

**GEOLOGGING INDUSTRIES LIMITED**



**TWENTY FOURTH ANNUAL REPORT**  
**2009 - 2010**

## **TWENTY FOURTH ANNUAL REPORT 2009 - 2010**

### **BOARD OF DIRECTORS**

#### **DIRECTOR**

MANORANJAN SAHU

S. N. CHATURVEDI.

SREEDHAR TRIPATHY

#### **BANKERS**

INDIAN BANK  
STATE BANK OF INDIA  
ICICI BANK

#### **AUDITORS**

M/S. HEMANT MHAMBHREY  
ASSOCIATES  
Chartered Accountants

#### **REGISTERED OFFICE**

UNIT NO. 2, PLOT NO. 243  
PRABHADEVI APARTMENTS  
PHIROZESH AH MEHTA ROAD,  
VILE PARLE (E)  
MUMBAI 400 057

#### **FACTORY**

C -1, 1806/2 & 3 GIDC,  
UMBERGAON 396 171  
DIST. BULSAR, GUJARAT.

#### **REGISTRAR & SHARE TRANSFER AGENTS**

BIGSHARE SERVICES PVT. LTD.  
E-2, ANSA INDUSTRIAL ESTATE,  
SAKIVIHAR ROAD, SAKI NAKA,  
ANDHERI (E), MUMBAI 400 072.  
PH. : 2856 0652  
FAX : 2852 5207  
EAMIL : bigshare@bom7.vsnl.net.in

### **NOTICE**

**Notice is hereby given that the Twenty Fourth Annual General Meeting of the” Shareholders of GEOLOGGING INDUSTRIES LTD.** will be held on Thursday, 30<sup>th</sup> September, 2010 at 9.00 a.m. at Plot No.243, Prabhadevi Apartment, P.M.Road,VileParle(E),Mumbai - 400 057, to transact the following business :

#### **ORDINARY BUSINESS**

1. To receive, consider, and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2010 and the Profit and Loss Account for the year ended 31<sup>st</sup> March 2010 and the Report of the Directors and the Auditors thereon.
2. To appoint a Director in place of Manoranjan Sahu, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this meeting, until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

#### **ORDINARY BUSINESS**

- 1) To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March, 2010 and the Profit and Loss Account for the year ended on that date and the Report of the Directors and the Auditors thereon.
- 2) To appoint a Director in place of Sreedhar Tripathy who retires by rotation and being offers himself for re-appointment.
- 3) To re-appoint Auditors of the Company and to fix their remuneration.

#### **SPECIAL BUSINESS**

- 4) “resolved that Mr. Timirtran Sahu, who was by the Board of Directors of the Company as an Additional Director as per Articles of Association of the Company, and by virtue of Section 260 of the Companies Act, 1956, holds office upto the commencement of this Annual General Meeting is pursuant to a Notice received in writing from a member of the Company under Section 257 of the Companies Act, 1956, proposing Mr. Timirtran Sahu’s candidature for the office of Director, be and is hereby re-appointed as Director on the board of the Company and shall not be liable to retire by rotation.”

Registered Office:  
Unit No-2, Plot-243  
Prabhadevi Aptmt.  
P.M.Road, Vile Parle-E  
Mumbai- 400057  
Place: Mumbai  
Date: 20-8-2010

By Order of the Board  
For **Geologging Industries Limited**

**M.SAHU**  
**Director**

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The Proxy, in order to be effective, should be duly completed, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. The explanatory statement pursuant to Section 173 (2) of the Companies Act, 1956, for item no. 4 is attached.
4. The Register of Members and Share Transfer Register of the Company will remain closed from Saturday, 25<sup>th</sup> September, 2010 to Thursday, 30<sup>th</sup> September, 2010 both the days inclusive.
5. The members are requested to:
  - a) Intimate changes, if any, in their Registered address to the Company's Share Transfer Agents M/s. Big Share Services Private Limited having their office situated at E-2, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai – 400 072.
  - b) Quote ledger folio numbers in all their correspondence.
  - c) Get the multiple folios consolidated and also get the shares transferred in joint names if they are held in single name to avoid inconvenience in future.
  - d) Bring their copies of the Annual Report and the Attendance Slips with them at the Annual General Meeting.
  - e) Write at least 10 days prior to the date of Meeting, any information which they desire on the accounts, to enable the management to keep the information ready.
  - f) Members, who hold shares in the Dematerialised form, are requested to bring their Depository accounts number for identification.
6. As per the provisions of the Companies Act, 1956 facility for making nominations is available for shareholders, in respect of the shares held by them. Nomination forms can be obtained from Depository Participants (DPs) in respect of their holdings in electronic form and from the company's Registrar and Transfer agent or Secretarial department of the company in respect of their holding in physical form.

