

NINETEENTH ANNUAL REPORT
2011 -12



CYBELE INDUSTRIES LIMITED

CYBELE INDUSTRIES LIMITED

BOARD OF DIRECTORS

Mr.P.A.JOYKUTTY
Chairman & Managing Director

Mrs.Annamma Joy
Joint Managing Director

Mr. Thomas P. Joy
Executive Director

Mr. N. Karuppiah
Director

Mr. Sunny Kutty George
Director

Mr. George Baby George
Director

MANAGEMENT TEAM

Mr.P.A.JOYKUTTY
Chairman & Managing Director

Mrs.Annamma Joy
Joint Managing Director

Mr. Thomas P. Joy
Executive Director

AUDITORS

M/s. KARPAGAM & CO.,
Chartered Accountants
4, Balaji Avenue 1st Street,
T.Nagar, Chennai - 600 017.

REGISTERED OFFICE

No.138, SIDCO Industrial Estate
Ambattur, Chennai – 600 098.

CYBELE INDUSTRIES LIMITED

NOTICE FOR THE NINETEENTH ANNUAL GENERAL MEETING

NOTICE is hereby given that the **Nineteenth Annual General Meeting** of the Company will be held at the Company's Registered Office at No.138, SIDCO Industrial Estate, Ambattur, Chennai - 600 098 on Thursday, the 27th September, 2012 at 11.00 A.M. to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Profit and Loss Account for the year ended 31st March, 2012 and the Balance Sheet as on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr.George Baby George, who retires by rotation and being eligible offers himself for re-election.
3. To appoint Auditors and to fix their remuneration : M/s. Karpagam & Company, Chartered Accountants, Chennai, retire and are eligible for re-appointment.

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass with or without modification the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT pursuant to the provisions of Sections 198, 309, 314 and Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, approval of the Company be and is hereby given for increase in remuneration and furnished accommodation to Mr. Thomas P Joy, Wholetime Director of the Company with effect from April 1, 2012 along with the following terms and conditions including remuneration as set out hereunder :

- (a) **Salary** : Rs.60,000/- (Rupees Sixty Thousands only) including Dearness and all other allowances per month.

(b) Perquisites :

- (i) **Medical Reimbursement** : Reimbursement of expenses incurred for self and family subject to ceiling of one month's salary in a year.
- (ii) **Accommodation** : To provide furnished accommodation.
- (iii) **Club Fee**: Fee of club subject to a maximum of two clubs. No admission and life membership fee will be paid.

- (iv) **Provident Fund**: Company's contribution towards Provident Fund as per the Rules of the Company, but subject to statutory limits.

- (v) **Leave Travel Concession**: Entitled for Leave Travel Concession for self and family, subject to ceiling of one month's salary in a year.

- (vi) **Provision of Car and Telephone**: Entitled for provision of Car and Telephone at residence and the same will not be considered as perquisites. The personal long distance calls on telephone and use of car for private purpose will be billed by the Company.

In the event of the loss or inadequacy of profits in any financial year, he shall be paid remuneration by way of Salary and Perquisites as specified above."

5. To consider and if thought fit, to pass with or without modification the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT pursuant to the provisions of Sections 198, 309, 314 and Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, approval of the Company be and is hereby given for increase in remuneration to Mrs. Annamma Joy, Joint Managing Director of the Company with effect from April 1, 2012 along with the following terms and conditions including remuneration as set out hereunder :

- (a) **Salary** : Rs.50,000/- (Rupees Fifty Thousands only) including Dearness and all other allowances per month.

(b) Perquisites :

- (i) **Medical Reimbursement** : Reimbursement of expenses incurred for self and family subject to ceiling of one month's salary in a year.
- (ii) **Club Fee**: Fee of club subject to a maximum of two clubs. No admission and life membership fee will be paid.
- (iii) **Provident Fund**: Company's contribution towards Provident Fund as per the Rules of the Company, but subject to statutory limits.

CYBELE INDUSTRIES LIMITED

- (iv) Leave Travel Concession: Entitled for Leave Travel Concession for self and family, subject to ceiling of one month's salary in a year.
- (v) Provision of Car and Telephone: Entitled for provision of Car and Telephone at residence and the same will not be considered as perquisites. The personal long distance calls on telephone and use of car for private purpose will be billed by the Company.

In the event of the loss or inadequacy of profits in any financial year, she shall be paid remuneration by way of Salary and Perquisites as specified above."

(By Order of the Board)
for **CYBELE INDUSTRIES LIMITED**

Place : Chennai
Date : 26.05.2012

P.A. JOYKUTTY
Chairman &
Managing Director

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956 ANNEXED TO THE NOTICE FOR THE NINETEENTH ANNUAL GENERAL MEETING

ITEM NO.4 & 5

The Board of Directors at its meeting held on 26.05.2012, subject to approval of the members of the Company to revise the remuneration and provide furnished accommodation to Mr. Thomas P. Joy, Wholetime Director and increase in remuneration to Mrs. Annamma Joy, Joint Managing Director with effect from 01.04.2012 as per the terms and conditions set out in the resolution. The terms of appointment were considered and approved by the Remuneration Committee of the Board of Directors as per the details furnished in the relevant resolution.

The revised terms of remuneration of Mr. Thomas P Joy and Mrs. Annamma Joy as Joint Managing Director of the Company required approval of the members of the Company in General Meeting in terms of Section 198, 309 & 310 and Schedule XIII and other applicable provisions of the Companies Act, 1956.

In view of their wide experience in the field, the Board of Directors decided to increase the revised terms of remuneration to them which will be beneficial to your company and accordingly recommends the resolution for your approval.

None of the directors except Mr. P.A. Joykutty is concerned or interested in the Resolution.

This may also be regarded as an abstract of terms of revised terms of remuneration of Mr. Thomas P. Joy and Mrs. Annamma Joy and Memorandum of interest under Section 302 of the Companies Act, 1956.

NOTES:

- 1 ANY MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT TO BE A MEMBER.

