (disclosure of particulars in the report of Board of Directors) Rules, 1988, your Directors furnish hereunder-additional information as required:

- a) Conservation of energy and
- b) Technology absorption

Since your Corporation is not engaged in any manufacturing activity, additional information in respect of (a) Conservation of energy and- (b) Technology absorption is "NIL".

The Foreign Exchange earnings and outgo of the Corporation during the year under review are "NIL".

DIRECTORS' RESPONSIBILITIES STATEMENT

The Directors confirm

1. That in the preparation of the Annual Accounts the applicable accounting standards have been followed and there has been no material departure,
2. That the selected accounting policies were applied consistently and the directors made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Corporation as at 31.03.2013 and profit of the Corporation for the year ended on that date.
3. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Corporation and for presenting and detecting fraud and other irregularities.
4. That the Annual Accounts have been prepared on a going concern bases.

ACKNOWLEDGEMENT

Your Directors placed on record their appreciation of the support and co-operation extended by Government of Maharashtra and other Agencies.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

SD/-

CHAIRMAN

PLACE: MUMBAI
DATED: 25th September, 2013.

MPCL

Addendum to the Directors' Report

The Company has received the comments dated 22nd November, 2013 from the Accountant General, which is enclosed. The Accountant General (Commercial Audit) Maharashtra has given Report for the year ended 31st March, 2013 having no comments to make under Section 619 (4) of the Companies Act, 1956 and "Non-Review Certificate" is given for the same.

For and on Behalf of the Board of Directors
Maharashtra Petrochemicals Corpn. Ltd.

SD/-

CHAIRMAN

Place: Mumbai
Dated: 13th December, 2013.

Anand Jain & Associates

CHARTERED ACCOUNTANT
46, Mulji Jetha Building, 2nd Floor,
Above Bank of Baroda,
185/187, Princess Street,
Mumbai - 400 002.
Tel. : 2200 1747 • Fax : 22001652
Email : caanandjain88gmail.com

AUDITOR'S REPORT

TO THE MEMBERS OF MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED

We have audited the accompanying financial statements of MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED ("the Company"), which comprises the Balance sheet as at 31st March 2013, the statement of profit and loss of the Company for year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on 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 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 management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us,

the financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Balance sheet, of the state of affairs of the Company as at 31st March 2013;
- (ii) in the case of the statement of profit and loss account, of the profit 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"), as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956; and
 - e. as per the Notification No.G.S.R. 829 (E) dated 21-10-2003, issued by the Central Government, clause(g) of Sub Section (1) of Section 274 of Companies Act, 1956 is not applicable to a Government Company and hence we offer no comment as to whether any of the directors are disqualified from being appointed as director in terms of the said section.

For Anand Jain & Associates
Chartered Accountants
Firm Reg. No. - 105666W

SD/-

Anand Raj Jain
Partner
(Membership No. 42051)

Place : Mumbai
Date : 27/09/2013

ANNEXURES TO THE AUDITOR'S REPORT

Referred to in Paragraph (3) of our report of even date to the members of MAHARASHTRA PETROCHEMICALS LIMITED for the year ended 31st March, 2013.

- (i) (a) The company has maintained proper records showing full particulars, including quantitative details and situations of fixed Assets.
- (b) All the assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
- (c) During the year, the Company has not disposed off any substantial part of its fixed assets.
- (ii) The company do not held any inventory during the year. Accordingly, sub clause (b), (c) and (d) of the clause are not applicable.
- (iii) (a) The company has not granted any loans, secured or unsecured to companies, firms and other parties covered in the register maintained under section 301 of the Companies Act 1956. Therefore para (b), (c) and (d) are not applicable.
- (b) The Company has not taken any loans, secured or unsecured from companies, firms and other parties covered in the register maintained under section 301 of the Companies Act 1956. Therefore para (b), (c) and (a) are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, with regard to the purchase of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangement entered in the register maintained under section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, no public deposits under the provisions of Section 58A and 58AA of the Companies Act, 1956 and rules framed have been accepted by the Company. According to the information and explanations given to us, no order under the aforesaid sections has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal on the Company.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