## ANNEXURE TO NOTICE

## EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

**Item No. 4**

The Board of Directors of the Company had appointed Mr. Timirtran Sahu on 29<sup>th</sup> June, 2010 as Additional Director of the Company:

As per Articles of Association and Section 260 of the Companies Act, 1956, the term of Mr. Timirtran Sahu shall be till the date of Annual General Meeting of the Company.

Hence, the shareholders of the Company are requested to re-appoint them as Directors of the Company. The Company has received letters from the shareholders of the Company (pursuant to Section 257 of the Companies Act, 1956) nominating them to act as Directors of the Company.

Your Directors recommend the resolutions for approval of the members. All the Directors of the Company are interested in the resolution.

Registered Office:  
Unit No-2, Plot-243  
Prabhadevi Aptmt.  
P.M.Road, Vile Parle-E  
Mumbai- 400057  
Place: Mumbai  
Date: 20.8.2010

By Order of the Board  
For **Geologging Industries Limited**

Sd/-  
**M.SAHU**  
**Director**



## DIRECTORS' REPORT

To,

The Members,

Your Directors have pleasure in presenting the Twenty Fourth Annual Report and Audited Accounts for the year ended 31st March, 2010.

### 1. FINANCIAL RESULTS

	Year Ended 31.03.2010	Year Ended 31.03.2009	Year Ended 31.03.2008	(Rs. in 'Lacs) Year Ended 31.03.2007
<b>INCOME</b>	502.79	359.16	133.50	122.95
Profit before Interest and Depreciation	131.72	70.77	19.43	20.51
Less : Interest	37.80	30.84	8.16	3.68
Depreciation	40.47	28.54	10.17	13.58
Profit before Taxation	53.44	11.38	4.85	3.24
Net Profit after Taxation	28.44	(16.68)	5.56	(16.89)
add : Surplus Brought Forward	(406.13)	(389.45)	395.00	378.11
Less : Deposit Written Off	-	-	-	-
Less : Earlier Year Adjustments	-	-	-	-
Deficit Carried to Balance Sheet	<b>377.69</b>	<b>406.13</b>	<b>389.45</b>	<b>395.00</b>

### 2. DIVIDEND

Your Directors do not recommend any dividends in view of loss for the year under review.

### 3. PERFORMANCE DURING THE YEAR

The Company's performance for the year ending 31<sup>ST</sup> March 2010 has been unfortunately hit upon due to adverse circumstances. The Company could not perform well due to unexpected technical faults arising during the operation. However, we have been able to identify our short-comings and are now going ahead with new contracts.

### DIVERSIFICATION

The Company is exploring the African, South American and South East Asian markets for export of Mudlogging Services. We are pleased to report that successful dialogue has been set up with prospective clients in these regions. The Company's subsidiary Mono Acriglass Industries Ltd has been referred to BIFR, who is expected to put together a restructuring plan for our subsidiary.

### 4. DIRECTORS:

In accordance with the Company's Article of Association Mr. Monoranjan Sahu retires by rotation at the forthcoming Annual General meeting and being eligible offers him self for re-appointment as Director liable to retire by rotation.

### 5. DIRECTOR'S RESPONSIBILITY STATEMENT

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

- (i) that in the preparation of the annual accounts of the financial year ended 31<sup>st</sup>. March 2009, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable & prudent so as to give a true & fair view of the state of affairs of the company at the end of the financial year & of the profit or loss of the company for the year under review.
- (iii) that 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 assets of the company & for preventing & detecting fraud & other irregularities.
- (iv) that the Directors had prepared the accounts for the financial year ended 31<sup>st</sup>. March 2010 on a "going concern" basis.

**7. QUALIFICATIONS IN THE AUDITORS REPORT**

The observations of the auditors on the accounts have been extensively dealt with in the notes and since they are self-explanatory, they are not commented upon.

**8. LISTING OF SHARES**

The Company's shares are listed on Mumbai Stock Exchange. The Company has already paid listing fees to them for the year – trading in the shares has been suspended by the stock exchange, Mumbai.