THE PROXIES SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

- 2 The Register of Members and the Share Transfer Books of the Company will remain closed from 25th September, 2012 to 27th September 2012 (both days inclusive)
3. Members / Proxies should bring the attendance slip duly filled in for attending the Meeting.
4. All documents referred to in the accompanying Notice are open for inspection at the Company's Registered Office during Office hours on all working days up to the date of the Annual General Meeting.
5. Members holding shares in physical form are requested to dematerialize the shares in electronic form to facilitate faster transfer and avoid rejections for bad deliveries. The share certificates may be sent directly to the Company Secretary / Registrar and Transfer Agents.
6. The Company's Equity Shares are presently listed at the Mumbai (BSE) and Madras (MSE) Stock Exchanges.

Information required to be furnished under the Listing Agreement about the particulars of Directors who are proposed to be appointed / re-appointed at the Nineteenth Annual General Meeting.

- a) **Mr. George Baby George holds a Bachelor Degree is aged about 59 years. He has wide experience in the field of Administration, Accounts and Management. He is not holding any Directorship / Membership in the Board / Committee of other Companies.**

CYBELE INDUSTRIES LIMITED

DIRECTOR'S REPORT

Your Directors hereby present the Nineteenth Annual Report together with the Audited Accounts for the year ended 31st March, 2012

FINANCIAL RESULTS

	2011-2012	2010-2011
	(Rs. in Lakhs)	
Profit before Interest and Depreciation	710.41	840.73
Less : Interest	<u>92.94</u>	<u>44.22</u>
Profit before Depreciation	617.47	796.51
Less : Depreciation	<u>52.62</u>	<u>36.36</u>
	564.85	760.15
Less : Preliminary exp. written off	<u>10.00</u>	<u>10.00</u>
Net Profit carried to B/S	<u>554.85</u>	<u>750.15</u>

DIVIDEND

The Board of Directors could not recommend any dividend due to future expansion activities of the Company.

OPERATIONS

During the year under review, the Company has taken steps to improve the operations of the Company. The Company achieved a revenue of Rs.17.91 Crores and net profit of Rs.5.55 crores. The Directors are taking all the steps to improve the performance of the Company in the years to come.

PERSONNEL

No employee was in receipt of remuneration in excess of the limits specified under Section 217(2A) of the Companies Act, 1956.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE

Information pursuant to Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 is furnished in the Annexure.

DIRECTORS

Mr. George Baby George retires at the ensuing Annual General Meeting and offers himself being reappointed as Director.

DIRECTOR'S RESPONSIBILITY STATEMENT

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

- (i) in preparation of the annual accounts for the financial year ended 31st March, 2012, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) the directors had selected such accounting policies and applied them consistently and 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 company at the end of the financial year and of the profit or loss of the company for the year under review;
- (iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the directors had prepared the accounts for the financial year ended 31st March, 2012 on a 'going concern' basis.

AUDITORS

M/s. Karpagam & Co., the Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and are eligible for reappointment.

CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreements with the Stock Exchanges, a Report on Corporate Governance with Auditor's Certificate on compliance of conditions of Corporate Governance with Auditor's Certificate on compliance of conditions of Corporate Governance and a Management Discussion & Analysis Report have been attached to form part of the Annual Report.

ACKNOWLEDGEMENT

The Directors wish to place on record their appreciation of the dedication and excellent contribution made by all the concerned. The Directors would like to thank the Suppliers and above all the Shareholders and valued Customers for their continued support and patronage.

(By order of the Board)
for CYBELE INDUSTRIES LIMITED

Place : Chennai

Date : 26.05.2012

P.A.JOYKUTTY

Chairman
& Managing Director

CYBELE INDUSTRIES LIMITED

ANNEXURES TO DIRECTOR'S REPORT FOR THE YEAR ENDED 31st MARCH, 2012

Information pursuant to the Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosures of particulars in the Report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY :

Energy conservation measures are being taken with in our Plant as an ongoing exercise.

B. TECHNICAL ABSORPTION :

FORM B

RESEARCH AND DEVELOPMENT

- | | | |
|--|---|-----|
| 1. Specific areas in which R & D carried out by the Company | : | |
| 2. Benefits derived as a result of the above R & D | : | Nil |
| 3. Future plan of action | : | |
| 4. Expenditure on R & D | : | |
| 1. Capital | | |
| 2. Recurring | | |
| 3. Total | | |
| 4. Total R & D expenditure as a percentage of total turnover | | |

TECHNOLOGY ABSORPTION, ADAPTATION, AND INNOVATION :

1. Efforts, in brief, made towards technology absorption, adaptation and innovation
2. Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction,

product development, import substitution, etc. Nil

3. In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year), following information may be furnished : Nil

- (a) Technology imported :
- (b) Year of import
- (c) Has technology been fully absorbed ?
- (d) If not fully absorbed, areas where this has not taken place, reasons therefor and future plans of action

C. FOREIGN EXCHANGE EARNINGS AND OUTGO :

- i) Activities relating to exports, initiatives taken to increase exports, development of new export market for products and services and export plans :nil
- ii) Total foreign exchange used and earned :

	Current Yea	Previous Year
	(Rs. in Lakhs)	
Used	—	—
Earned	28.86	—

(By order of the Board)
for CYBELE INDUSTRIES LIMITED

Place : Chennai
Date : 26.05.2012

P.A.JOYKUTTY
Chairman
& Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE

The Company is engaged in the business of manufacture and sale of Building Cables, Flexible Cables, Power Cables, Submersible Pump Cables, Automotive Cables, Control Cables and Railway Signaling Cables which are classified under the Industrial Structure as Electrical Cables and Wires and also in property development.

OPPORTUNITIES AND THREATS

The product portfolio of the Company is dominated by threats posed by manufacturers in un-organised sector. As the Government is initiating various measures to encourage the infrastructure and housing sector, there is possibility of increase in demand for cables and wires and also improvement in the real estate sector..