- (viii) The Maintenance of cost records prescribed by the Central Government under section 209 (1) (d) of the Companies Act, 1956 is not applicable to the Company.
- (ix) (a) Undisputed Statutory Dues including Employees' Provident Fund, Employees' State Insurance (ESIC), Value Added Tax, Central Sales Tax, Tax Deducted at Source, Income Tax, Wealth Tax, Service Tax, and Profession Tax have generally been regularly deposited with the appropriate authorities, however, there have been some delays in depositing such dues. According to the information and explanations given to us, there were no undisputed statutory dues which have remained outstanding as at 31st March, 2013 for the period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us, there are no dues outstanding of Sales Tax, Income Tax, Custom Duty, Wealth Tax, or cess on account of any dispute.
- (x) The Company has no accumulated losses at the end of the financial year and it has not incurred any cash losses in the current financial year and in immediately preceding financial year.
- (xi) The Company has not taken any loan from Financial Institution, Banks or by way of issue of debentures. Accordingly, clauses (xi) is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or a nidhi mutual benefit fund / society.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, the Company have not raised any term loan.
- (xvii) According to the information and explanations given to us and on an overall examination of the books of accounts of the Company, we report that, the Company has not raised the short-term funds.
- (xviii) According to the information and explanations given to us, the Company has not made preferential allotment to parties and companies covered in the register maintained under section 301 of the Act during the year.
- (xix) According to the information and explanations given to us, the Company had not issued

any debentures during the year or in earlier years.

(xx) The Company has not raised any money by public issue.

(xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For Anand Jain & Associates
Firm Reg. No.-105666W
Chartered Accountants

SD/-

Anand Raj Jain
Partner
Membership No.42051

Place : Mumbai
Date : 27th September, 2013.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
BALANCE SHEET AS AT 31ST MARCH 2013

Particulars	Note	As at 31 st March 13 (Rs.)	As at 31 st March 12 (Rs.)
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	89,566,000	89,566,000
Reserves and Surplus	3	108,160,455	106,998,768
		197,726,455	196,564,768
NON CURRENT LIABILITIES			
Long Term Borrowings		-	-
Deferred Tax Liability (Net)		-	-
Other Long-Term Liabilities		-	-
Long-Term Provisions	4	232,281	51,483
		232,281	51,483
CURRENT LIABILITIES			
Short-Term Borrowings		-	-
Trade Payables	5	653,018	720,985
Other Current Liabilities	6	16,688	700
Short-Term Provision	7	74,667	1,601,668
		744,371	2,323,353
Total		198,703,107	198,939,604
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets			
Tangible Assets	8	1,050,980	1,359,620
Intangible Assets		-	-
Capital Work In Progress		-	-
Non Current Investments	9	-	-
Deferred Tax Asset (Net)	10	166,808	156,093
Long Term Loans & Advances	11	1,410,750	1,410,750
Other Non Current Assets		-	-
		2,628,538	2,926,463
CURRENT ASSETS			
Current Investments	12	177,192,749	177,158,598
Inventories		-	-
Trade Receivables		-	-
Cash And Cash Equivalents	13	14,816,288	11,782,877
Short-Term Loans And Advances	14	2,809,215	6,309,089
Other Current Assets	15	1,256,317	762,577
		196,074,569	196,013,141
Total		198,703,107	198,939,604
Summary of significant accounting policies & Notes to Accounts	1 to 20		

AS PER OUR REPORT OF EVEN DATE
FOR ANAND JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG NO. 105666W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

SD/-
ANAND RAJ JAIN
PARTNER
(Mem. NO. 42051)

SD/-
CHAIRMAN

SD/-
MANAGING DIRECTOR

Mumbai
Dated : 27th September, 2013.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2013

Particulars	Note	As at 31 st March 13 (Rs.)	As at 31 st March 12 (Rs.)
Income			
Revenue From Operations			
Other Income			
Total-(i)	16	18,568,697	15,807,779
		18,568,697	15,807,779
Expenses			
Employee Benefits Expense	17	4,640,116	5,908,654
Other Expenses	18	6,018,984	4,289,996
Depreciation & Amortization	8	327,651	441,844
Total-(ii)		10,986,751	10,640,894
Profit Before Exceptional, Extraordinary And Prior Period Item (I-II)			
Prior Period Item	19	7,581,946	5,167,085
Profit Before Tax		87,475	(145,456)
Tax expenses		7,494,471	5,312,541
Current Tax			
Deferred Tax		2,325,073	1,656,359
Tax Expense Relating To Earlier Years		(10,715)	(14,006)
Profit for the year		3,946,248	34,030
		1,233,865	3,636,158
Earning per equity share face value @ 100/- per share			
Basic		1.38	4.06
Diluted		1.38	4.06
Summary of significant accounting policies & Notes to Accounts	1 to 20		

AS PER OUR REPORT OF EVEN DATE
FOR ANAND JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG NO. 105666W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

SD/-
ANAND RAJ JAIN
PARTNER
(Mem. NO. 42051)

SD/-
CHAIRMAN

SD/-
MANAGING DIRECTOR

Mumbai
Dated : 27th September, 2013.