**9. HUMAN RESOURCES**

The relationship of your Company with its employees remained cordial throughout the year. The Company is paying full attention to the development of Human Resources at all levels by group discussions, job related training etc. The Company appreciates the value of maintaining high morale amongst its employees and has always endeavored to keep it at highest level.

**10. CONSERVATION OF ENERGY, TECHNOLOGICAL ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

In terms of Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988, your Directors wish to state that there was no activity relating to the same. However the information on foreign exchange earnings and outgo are given below:

	Rs.	Rs.
Foreign Exchange Earnings/Outgo	2009-10	2008-09
Foreign Exchange Earned	Nil	Nil
Foreign Exchange earning booked	Nil	Nil
Foreign Exchange Outgo	3280510	2505995

(actual payments during the year)

**11. FIXED DEPOSITS**

The Company has not accepted any deposits from the public.

**12. PARTICULARS OF EMPLOYEES**

Particulars of Employees are required in terms of Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 1975, are not applicable as none of the employees were entitled to a remuneration of Rs. 24,00,000.00 or more per year or Rs. 2,00,000.00 or more per month.

**13. AUDITORS**

M/s. Hemant Mhambrey Associates, Chartered Accountants, Auditors retire at the forthcoming Annual General Meeting and being eligible offer themselves for reappointment.

**14. ACKNOWLEDGMENT**

Your Directors take this opportunity to place on record their warm appreciation for the valuable contribution, untiring efforts and spirit of dedication demonstrated by the employees and officers at all levels, in the sure and steady progress of the company.

Your Directors also express their deep gratitude to the Bankers, Financial Institutions and Statutory Authorities. We are thankful to the Shareholders and Customers for the co-operation and trust they have reposed in the Company.

For and on Behalf of the Board  
**GEOLOGGING INDUSTRIES LIMITED**

Place: Mumbai  
Date: August 20, 2010

**M. SAHU**  
DIRECTOR



**AUDITORS REPORT****TO THE MEMBERS OF GEOLOGGING INDUSTRIES LTD.**

1. **We have audited the attached Balance Sheet of M/s. GEOLOGGING INDUSTRIES LTD.** as at 31st March, 2010 and the Profit & 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 standards 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 amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the 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 Company Law Board in terms of Section 227 (4A) of the Companies Act 1956 (1 of 1956) we give in the Annexure a statement on the matters specified in paragraph 4 & 5 of the said Order.
4. Further to our comments in the Annexure referred to in Paragraph 3 above , 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 such books.
  - (c) The Balance Sheet and Profit & Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of account.
  - (d) On the basis of confirmations received from the Directors of the Company, and the information and explanation given to us, none of the Directors of the Company are disqualified from being appointed as Directors of the Company under Clause (g) of Sub-Sec(1) of Section 274 of the Companies Act,1956.
  - (e) In our opinion the Profit and Loss Account and the Balance Sheet and Cash Flow Statement comply with the accounting standards defined in sub-section (3C) of Section 211 of the Companies Act, 1956.



(f) In our opinion, and to the best of our information and according to the explanations given to us, the said Balance Sheet and the Profit & Loss Account read together with the notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:

i) In so far as it relates to the Balance Sheet of the state of affairs of the Company as at 31st March, 2010 and

iii) In so far as it relates to the Profit & Loss Account of the Profit of the Company for the year ended on that date.

iv) In the case of the Cash Flow Statement of the Cash Flow for the year ended on that date.