RISK AND CONCERNS

The fortune of the Company is dependent on entry barriers set up by electrical cables and wires business in the unorganized sector. Further as a manufacturer in the organized sector, the fixed costs in terms of administrative expenses are high.

OUTLOOK

The Company is doing well in both cable and real estate business activities. Further there is a sign of improvement in real estate sector which will also be beneficial to our company and the on going Park Avenue and Boulevard Projects are doing very well.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has adequate internal control system monitored by Internal Auditors who are reporting to the Audit Committee. The Audit Committee is meeting periodically for reviewing the performance of the Company and formulating policies / issuing guide lines to the Management.

FINANCIAL PERFORMANCE

The Company has made a profit of Rs.5.55 crores during the year. The Company is taking necessary steps to improve the performance of the company.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT

During the year under review, the relationship between the staff and management was good and cordial.

CYBELE INDUSTRIES LIMITED

REPORT ON CORPORATE GOVERNANCE (2011-12)

1. Company's Philosophy :

Adherence to the Corporate Governance Standards by practicing principles of transparency, integrity and social accountability in all its operations.

2. Board of Directors :

Name of the Directors, Designation and Category	No. of Shares held	No. of Board Meetings attended	Attendance at last AGM	No. of other Directorships	Other Committee Membership	
					Chairman	Member
1 Mr.P.A.Joykutty Chairman and Managing Director Promoter Executive	3962405	4	Yes	—	—	—
2 Mr.Thomas P.Joy Executive Director Promoter Executive	290800	4	Yes	—	—	—
3 Mrs. Annamma .Joy Joint Managing Director Promoter Executive	2907050	4	Yes	—	—	—
4 Mr.George Baby George Non Executive Independant	—	—	No	—	—	—
5 Mr. N. Karuppiah Non Executive Independent	—	4	Yes	—	—	—
6 Mr. Sunny Kutty George Non Executive Independent	—	4	No	—	—	—

Number of Board Meetings held : 4

Dates on which held : 30th April, 2011; 30th July, 2011; 29th October, 2011
and 28th January, 2012

3. Audit Committee :

The Company has an Audit Committee comprising of three Non-Executive Independent Directors namely, Mr. N. Karuppiah acting as Chairman, Mr. Sunny Kutty George and Mr. George Baby George are Members.

The Audit Committee oversees the Company's financial reporting process, reviews the annual financial statements with Management and holds discussions with internal and external auditors about the scope of audit and adequacy of internal control systems. The Committee held four meetings during the year

4. Remuneration Committee :

The Board has constituted a Remuneration Committee comprising of three Non-Executive Independent Directors namely, Mr. N. Karuppiah acting as Chairman, Mr. Sunny Kutty George and Mr. George Baby George are Members. Remuneration for Whole time Directors is fixed by the Remuneration Committee. The remuneration policy followed by the Company to fix a remuneration to whole time Directors taking into consideration the qualifications and functional experience of the individuals and the prevailing remuneration packages especially in the Cable Industry.

CYBELE INDUSTRIES LIMITED

5. Shareholders Committee / Investors Grievance Committee:

The Board has constituted a Share Transfer & Shareholders/Investors Grievance Committee comprising of three Non-Executive Directors namely, Mr. N. Karuppiah acting as Chairman, Mr. Sunny Kutty George and Mr. George Baby George are Members. as members to approve the Share Transfer, Transmission, Transposition of Name, Issue of Split / Duplicate Certificates and to review the status on redressal of Shareholder and Investor Complaints.

The Company has not received any complaints from the shareholders and all other requests / correspondence received from the shareholders were attended. There were no pending share transfer as on 31st March, 2012.

6. Annual / Extra Ordinary General Meetings :

Location and time where last three Annual /Extra Ordinary General Meetings held :

Year	Date	Time	Venue	AGM/EGM
2008-09	30.09.2009	11.00 A.M	138, Sidco Industrial Estate Ambattur, Chennai - 98	AGM
2009-10	30.09.2010	11.00 A.M.	-do-	AGM
2010-11	30.09.2011	11.00 A.M.	-do-	AGM

Details of Special Resolutions put through postal ballot during the financial year: N.A.

7. Disclosures

There are no materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interest of the Company at large.

There were no instances of non-compliance or penalty, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets during the last three years.

8. Means of Communication :

Quarterly Financial results of the Company are published in local dailies and these are not sent individually to shareholders. The financial results are posted in the web site of the Company.

Management Discussion & Analysis Report forms part of the Annual Report.

9. General shareholder Information

- (i) **Annual General Meeting** : Annual General Meeting is proposed to be held at Company's Registered Office at No. 138, Sidco Industrial Estate, Ambattur, Chennai-600 098 on Thursday the 27th September, 2012 at 11.00 A.M.
- (ii) **Financial Calendar**
- Un audited Financial Results For the First Quarter : Last week of July
- Un audited Financial Results For the Second Quarter : Last week of October
- Un audited Financial Results For the Third Quarter : Last week of January
- Un audited Financial Results For the Fourth Quarter : Last week of April
- (iii) **Annual General Meeting** : 3rd / 4th Week of September

CYBELE INDUSTRIES LIMITED

- (iv) **Book Closure dates** : 25th September, 2012 to 27th September, 2012
(both days inclusive)
- (v) **Dividend payment date** : No dividend declared
- (vi) **Listing on Stock Exchanges** : Madras Stock Exchange Ltd.,(MSE)
Bombay Stock Exchange Ltd,(BSE)
- (vii) **Stock Code** : MSE - Q-FLEXCABLE
BSE - 531472

(viii) Market Price Data (High / Low during each month in last Financial Year)

Month/Year 2011-12	BSE	
	High (Rs.)	Low (Rs.)
April 2011	23.90	16.25
May 2011	20.20	13.40
June 2011	15.00	12.91
July 2011	14.90	12.45
August 2011	17.60	12.65
September 2011	21.10	17.00
October 2011	17.15	13.50
November 2011	16.96	12.25
December 2011	21.00	14.45
January 2012	24.10	16.20
February 2012	17.30	14.30
March 2012	15.95	11.15

No trading activities of the Company's Equity Shares took place on the Madras Stock Exchange during the last financial year

- (ix) **Share Price Performance in comparison to broad based indices such as BSE Sensex, NSE Nifty** : The details are not furnished as it is not applicable to our Company
- (x) **Share Transfer System and Registrar & Share Transfer Agents** : Share Transfers are effected on requests in DEMAT Form within an average of ten days from the date of receipt and within Fifteen days for requests received in physical form.