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR YEAR ENDED 31ST MARCH 2013

Note		As at 31 st March 13 (Rs.)	As at 31 st March 12 (Rs.)
2	Share Capital		
	AUTHORIZED CAPITAL 10,00,000 (10,00,000) Equity Shares of Rs.100/- each	100,000,000	100,000,000
	ISSUED, SUBSCRIBED & PAID UP CAPITAL 8,95,660 (8,95,660) Equity Shares of Rs.100/- each	89,566,000	89,566,000
	Total	89,566,000	89,566,000
	(a) Reconciliation of the Equity shares outstanding at the beginning and at the end of the reporting period.		
	In Value		
	At the beginning of the reporting period	89,566,000	89,566,000
	Equity Issued during the period		
	At the end of the reporting period.	89,566,000	89,566,000
	In Numbers		
	At the beginning of the reporting period	895,660	895,660
	Equity Issued during the period		
	At the end of the reporting period.	895,660	895,660
	(b) Term & Right attached to equity shares		
	The company has only one class of equity shares having a par value of Rs 100/- per share. Each Holder of equity share is entitled to one vote per share. In the event of liquidation, shareholder will be entitled to receive remaining assets of the company after distribution of all preferential amount. The distribution will be in proportion to the number of equity share held by the share holder.		
	(c) Details of shareholders holding more than 5% shares in the Company		
	Equity Shares of Rs 10 each fully paid	As at 31 March 2013	
		Number	% of holding
	Governor of Maharashtra & Its Nominee	895,660	100
		As at 31 March 2012	
		Number	% of holding
	Governor of Maharashtra & Its Nominee	895,660	100

Note		As at 31 st March 13 (Rs.)	As at 31 st March 12 (Rs.)
3	Reserves & Surplus Surplus/(Deficit) in the statement of profit and loss account Balance as at the beginning of the year Add Profit for the current year Less: Proposed Dividend Less: Dividend Distribution Tax Net surplus in the statement of profit and loss account	106,998,768 1,233,665 61,693 10,485 108,160,455	103,574,140 3,636,156 182,000 29,530 106,998,768
4	Long-Term Provisions Provision for Gratuity	232,281 232,281	51,493 51,493
5	Trades Payable MSME(s) Others	653,018 653,018	720,985 720,985
6	Other Current Liabilities Statutory Dues Other	16,686 16,686	700 700
7	Short Term Provisions Provision for Income Tax Proposed Dividend Dividend Distribution Tax Provision for Gratuity	61,693 10,485 2,489	1,390,138 182,000 29,530
9	Non Current Investments 287726 shares of Rs. 10/- each in Kesar Product Ltd	74,667	1,601,668
10	Deferred Tax Asset (Net) On Account of Difference Between Book Balance and Tax Balance Of Fixed Assets	156,808 156,808	156,093 156,093
11	Long Term Loans & Advances Deposits	1,410,750 1,410,750	1,410,750 1,410,750
	Total	1,410,750	1,410,750

MAHARASHTRA PETROCHEMICALS CORPORATION LTD.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

Note-8 Fixed Assets

Particulars	Gross Block			Accumulated Depreciation				Net Block		
	Balance As at 1April 2012	Additions	Deduction	Balance As at 31 March 2013	Balance As at 1April 2012	Depreciation Charge for The year	Deduction	Balance As At 31 March 2013	Balance As At 31 March 2013	Balance As At 31March 2012
Tangible Assets										
Furniture & Fixture	694,756	-	-	694,756	408,899	51,740	-	460,639	234,117	285,857
Vehicles	2,203,315	-	-	2,203,315	1,527,637	174,933	-	1,702,570	500,745	675,678
Office Equipment	425,942	19,012	-	444,954	198,268	32,814	-	231,082	213,872	227,674
Computers	575,236	-	-	575,236	404,825	68,164	-	472,969	102,247	170,411
Total	3,899,249	19,012	-	3,918,261	2,539,629	327,652	-	2,867,281	1,050,980	1,359,620
Intangible Assets										
Capital Work In Progress	-	-	-	-	-	-	-	-	-	-
Total-Current Year	3,889,249	19,012	-	3,918,261	2,539,629	327,652	-	2,867,281	1,050,980	1,359,620
Total-Previous Year	3,601,630	245,623	57,836	3,789,417	1,660,007	488,702	50,924	2,097,785	1,691,632	1,941,623