**For HEMANT MHAMBREY ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**CA. HEMANT MHAMBREY**  
**PROPRIETOR**

**Place** : Mumbai

**Dated** : August 20, 2010

**ANEXURE TO AUDITOR'S REPORT****Referred to in Paragraph 1 of my report of even date.**

- i) On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that:-
  - a) The records of quantitative details and situation of Fixed Assets could not be verified as the Company has claimed that the Fixed Assets Register has been damaged due to natural calamity.
  - b) As explained to us, fixed assets, according to the practice of the Company, have been physically verified by the Management at reasonable intervals, which in our opinion, is reasonable, having regard to the size of the Company and the nature of its business, during the year. According to the information and explanations given to us, no material discrepancies were noticed on physical verification of assets.
  - c) The Company has not disposed off substantial part of fixed assets during the year.
- ii)
  - a) Physical verification of inventory has been conducted at reasonable intervals.
  - b) The procedure and interval of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - c) The company is maintaining proper records of inventory. No discrepancies were noticed on verification between the physical stock and book record.
- iii)
  - a) The Company has taken a loan from its Director amounting to Rs.15.30 Lakhs. The Company has granted unsecured loan to its subsidiary M/s. Mono Acriglass Industries Ltd amounting to Rs.204.35 lakh.
  - b) There is no stipulation as to the repayment of the principal or the interest on the above loans.
  - c) Neither the principal amount nor the interest has been repaid by the subsidiary M/s. Mono Acriglass Industries Ltd.
  - d) This subsidiary has become a sick unit and the same is with BOARD FOR INDUSTRIAL AND FINANCIAL RECONSTRUCTION for reconstruction. The company claims to be taking possible reasonable steps to ensure speedy recovery of this loans.



- iv) There is an adequate internal control procedure commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and for sale of goods.
- (v) a) The Register to be maintained u/s 301 could not be verified as the company claims that the same was damaged due to natural calamity.  
b) It is not possible to comment on the reasonableness of the prices at which the transaction have been entered into considering the technical nature of the business.
- (vi) According to the information and explanation given to us, the Company has not accepted any deposits from the public.
- vii) In our opinion, the internal audit function carried out during the year by a firm of Chartered Accountants appointed by the management has been commensurate with the size of the Company and the nature of its business.
- viii) The Central Government has not prescribed the maintenance of cost records under Section 209(I)(d) of the Companies Act, 1956 for the Company.
- ix) According to the records of the Company, the Company is irregular in depositing with appropriate authorities undisputed statutory dues. The following dues are outstanding as at the last day of the financial year concerned for a period of more than 6 months from the day they become payable. Service Tax Rs.5834480/- and Profession Tax Rs.54180/-.
- x) The Company's accumulated loss at the end of the financial year is more than its net worth. The company has earned cash profit during this financial year, and in the previous financial year.
- xi) As per books and records maintained by the Company and according to the information and explanations given to us, the Company has defaulted in repayment of dues to the financial institutions since Sep, 2005. This was on account of repayment of principal Rs.9423623/- as well as interest Rs.4169143/- However, during the year the Company has arrived at a One –Time-Settlement with the Financial Institution.
- xii) The Company had granted ICDs to various borrowers on the basis of security by way of pledge of shares and other securities. These companies have defaulted on repayment. It is not possible to comment on the adequacy of the documents and records maintained by the Company as the required papers have not been provided to us. The Company has written off the balance during the year.

- (xiii) The Company is not dealing in or trading in shares, securities, debentures or other investments.
- (xiv) The company has given guarantee for fund based facilities granted to its subsidiary M/s. Mono Acriglass Industries Ltd. The terms and conditions of this guarantee don't seem to be prejudicial to the company. However there is no counter guarantee taken by the Company in case the lender invokes the guarantee given by the Company.
- (xv) On the basis of records examined by us and according to the information and explanations given to us, term loans obtained by the Company during the year were applied for the purpose for which they were obtained.
- (xvi) On the basis of records examined by us and according to the information and explanations given to us, the company has not used any short term funds for long term application.
- (xvii) The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year. The price at which the shares have been issued is not prejudicial to the interest of the company.
- (xviii) According to the information and explanations given to us, and to the best of our knowledge and belief, no fraud on or by the Company, has been noticed or reported by the Company during the year;
- (xix) Looking to the nature of activities being carried on at present by the Company during the year; and also considering the nature of the matters referred to in the various clauses of the Companies (Auditors' Report) Order, 2003, clauses (xiii), (xix) and (xx) of paragraph 4 of the aforesaid Order, are in our opinion, not applicable to the Company.