Share Transfer Agents:
M/s.Cameo Corporate Services Ltd.,
having their office at "Subramanian Building", No.1,
Club House Road, Chennai –600 002.

CYBELE INDUSTRIES LIMITED

(xi) Distribution of Shareholding as on 31st March, 2012

Category (Number of Shares)	No. of Share holders	Percentage	No. of Shares	Percentage
Upto 500	1914	75.23	1490105	13.93
501- 1000	382	15.01	18125	0.17
1001- 2000	94	3.69	14425	0.13
2001- 3000	39	1.54	82449	0.77
3001- 4000	27	1.06	57274	0.54
4001 -5000	36	1.43	40284	0.38
5001-10000	28	1.10	99198	0.93
10001 & above	24	0.94	8893940	83.15
Total	2544	100.00	10695800	100.00

(xii) Shareholding Pattern as on 31st March, 2012

Category	No. of Equity Shares	% to Paid- up Capital
Promoter Group	7626055	71.30
Corporate Bodies	225260	2.11
Mutual Funds	—	—
Fin. Institutions/Banks	—	—
Non-Resident individuals	33223	0.31
General Public	2811262	26.28
Total	10695800	100.00

(xiii) Dematerialization of shares and Liquidity

: The Shares of the Company are compulsorily traded in dematerialized form and are available for trading under both depository systems in India –NSDL (National Securities Depository Limited) and CDSL – (Central Depository Services (India) Limited). As on 31st March, 2012 88,73,100 Equity shares representing 82.96% of the paid- up equity share capital have been dematerialized.

International Securities Identification Number (ISIN) of the Company for equity shares is INE 183D01010.

The Company has not issued any GDR/ ADR Warrants or any other convertible instruments.

CYBELE INDUSTRIES LIMITED

(xiv) Plant Location	: No.138, Sidco Industrial Estate, Ambattur, Chennai – 600 098.
(xv) Address for Correspondence	: Registered Office & Factory : No.138, Sidco Industrial Estate, Ambattur, Chennai – 600 098. Tel. No. 91-44-32958399 Fax. No. 91-44-43111117 E-mail : qflexworks@satyam.net.in

DECLARATION BY MANAGING DIRECTOR

This is to declare that the respective Codes of Conduct envisaged by the Company for members of the Board and Senior management personnel have been complied with by all the members of the Board and Senior management personnel of the Company.

Place : Chennai
Date : 26.05.2012

P.A. Joykutti
Managing Director

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE AUDITORS CERTIFICATE

To

THE MEMBERS OF M/S. CYBELE INDUSTRIES LIMITED

We have examined the compliance of conditions of Corporate Governance by M/s. Cybele Industries Ltd, for the period ended on 31st March, 2012 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that, based on the confirmation given by the Registrars and Transfer Agent of the Company, as on 31st March, 2012 there were no investor grievances remaining unattended.

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

For **M/s. Karpagam & Co.,**
Chartered Accountants

Place : Chennai
Date : 26.05.2012

S. SRIKANTH
Partner

CYBELE INDUSTRIES LIMITED

AUDITORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2012

1. We have audited the attached Balance Sheet of Cybele Industries Limited as at 31st March 2012 and the Profit and Loss Account and also the cash flow statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standard generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to on Paragraph 3 above, we report that:
 - (i) 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; so far as appears from examination of those books;
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the company,
 - (iii) The Balance Sheet and Profit and Loss Account and Cash flow statement dealt with by this report are in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash flow statement dealt with by this report comply with the accounting standards referred to in subsection (3C) of Section 211 of the Companies Act, 1956;
 - (v) On the basis of the written representations received from the Directors, as on 31st March 2012, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2012 from being appointed as a Director in terms of clause (g) of subsection (1) of section 274 of the Companies Act, 1956;
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956; 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, 2012;
 - (b) in the case of the Profit and Loss Account, of the loss of the Company for the year ended on that date; and
 - (c) in the case flow statement, of the cash flows for the year ended on that date.

For M/s. Karpagam & Co.,
Chartered Accountants

Place : Chennai
Date : 26.05.2012

S. SRIKANTH
Partner

CYBELE INDUSTRIES LIMITED

ANNEXURE TO THE AUDITORS' REPORT REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE

1. In respect of fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the management in accordance with a programme of verification which in our opinion, provides for physical verification of all the fixed 'assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The Company has not sold/disposed off any significant portion of fixed assets during the year.
2. In respect of its inventories:
 - (a) As explained to us, inventories were physically verified by the management at reasonable intervals
 - (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion and according to the information and explanations given to us, the company has maintained proper records of its inventories. The discrepancies noticed on physical verification between physical stock and book records were not material.
3. During the year under consideration, the Company has not granted or taken by the Company any loan secured or unsecured to or from Companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956;
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedure commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
5. In respect of transactions entered in the register maintained in pursuance of section 301 of the Companies Act, 1956;
 - (a) According to the information and explanations given to us, the transactions that needed to be entered into the register have been so entered.
 - (b) In our opinion and according to the information and explanations given to us, where each of such transactions is in excess of Rs.5 lakhs in respect of any party during the year, the transactions have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
6. The Company has not accepted any deposits from the Public during the year.
7. In our opinion, the internal audit functions carried out during the year by a firm of Chartered Accountants appointed by the management have been commensurate with the size of the Company and the nature of its business.
8. Statutory and other dues:
 - (a) According to the information and explanations given to us, the company has been regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Customs Duty, Excise Duty, Cess and any other statutory dues applicable to it with the appropriate authorities during the year.
 - (b) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty wealth tax excise duty and cess which have not been deposited on account of any dispute.