Note		As at 31 st March 13 (Rs.)	As at 31 st March 12 (Rs.)
12	Current Investment		
	Term Deposits with SICOM		
		177,192,749	177,158,598
	Total	177,192,749	177,158,598
13	Cash and Cash Equivalents		
	Cash in hand	4,484	32,675
	Balance in Current Account	4,811,804	11,750,202
	Term Deposits maturing within 12 month	10,000,000	-
	Total	14,816,288	11,782,877
14	Short-Term Loans And Advances		
	Advance to Employees	1,056,052	23,500
	Advance Tax and TDS	1,575,036	6,106,256
	Prepaid Expenses	178,127	179,333
	Total	2,809,215	6,309,089
15	Other Current Assets		
	6th Pay Recoverable	681,264	760,890
	Accrued Interest on Term Deposits	574,585	-
	Other recoverables	468	1,687
	Total	1,256,317	762,577

Note		As at 31 st March 13 (Rs.)	As at 31 st March 12 (Rs.)
16	Other Income		
	Interest Income	18,365,743	15,802,114
	Profit On Sale Of Fixed Assets	-	1,181
	Interest On Advances To Employees	2,020	2,115
	Sundry Balance Written Back	200,934	-
	Misc Income	-	2,369
	Total	18,568,697	15,807,779
17	Employee Benefits Expense		
	Salaries And Incentives	2,845,999	3,438,179
	Staff Welfare Expenses	47,261	93,291
	Managerial Remuneration	1,563,568	2,019,470
	Provision for Gratuity	183,288	357,914
	Total	4,640,116	5,908,854
18	Other Expenses		
	Auditor Remuneration	11,236	11,236
	Bank Charges & Commission	4,211	4,021
	Electricity Charges	58,161	47,722
	General Office Expenses	126,026	250,581
	Office Rent	1,872,000	1,872,000
	Postage, Telephone And Telex	52,795	53,293
	Printing & Stationary	107,844	150,197
	Professional Expenses	554,766	451,521
	Rates And Taxes (refer footnote)	2,850,666	712,060
	Repairs And Maintenance	61,007	80,199
	RQC Fees	48,000	14,000
	Travelling, Conveyance And Vehicle Exp	273,272	643,166
	Legal fee	1,000	-
	Total	6,018,984	4,289,996
	Note- Company has been served a notice by owner of rented office to pay the additional municipal taxes of Rs 56.76 lacs, however the company has paid Rs. 7.10 lacs as on 06/07/2011 and Rs 28.38 lacs as on 16/10/2012 of the total amount of disputed demand which has been accounted as expenses in books of accounts. The company has filed appeal against the demand.		
19	Prior Period Item		
	Prior Period Item-Income		
	Recoverable 6th Pay Fr. GAD Mantralay	-	145,456
	Prior Period Item-Expenses		
	Reversal of 6th Pay Fr. GAD Mantralay	79,626	-
	Telephone Expenses	7,849	-
	Total	87,475	145,456

MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

NOTE-1 :

I. CORPORATE INFORMATION

The Maharashtra Petrochemicals Corporation Ltd. (MPCL) was incorporated in April, 1981 as a 100% Government owned company for the purpose of:

- (a) for setting-up of Maharashtra Gas Cracker Complex (MGCC) based on Bombay High and
- (b) for promotion of downstream petrochemicals units in the State.

II. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of financial statements

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles under the historical cost convention on an accrual basis and are in conformity with mandatory accounting standards, as prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 1956.

2. Use of Estimates

The preparation of the financial statements in conformity with GAAP requires Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosure relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ from these estimates.

3. Fixed Assets

Fixed Assets have been stated at cost of acquisition inclusive of expenses directly attributable to the acquisition of such assets.

4. Depreciation and Amortization

Depreciation on fixed asset has been provided on the Written down value method as per the rates prescribed under schedule XIV of the Companies Act, 1956. However assets costing less than Rs. 5,000 each are fully depreciated in the year of purchase.

5. Investments

Long-term investments are valued at cost. Provision for diminution, if any, in the value of investments is made to recognized a decline, other than temporary.