For **HEMANT MHAMBREY ASSOCIATES**  
CHARTERED ACCOUNTANTS

Dated : August 20, 2010  
Place : Mumbai



## GEOLOGGING INDUSTRIES LTD BALANCE SHEET AS AT 31st MARCH 2010

	SCTI	31-3-2010	31-03-2009
<b><u>SOURCES OF FUNDS:</u></b>			
Shareholders Funds			
(a) Share Capital	A	64206500	64206500
<b><u>LOAN FUNDS</u></b>			
(a) Secured Loan	B	3605823	16317721
(b) Unsecured Loan		17693108	20077016
<b>TOTAL</b>		<b>85105231</b>	<b>100631070</b>
<b><u>APPLICATION OF FUNDS:</u></b>			
<b><u>FIXED ASSETS</u></b>	C		
(a) Gross Block		89161955	71046736
(b) Less Depreciation		52788898	48751522
(c) <b>NET BLOCK</b>		<b>36363056</b>	<b>22295213</b>
(d) Add. Capital WTP			7091187
<b>TOTAL FIXED ASSETS</b>		<b>36363056</b>	<b>29386398</b>
<b><u>CURRENT ASSETS, LOANS &amp; ADVANCES</u></b>			
(a) Sundry Debtors	D	16408413	16,07097
(b) Cash & Bank Balances	E	2760984	281571
(c) Loans & Advances	F	34405060	36914236
		<b>43584457</b>	<b>47602906</b>
<b><u>LESS:</u></b>			
<b><u>CURRENT LIABILITIES AND PROVISIONS</u></b>			
(a) Liabilities	G	33089337	18709607
		<b>32089337</b>	<b>18103605</b>
<b><u>NET CURRENT ASSETS</u></b>		<b>11495120</b>	<b>29699302</b>
<b><u>DEFERRED TAX ASSETS (NET)</u></b>		<b>(233236)</b>	<b>950007</b>
<b><u>PROFIT AND LOSS ACCOUNT</u></b>	H	<b>37769313</b>	<b>10613773</b>
<b>TOTAL</b>		<b>85105231</b>	<b>100631070</b>

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES  
AND NOTES FORMING PART OF ACCOUNTS

M

In terms of our report of even date

For HEMANT MHAMBREY ASSOCIATES  
CHARTERED ACCOUNTANTS

For GEOLOGGING INDUSTRIES LTD.

CA HEMANT MHAMBREY  
PROPRIETOR

M. SAHU  
DIRECTOR

S.N. CHATURVEDI  
DIRECTOR

PLACE : MUMBAI  
DATED : 20th August 2010

PLACE : MUMBAI  
DATED : 20th August 2010



## GEOLOGGING INDUSTRIES LTD PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MAR. 2010

		31-3-2010	31-03-2009
<b>INCOME</b>			
Mudlogging Services		43416781	35916210
Sales		6862740	1428163
Other Income	I	975869	61143
Liabilities written back		8150675	0
		<b>50386040</b>	<b>37818546</b>
<b>EXPENDITURE</b>			
Personnel Expenses	J	1637123	13881419
Operating Expenses	K	22095743	14958963
Interest and Finance Charges		5779781	7084392
Other Expenses	L	6703629	1121268
Depreciation		4017376	2834860
Inter-Company Deposit Written-off		5473650	0
		<b>53737501</b>	<b>35906902</b>
<b>PROFIT</b>		<b>5648538</b>	<b>1917644</b>
Prior Period Items		-303961	(779010)
<b>PROFIT/LOSS BEFORE TAX FOR THE YEAR</b>		<b>5344577</b>	<b>1138634</b>
LESS:			
Provision For Taxation		1237847	1350000
Provision For DED			290000
Provision For Dividend tax		1152335	813040
Prior Period Taxes		110135	551093
<b>PROFIT AFTER TAX FOR THE YEAR</b>		<b>2845760</b>	<b>(1663505)</b>
Add/Balance brought forward		(10613773)	(36214768)
<b>BALANCE CARRIED TO BALANCE SHEET</b>		<b>(37769313)</b>	<b>(40613273)</b>
Earning per Share (Note No.9)		0.44	(0.26)
<b>STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS</b>	<b>M</b>		

In terms of our report of even date

For NEMANT MHAMBRAY ASSOCIATES  
CHARTERED ACCOUNTANTS

For GEOLOGGING INDUSTRIES LTD.