CYBELE INDUSTRIES LIMITED

9. In our opinion, the net worth of the company has become positive during the year..
10. According to the information and explanations given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to bank.
11. Based on our examination of documents and records, we are of the opinion that no loans or advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
12. In our opinion, the company is not a chit fund or nidhi mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable to the company.
13. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
14. In our opinion an according to the information and explanations given to us, the company has not given any guarantee for loans taken by other from Banks and Financial Institutions during the year.
15. The Company has not availed any term loans during the year.
16. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment by the company. No long term funds have been used to finance short term assets except permanent working capital.
17. The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
18. The company has not issued any debentures during the year.
19. The company has not raised any money by public issues during the year.
20. 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 was noticed or reported during the year.

For M/s. Karpagam & Co.,
Chartered Accountants

Place : Chennai
Date : 26.05.2012

S. SRIKANTH
Partner

CYBELE INDUSTRIES LIMITED**BALANCE SHEET AS AT 31st MARCH, 2012**

in Rs.

Particulars	Note No.	As at 31 March, 2012	As at 31 March, 2011
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	104569550	104569550
(b) Reserves and surplus	3	105822981	50337481
2 Non-current liabilities			
Deferred tax liabilities (net)	4	2967245	9601220
3 Current liabilities			
(a) Short-term borrowings	5	14758088	19262047
(b) Trade payables	6	23286913	3062875
(c) Other current liabilities	7	48942248	50765353
(d) Short-term provisions	8	10248854	897408
TOTAL		310595879	238495934
B ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	9	79810879	70967867
(ii) Intangible assets	10	3000000	4000000
(b) Non-current investments	11	45909574	-
2 Current assets			
(a) Current investments			
(b) Inventories	12	154623254	128648908
(c) Trade receivables	13	10901389	4487789
(d) Cash and cash equivalents	14	3476472	4130342
(e) Short-term loans and advances	15	12874311	26261028
TOTAL		310595879	238495934

See accompanying notes forming part of the financial statements

In terms of our report attached.

For Karpagam & Co.

Chartered Accountants

S.Srikanth

Partner

Place : Chennai

Date : 26.05.2012

For and on behalf of the Board of Directors**P.A.JOYKUTTY**

Chairman & Managing Director

THOMAS P JOY

Executive Director

CYBELE INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2012

Particulars	Note No.	For the year ended 31 March, 2012	For the year ended 31 March, 2011
A CONTINUING OPERATIONS			
1 Revenue from operations (gross)	16	187512932	213081160
Less: Excise duty & Sales tax		8395044	8905403
Revenue from operations (net)		<u>179117888</u>	<u>204175757</u>
2 Other income	17	9574	
3 Total revenue (1+2)		<u>179127462</u>	<u>204175757</u>
4 Expenses			
(a) Cost of materials consumed	18	69003345	85729981
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19	3092387	-1608225
(c) Employee benefits expense	20	12030001	10621668
(d) Finance costs	21	9293653	4422560
(e) Depreciation and amortisation expense	22	6262130	4635965
(f) Other expenses	23	21661604	13917062
Total expenses		<u>121343120</u>	<u>117719011</u>
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)		57,784,342	86,456,746
6 Exceptional items	24	-	11,440,840
7 Profit / (Loss) before extraordinary items and tax (5 ± 6)		<u>57784342</u>	<u>75015906</u>
8 Extraordinary items			
9 Profit / (Loss) before tax (7 ± 8)		<u>57784342</u>	<u>75015906</u>
10 Tax expense:			
(a) Current tax expense for current year	25	8932817	
(b) Deferred tax	26	-6633975	
11 Profit / (Loss) for the year (9 ± 10)		<u>55485500</u>	<u>75015906</u>
12 Earning per share basic & Diluted	27	5.31	7.01

See accompanying notes forming part of the financial statements

In terms of our report attached.

For Karpagam & Co.

Chartered Accountants

S.Srikanth

Partner

Place : Chennai

Date : 26.05.2012

For and on behalf of the Board of Directors

P.A.JOYKUTTY

Chairman & Managing Director

THOMAS P JOY

Executive Director

CYBELE INDUSTRIES LIMITED

Cash Flow Statement for the year ended 31 March, 2012

Particulars	For the year ended 31 March, 2012	For the year ended 31 March, 2011
in Rs.		
A. Cash flow from operating activities		
Net Profit / (Loss) before extra ordinary items and tax	57,784,342	75,015,906
<i>Adjustments for:</i>		
Depreciation and amortisation	6,262,130	4,635,965
Finance costs	9,293,653	4,422,560
Adjustments for (increase) / decrease in operating assets:		
Inventories	-25,974,346	613,174
Trade receivables	-6,413,600	-4,487,789
Short-term loans and advances	13,386,717	-24,631,419
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	20,224,038	1,411,452
Other current liabilities	-1,823,105	-73,278,306
Short-term provisions	418,629	758,908
Net cash flow from / (used in) operating activities (A)	<u>73,158,458</u>	<u>-15,539,549</u>
B. Cash flow from investing activities		
Capital expenditure on fixed assets, including capital advances	-14,505,142	-49,248,434
Purchase of long-term investments		
- Others	-45,909,574	-
Proceeds from sale of long-term investments		
- Others	400,000	-
Cash flow from extraordinary items		-5,000,000
Net cash flow from / (used in) investing activities (B)	<u>-60,014,716</u>	<u>-54,248,434</u>
C. Cash flow from financing activities		
Proceeds from issue of equity shares	-	56,755,000
Net increase / (decrease) in working capital borrowings	-4,503,959	19,262,047
Finance cost	-9,293,653	-4,422,560
Net cash flow from / (used in) financing activities (C)	<u>-13,797,612</u>	<u>71,594,487</u>
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	<u>-653,870</u>	<u>1,806,504</u>
Cash and cash equivalents at the beginning of the year	4,130,342	2,323,838
Cash and cash equivalents at the end of the year	3,476,472	4,130,342
See accompanying notes forming part of the financial statements		

(For and on behalf of the Board of Directors)

Place : Chennai
Date : 26.05.2012

P.A.JOYKUTTY
Chairman & Managing Director

THOMAS.P.JOY
Executive Director

AUDITOR'S CERTIFICATE

We have examined the attached Cash Flow Statement of M/s. Cybele Industries Limited for the period ended 31st March 2012. The statement has been prepared by the Company in accordance with the requirements of clause 32 of the Listing Agreements with the Stock Exchanges and it based on and in agreement with the corresponding Profit and Loss Statement and Balance Sheet of the company covered by our Report dated 26th May, 2012 to the Members of the Company.