6. Revenue Recognition

Income is recognized on a time proportion basis by reference to the principal outstanding and at the interest rate applicable.

7. Income Tax

Tax Expenses comprise Current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authority in accordance with the income tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdiction where company operate.

Deferred tax on timing differences between taxable income and accounting income is accounted for, using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date. Deferred tax assets recognized only when there is a reasonable certainty of their realization.

Impairment

The Company reviews the carrying value of tangible and intangible assets for any possible impairment at each balance sheet date. An impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount. In assessing the recoverable amount, the estimated future cash flows are discounted to their present value at appropriate discount rates.

9. Contingent liabilities

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non -occurrence of one or more uncertain future events not wholly within control of the company. A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation at the year end date. Contingent assets are not recognized or disclosed in the financial statements.

10. Lease

Operating Lease payment is recognized as per terms of lease agreement.

11. Employee Benefits :

Short term employee's benefits are recognized at the undiscounted amount in the profit and loss account. Long term employee's benefits are recognized on the basis of actuarial valuation certificate given by actuary.

The retirement benefits/ Gratuity for Managing Director, who is an IAS officer (appointed by Government of Maharashtra) is borne by Government of Maharashtra. The Company contributes for Leave & Pension Benefits as and when called for by Pay & Accounts Dept of Government of Maharashtra.

12. Earnings per share

Basis earning per share are calculated by dividing the net profit or loss for the period attributable to equity shareholder by the weighted average number of equity share outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholder and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive equity shares.

NOTE-20:**1. Related Party Disclosure**

Disclosure requirements as per Accounting Standard 18 (AS-18) "Related Party Disclosure" notified under Companies (Accounting Standard) Rules, 2006, (as amended) and relevant provisions of companies Act 1956,

A) Related Party

- a) Associates / Enterprises over which directors and /Or their relatives has significant influence-

SICOM Limited

b) Key Management Personnel-

1. Chandu Rane, Chairman
2. Sanjay Sawant, IAS Managing Director
3. Sanjay Sethi, IAS Director
4. Baldev Singh, IAS Director

- c) Relative of Key Management Personnel-
NIL

Note: Related party Relationships have been identified by the management and relied upon by the Auditors.

B) Details of transactions between the Company & related parties during the year.

Nature of Transaction	Name of Party	Current Year	Last Year
Remuneration & Allowances	Shri Chandu Rane	Rs. 1,80,187/-	Rs. 1,26,332/-
Remuneration & Allowances	Shri Sanjay Sawant	Rs. 13,83,381/-	Rs. 13,11,157/-
Interest on Investment in Government owned financial institution Deposit	SICOM Limited	Rs. 1,77,84,850/-	Rs. 1,58,02,114/-

C) Details of balances-

Name of Party	O/S Balance as on 31.03.2013	O/S Balance as on 31.03.2012
Shri Sanjay Sawant, IAS Remuneration Payable	Rs. 1,06,618/-	Rs. 13,672/-
SICOM Limited-Investment in term deposits	17,71,92,749/-	17,71,58,598/-

2. Contingent Liability-

(a) The Company's Leave & Licence Agreement towards office premises had expired in December 2006. The landlords have demanded the rent at revised market rates prevailing in Nariman Point area. Shri Nimesh J. Shah and Smt. Kokila J Shah owners of ex-office premises have filed suit against the company in the Small Causes Court at Mumbai for the differential rent amount. Company occupied the said office premise till 31st October, 2007. Company has not made provision for differential rent from January, 2007 to October, 2007, which is approximately Rs.11.40 lacs.

(b) The company has been served a notice by owner of rented office to pay the additional municipal taxes of Rs 56.76 Lacs, however the company has paid Rs. 7.10 Lacs as on 06/07/2011 and Rs. 28.38 lacs as on 16/10/2012 of the total amount of disputed demand which has been accounted as expenses in books of accounts. The company has also filed appeal against the demand.