For **M/S KARPAGAM & CO**
Chartered Accountants
S. Srikanth
Partner

Place : Chennai
Date : 26.05.2012

CYBELE INDUSTRIES LIMITED

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements:

The financial statements of the company are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historic convention on the accrual basis except for certain financial instruments which are measured at fair values. The company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under the Companies (Accounting Standard) Rules 2006 (as amended) the relevant provisions of the Companies Act 1956. Accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

1.2 Use of estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

Estimates are based on the current events and actions and the actual results could differ from those estimates from period to period. Appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates. Changes in the estimates are reflected in the financial statements in the period in which changes are made and if material, their effects are disclosed in the notes to the financial statements.

The management periodically assesses using external and internal sources whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the assets net selling price and values in use, which means the present value of future cash flows expected to arise from the continuing use of the assets and its eventual disposal. An impairment loss for an asset other than goodwill is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset other than goodwill is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

1.3 Revenue Recognition:

The company follows the mercantile system of accounting and recognizes income on accrual basis, in accordance with the requirements of the companies Act, 1956.

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be readily measured. For some of the services rendered, the company collects service tax on behalf of the government and therefore, it is not an economic benefit flowing to the company hence it is excluded from revenue.

Income from operations comprises of income from the following heads mainly freight forwarding, customs clearance, logistics and support services, warehousing etc., representing the gross value of service rendered by the company to its customers.

Interest is recognized using time proportion method based on the rates implicit in the transaction. Interest income is included under the "Other Income" in the statement of Profit and loss.

1.4 Fixed Assets:

Fixed assets are stated at acquisition cost less accumulated depreciation and impairment if any. Direct costs are capitalized until fixed assets are ready for use. Computer equipment includes bought out software.

Advances paid towards acquisition of fixed assets are disclosed as capital advances.

CYBELE INDUSTRIES LIMITED

1.5 Depreciation and amortization:

Depreciation of fixed assets is provided on straight line method. The depreciation rates prescribed in Schedule XIV to the companies Act, 1956 are considered as the minimum rates. Depreciation on additions to fixed assets has been calculated on pro-rata basis. Individual low cost assets (acquired for 5000/= less) are fully depreciated in the year of acquisition.

1.6 Inventories:

Inventories comprises of raw materials, work-in-process and finished goods pertaining to cable division and land bank pertaining to property division are valued at lower of cost and net realizable value.

1.7 Investments:

Trade investments are the investments made to enhance the company's business interests. Investments are either classified as current or long term based on managements intention at the time of purchase. Investments which are readily realize and intended to be held for not more than one year from the date on which investments are made, are classified as current investments.

Current investments are carried at the lower of cost and fair value of each investment individually. Long term investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

1.8 Employee Benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term employee benefits. Short term employee benefits in the nature of salary, wages, bonus, leave encashment and the expected cost of ex-gratia are recognized and accounted for on accrual basis in the period in which the employee renders the related service.

Provident fund and employees state insurance scheme is a defined contribution plan, each eligible employee and the company makes equal contributions at a percentage on the basic salary specified under the employee's provident fund and miscellaneous provision Act,1952 and employees state insurance act,1948 respectively. The company's contributions are charged to the profit and loss account in the year when the contributions to the respective funds are due. The company has no further obligations under the plan beyond its periodic contributions.

1.9 Borrowing costs:

Borrowing costs are recognized as an expense in the period in which they are included.

1.10 Taxation:

Tax expenses comprise current tax. Current income tax measured at the amount expected to be paid to the tax authorities in accordance with the income tax act,1961. A provision is made for income tax annually based on the tax liability computed after considering tax allowances and exemptions. The tax rates and laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflects the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for earlier years. Deferred tax on timing differences between taxable income and accounting income is accounted for, using the tax laws enacted or substantially enacted as on the balance sheet date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for all deductible timing only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

CYBELE INDUSTRIES LIMITED

1.11 Cash and cash equivalents:

Cash and cash equivalents comprise cash and cash on deposit with banks. The company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

1.12 Cash flow statement:

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

1.13 Provisions:

Provisions are recognized when the company has a present obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of obligation. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

1.14 Segment Reporting:

The Company is engaged in the business of manufacture of Cables and Property development / real estate activities. The Company has no reportable geographical segments. The company has complied in accordance with Accounting Standard 17 on Segment Reporting issued by the Institute of Chartered Accountants of India.

1.15 Earnings per share:

Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. For the purposes of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

	In Rs.	
2 SHARE CAPITAL	As at March 31st 2012	As at March 31st 2011
Authorised 11215500 equity shares of Rs.10/- each	112155000	112155000
Issued and subscribed 10695800 equity shares of Rs.10/- each	106958000	106958000
Called and paid up For consideration other than cash 576800 equity shares issued as bonus shares of Rs.10/- each for consideration other than cash out of the revaluation of the land	5768000	5768000
Issued to promoters of Asia Cables due to its merger as per BIFR order For cash consideration 4443500 shares of Rs.10/- each	56755000	56755000
Less allotment money due	44435000 2388450	
	42046550	42046550
Total	104569550	104569550

CYBELE INDUSTRIES LIMITED

	As at March 31st 2012	As at March 31st 2011
3 RESERVES AND SURPLUS		
Subsidy	195000	195000
General Reserve as per last balance sheet	50142481	50142481
General Reserve as per current balance sheet	55485500	-
	<u>105822981</u>	<u>50337481</u>
4 NON CURRENT LIABILITIES		
Defferred tax liability		
Impact of diffrences between tax depriciation and depriciation charged in the financial statements	<u>2967245</u>	<u>9601220</u>
5 CURRENT LIABILTIES		
Short term borrowings		
Working capital loan from bank	<u>14758088</u>	<u>19262047</u>
6 TRADES PAYABLE	<u>23286913</u>	<u>3062875</u>
Trade payables are duesin respect of purchases made/services received in the normal course of business		
7 OTHER CURRENT LIABILITIES		
Advanced recd. From customers	250000	0
Mar gregorious college	30000	1700000
Suji thomas	36126	50000
Supreme Allied Products	1000000	1000000
Thomas P Joy	195249	195249
Rotomac Industries Madras	5909863	0
Thomas Alexander	3600000	810197
Booking Advance for flata	22334514	21405741
Vijayshanthi builders ltd	12000000	20000000
Car Loan	3586496	5604166
	<u>48942248</u>	<u>50765353</u>
8 SHORT TERM PROVISIONS		
Provision for income tax	8932817	0
Provision for Sales tax	69938	0
Provision for wages and Salary, E.S.I, P.F	1246099	897408
	<u>10248854</u>	<u>897408</u>

CYBELE INDUSTRIES LIMITED

9 NON CURRENT ASSETS

FIXED ASSETS STATEMENT AS ON 31st MARCH, 2012.

(Rs.)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost of Acquisition 01/04/2011	Additions	Deletions	Cost of Acquisition 31/03/2012	Rate	Depreciation as on 31/03/2011	Depreciation for the Year	Depreciation as on 31/03/2012	W.D.V as on 31/03/2011	W.D.V as on 31/03/2012
Land	41287323	0	0	41287323	—	0	0	0	41287323	41287323
Building - Factory	4446892	1324770	0	5771662	3.34%	148530	192770	341300	4298362	5430362
Building - Kilpauk	0	0	0	0	—	0	0	0	0	0
Plant and Machinery	39679530	10434280	0	50113810	5.28%	26987740	2646010	29633750	12691790	20480060
Electrical Installation	0	0	0	0	5.28%	0	0	0	0	0
Lab Equipments	120072	10130	0	130202	5.28%	74590	6880	81470	45482	48732
Air Conditioners	276255	62800	0	339055	5.28%	232400	17900	250300	43855	88755
Office Equipments	2266235	0	0	2266235	6.33%	1954430	143450	2097880	311805	168355
Xerox Machine	142140	0	0	142140	6.33%	142140	0	142140	0	0
Furniture & Fittings	1270188	103760	0	1373948	6.33%	1011080	86970	1098050	259108	275898
Motor Car (Vehicles)	18127204	2208180	400000	19935384	9.50%	6313430	1893860	8207290	11813774	11728094
Motor Cycle	68709	109440	0	178149	9.50%	68700	16920	85620	9	92529
Tools & Dies	271450	0	0	271450	4.75%	271450	0	271450	0	0
Computers	1332061	251760	0	1583821	16.25%	1115680	257370	1373050	216381	210771
Total	109288059	14505120	400000	123393179		38320170	5262130	43582300	70967889	79810879
Previous Year	68126210	60689270	19527440	109288040		42770810	3635960	38320170	2535540	70967870

As at March 31st
2012

As at March 31st
2011

10 INTANGIBLE ASSET

GOOD WILL

3000000

4000000

11 NON CURRENT INVESTMENT

1.Rotomac Industries Madras

44800000

0

2.Muthoot Finance

409574

0

3.Technilek

700000

0

Total

45909574

0

12 CURRENT ASSETS

INVENTORIES

Land at Kandigai

43909223

60050406

Land for Real Estate

97004579

51932229

Raw Material

1301349

1165783

Finished goods

10838435

13243552

Work in process

1569668

2256938

154623254

128648908

13 TRADE RECEIVABLES

10901389

4487789

CYBELE INDUSTRIES LIMITED

	As at March 31st 2012	As at March 31st 2011
14 CASH AND CASH EQUIVALENTS		
Cash at Bank	3390911	4023757
Cash on Hand	85561	106585
	<u>3476472</u>	<u>4130342</u>
15 SHORT TERM LOANS AND ADVANCES		
Deposits	764651	764651
Advance and Deposits	5581014	25476002
Arjuna Reddy	10000	0
Advance Tax IT	5000000	0
Advance Tax Capital gain	873541	0
Excise duty	645105	20375
	<u>12874311</u>	<u>26261028</u>
16 INCOME FROM OPERATIONS		
Sales of cables	58726986	53072058
Income from real estate activities	120390902	151103699
	<u>179117888</u>	<u>204175757</u>
17 OTHER INCOME		
Interest received	9574	0
18 COST OF MATERIALS CONSUMED		
Opening stock raw material	1165783	2130000
Add purchases	57222568	50082596
	<u>58388351</u>	<u>52212596</u>
Less excise and sales tax input credit	7260840	5266426
Less closing stock raw material	1301349	1165783
Rawmaterial consumption A	<u>49826162</u>	<u>45780387</u>
opening stock-Land	111982635	129262082
Add purchases	48108350	22670147
	<u>160090985</u>	<u>151932229</u>
Less closing stock -Land	140913802	111982635
	<u>19177183</u>	<u>39949594</u>
Total consumption B	<u>69003345</u>	<u>85729981</u>
Total consumption A+B	<u>69003345</u>	<u>85729981</u>
19 CHANGES IN INVENTORIES		
Opening stock - work in process	2256938	2392485
- Finished goods	13243552	11499780
	<u>15500490</u>	<u>13892265</u>
Less closing stock - work in process	1569668	2256938
- finished goods	10838435	13243552
	<u>3092387</u>	<u>-1608225</u>