3. Managerial Remunerations -

Particulars	31.03.2013	31.03.2012
Salary	11,41,094	14,62,157
Allowances and Retirement Benefits	1,04,681	1,23,200
Medical reimbursement	1,37,606	1,91,327
Honorarium to Chairman	90,000	60,000
Vehicle Allowance	72,000	54,000
Telephone expenses	18,187	12,332
6th Pay arrears recoverable	-	-
Total	15,63,568	19,03,016

4. Earnings Per Share-

Particulars	2012-13	2011-12
Profit / (Loss) after tax and exceptional items (Rs. in Lacs)	12.34	36.37
Weighted average number of equity share used for calculating basic earnings per share	895660	895660
Weighted average number of equity shares used for calculating diluted earnings per share	865660	895660
Face value of Equity Shares (Rs.)	100	100
Earning per share-Basic & Diluted (Rs.)	1.38	4.06

5. The Balances are relied upon as per books of accounts wherever the confirmations from debtors/creditors/Loans/Advances are not available.

6. There is no outstanding to any Small Scale Industrial Undertaking, which is outstanding for more than 30 days.

7. The Company is yet to receive information from the suppliers regarding their status under the Micro, Small & Medium Enterprises Development Act 2006 and disclosures, if any relating to amount unpaid at the year end together with interest, if any as required under the said Act have not been given.

8. Payment to Auditors :

Particulars	31.03.2013	31.03.2012
For Audit fees	11,236	11,236
For other matters	Nil	Nil
Total	11,236	11,030

AS PER OUR REPORT OF EVEN DATE

FOR ANAND JAIN & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG NO. 105666W

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

SD/-
ANAND RAJ JAIN
PARTNER
(Mem. NO. 42051)

SD/
CHAIRMAN

SD/-
MANAGING DIRECTOR

Mumbai
Dated . 27th September, 2013.

BY SPEED POST

फैक्स नं. } 2209 2326
Fax No. } 2201 4438

दूरभाष संख्या } 2205 4022
Telephone No. } 2205 7360
2201 4437

e-mail : agcommauMaharashtra@cag.gov.in



प्रधान महालेखाकार (लेखापरीक्षा)-III महाराष्ट्र राष्ट्रीय कार्यालय
प्रधान महालेखाकार (लेखापरीक्षा)-III महाराष्ट्र का कार्यालय
प्रतिष्ठा भवन, तल मंजिल,
101, पहलिये कर्वे मार्ग, पुणे - 400 020.
OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL
(AUDIT) - III, MAHARASHTRA
PRATISHTHA BHAWAN, GROUND FLOOR,
101, MAHARSHI KARVE MARG, MUMBAI - 400 020.

सत्यमेव जयते

राष्ट्रीय

संख्या / No. पीएजी/लेप-III/वालेप खण्ड-1/पेट्रोकेमिकल्स/2012-13/ 2135
दिनांक / Date: 22 NOV 2013

सेवा में,
प्रबंध निदेशक,
महाराष्ट्र पेट्रोकेमिकल्स कॉर्पोरेशन लिमिटेड,
मुम्बई

विषय:- मार्च 31 2013 को समाप्त हुए वर्ष के महाराष्ट्र पेट्रोकेमिकल्स कॉर्पोरेशन
लिमिटेड, के लेखों पर कम्पनी अधिनियम, 1956 की धारा 619(4)
के अन्तर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

मार्च 31 2013 को समाप्त हुए वर्ष के महाराष्ट्र पेट्रोकेमिकल्स कॉर्पोरेशन लिमिटेड,
मुम्बई के लेखों पर कम्पनी अधिनियम, 1956 की धारा 619 (4) के अन्तर्गत भारत के
नियंत्रक एवं महालेखापरीक्षक का असमीक्षा प्रमाण पत्र (NRC) संलग्न है।

वार्षिक आमसभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की 5 मुद्रित प्रतियाँ
कृपया इस कार्यालय को भेज दें।

भवदीया,

प्रधान महालेखाकार
(लेखापरीक्षा) - III

संलग्न: यथोपरि.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956, ON THE ACCOUNTS OF MAHARASHTRA PETROCHEMICALS CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2013.

The preparation of financial statements of the 'Maharashtra Petrochemicals Corporation Limited', Mumbai for the year ended 31 March 2013 in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619(2) of the Companies Act, 1956 are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 27 September 2013

I, on behalf of the Comptroller and Auditor General of India have decided not to review the report of the Statutory Auditors on the accounts of the 'Maharashtra Petrochemicals Corporation Limited', Mumbai for the year ended 31 March 2013 and as such have no comments to make under Section 619(4) of the Companies Act, 1956.

For and on behalf of
The Comptroller and Auditor General of India

SD/-
PRINCIPAL ACCOUNTANT GENERAL
(AUDIT - III)

Place : Mumbai

Date : 22nd November, 2013.