CYBELE INDUSTRIES LIMITED

	As at March 31st 2012	As at March 31st 2011
20 EMPLOYEE BENEFIT EXPENSES		
Salary	10153933	8565666
Wages	0	251190
Gratuity	74154	0
Staff welfare	329138	352956
Contract labour wages	990534	930920
EPF Contribution	347072	161287
ESI Contribution	135170	113002
Exgratia	0	246647
	<u>12030001</u>	<u>10621668</u>
21 FINANCE COST		
Interest on car loan	415768	170793
CC Interest	2590734	2505767
Interest on loan	6287151	1746000
	<u>9293653</u>	<u>4422560</u>
22 DEPRICIATION AND AMORTISATION EXPENSES		
DEPRICIATION	5262130	3635965
Goodwill Return off	1000000	1000000
	<u>6262130</u>	<u>4635965</u>
23 OTHER EXPENSES		
Consumable stores	187835	486383
Freight inwards	210045	69692
ISO Charges	0	16545
Packing Materials	681977	5712
Electricity Charges	1571923	1658439
Machinery maintenance	657158	272994
Property tax	0	149204
Audit fees	264720	126845
Books and periodicals	2747	2660
Computer maintenance	25287	17522
Despatch expenses	6159	42254
Freight outwards	252416	51689
Fuel expenses	838213	509926
Handling expenses	28875	23814
Income tax	1119769	478620
Inspection charges	104789	24500
Loading and unloading charges	6941	28091
Membership fees	0	299277
Sales commission	7334	7414
Telephone charges	292990	244475

CYBELE INDUSTRIES LIMITED

	As at March 31st 2012	As at March 31st 2011
Testing charges	30002	16735
Advertisement	3454591	2774962
Bad debts	-173898	12555
Bank charges	313930	157150
Buisness promotion expenses	326650	623637
Commission	1516000	1047798
Donation	100000	110000
Electrical maintenance	9501	159522
Insurance	339435	308168
Micelleneous expenses	1243254	1072436
Office Maintenance	21390	220456
Postage and telegram	67049	127223
Printing and stationery	281538	292301
Professional fees	162753	90111
Rates and taxes	308129	417661
Rent	0	150000
Repairs and maintenance - building	905532	373107
Share maintenance expenses	61848	99631
Travelling and conveyance	2206891	945550
Vehicle maintenance	314172	402039
Rounding off.	67	-37
Consultation charges	10000	0
Discount allowed	1006	0
Export expenses	36335	0
Foreign exchange loss	12712	0
Nightshift allowances	1289	0
Land development expenses	3852250	0
	<u>21661604</u>	<u>13917062</u>
24 EXCEPTIONAL ITEM		
Short term capital loss	<u>—</u>	<u>11440840</u>
25 CURRENT TAX	<u>8932817</u>	<u>—</u>
26 DEFERRED TAX		
Written down value as per company act-79810850		
Written down value as per I.T act	-70208114	
Difference	9602736	
30.90%	2967245	
Less	9601220	
	<u>-6633975</u>	<u>-6633975</u>

CYBELE INDUSTRIES LIMITED

	As at March 31st 2012	As at March 31st 2011
27 Earning per share	5.31	7.01
28 Balances of the sundry debtors and sundry creditors are subject to confirmation.		
29 Related party disclosure There are no related party transactions during the year		
30 Remuneration to Directors	1380000	900000
31 Auditors remuneration	264720	126840
32 The company operate in two segments namely. Cables and wires and property development		

In terms of our report attached.

For Karpagam & Co.

Chartered Accountants

S.Srikanth

Partner

Place : Chennai

Date : 26.05.2012

For and on behalf of the Board of Directors

P.A.JOYKUTTY

Chairman & Managing Director

THOMAS P JOY

Executive Director

CYBELE INDUSTRIES LIMITED

Regd. Office : 138, Sidco Industrial Estate, Ambattur, Chennai - 600 098.

ATTENDANCE SLIP - AGM

Please complete this attendance slip and hand it over at the entrance of the meeting hall.

Name of the attending member

Folio No. No. of Shares

DP Id* :

Client Id*:

*(Applicable to investors holding shares in electronic form)

Name of Proxy*

*(If proxy attends instead of member)

I hereby register my presence at the Nineteenth Annual General Meeting of the Company.

Venue : Registered Office at No.138, SIDCO Industrial Estate, Ambattur, Chennai - 600 098

Date : Thursday, the 27th September, 2012

Time : 11.00 A.M.

REQUEST TO MEMBERS

1. Members and their proxies / bodies corporate should bring the attendance slip duly filled in for attending the Meeting.
2. Members are requested to bring their copies of Annual Report to the Meeting.
3. Members are requested to note that no gifts will be distributed at the Meeting.

Signature of Member / Proxy

-----Tear here-----

CYBELE INDUSTRIES LIMITED

Regd. Office : 138, Sidco Industrial Estate, Ambattur, Chennai - 600 098.

PROXY FORM - AGM

Folio No.

DP Id* :

Client Id*:

*(Applicable to investors holding shares in electronic form)

I / We being a Member / Members of Cybele Industries Limited hereby appoint of in the district of or failing him of in the district of as my / our proxy to attend and vote for the 27th September, 2012 at 11.00 a.m. and at any adjournment thereof.

Signed this day of 2012

For Office Use	
Proxy No.	
Date of receipt	
No. of shares	

Affix Rs.1 Revenue Stamp

N.B. : The instrument appointing proxy should be deposited with Company's Registered Office / Factory at least 48 hours before the commencement of the meeting.

* Please fill in the particulars as given in the address slip.

Book - Post
Printed Matter

To

If undelivered, Please return to :

CYBELE INDUSTRIES LIMITED

No. 138, Sidco Industrial Estate, Ambattur, Chennai - 600 098