CA NEMANT MHAMBRAY  
PROPRIETOR

M. SAHU  
DIRECTOR

S.N. CHATURVEDI  
DIRECTOR

PLACE : MUMBAI  
DATED : 20th August 2010

PLACE : MUMBAI  
DATED : 20th August 2010

**GEOLOGGING INDUSTRIES LTD**  
**SCHEDULES FORMING PART OF THE BALANCE SHEET**  
**AS AT 31ST MARCH 2010**

	31-3-2010	31-03-2009
<b>SCHEDULE A : SHARE CAPITAL</b>		
Authorised		
65,00,000 Equity Shares of Rs. 10/- each	650000000	650000000
Issued, Subscribed and Paidup		
61,30,630 shares of Rs. 10/- each	613063000	613063000
<b>SCHEDULE B: SECURED LOANS</b>		
Overdraft from Indian Bank (Secured by hypothecation of Bank Debit)	2161837	275 958
Loan from GSI C (Secured by hypothecation Madlogging Units)	1044490	6516221
Loan from GSI C (Secured by Mortgage of Director's Personal Property)	0	3607101
Interest on above loan	0	4169113
(All the above have been further secured by personal guarantee of Directors)		
	3505823	16317721



## GEOLOGGING INDUSTRIES LTD. SCHEDULE-8-C FORMING PART OF THE BALANCE SHEET

AS AT 31ST MARCH 2010

	RATE	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		AS ON 1/4/09	ADDITION	DELETION	AS ON 31/03/10	AS ON 1/4/09	FOR THE PERIOD 31/03/10	AS ON 31/03/10	AS ON 31/03/09
LAND		112610	0	0	112610	0	0	112610	112610
FACTORY SHED	10%	1951504	94530	0	2059034	1357518	1357518	172314	106985
PLANT & M/C	13.91%	746236	0	0	746236	687473	8142	50780	38311
OFFICE EQUIP	13.91%	198907	0	0	198907	170467	7877	23067	27340
FUR & FIXTURES	18.10%	591173	11530	0	602725	554894	6962	40869	36281
COMPUTER	40%	1860965	0	0	1860965	1786612	29749	44624	74373
ELECTRICALS & FIXTURES	13.91%	17217	1723	0	18942	11631	869	6112	5383
M.L. UNITS	13.91%	53491751	18005122	0	83497176	43914367	39477906	35603701	21517387
VEHICLE	25.89%	36900	0	0	36900	7767	5736	16477	22233
FAX MACHINE	13.91%	6150	0	0	6150	792	745	4613	5358
TOTAL		71048738	15113197	0	89161935	48761522	4047376	36363035	22297215
Previous year		49034216	22617520	0	71048736	45896662	2834860	22297215	3134554

**GEOLOGGING INDUSTRIES LTD.  
SCHEDULES FORMING PART OF THE BALANCE SHEET  
AS AT 31ST MARCH 2010**

	31-3-2010	31-03-2009
<b>SCHEDULE D : SUNDRY DEBTORS</b>		
* Considered good;		
Debtors exceeding six months	3413583	7838789
Other Debtors	10997679	8363308
	<b>16408412</b>	<b>16107097</b>
<b>SCHEDULE E : CASH AND BANK BALANCE</b>		
Cash on hand	1700	236193
<b>BANK BALANCES WITH SCHEDULED BANK</b>		
In Current Accounts	48146	13710
In Deposit Accounts	2718136	2541666
	<b>2770984</b>	<b>2781571</b>
<b>SCHEDULE F : LOANS &amp; ADVANCES</b>		
* Unsecured, Considered good;		
Advances recoverable in cash or in kind for value to be received	733316	537586
Advance to Subsidiary:- Meng Hongglass Industries Ltd.	9435114	70418614
Inter Corporate Deposits	0	5173650
Prepaid Taxes	3086179	2331586
Security Deposit	150500	150500
	<b>24405039</b>	<b>28014236</b>
<b>SCHEDULE G : CURRENT LIABILITIES</b>		
<b>Sundry Creditors</b>		
Total Outstanding Dues of Micro and Small Enterprises	0	0
Total Outstanding Dues of Creditors other than Micro and Small Enterprises	14801564	7241322
Outstanding Liabilities / Contingent Liabilities	10936178	6087872
Provisions	5719933	1774411
Payables to Employees	607662	0
	<b>32089337</b>	<b>18103605</b>
<b>SCHEDULE H : PROFIT AND LOSS ACCOUNT</b>		
Accumulated Losses	37769313	40613273
	<b>37769313</b>	<b>40613273</b>



## GEOLOGGING INDUSTRIES LTD.

### SCHEDULE FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

	31-3-2010	31-03-2009
<b><u>SCHEDULE I: OTHER INCOME</u></b>		
Interest on Fixed Deposit	206712	199599
Interest on R/D A/C	0	21541
Sale of shares	0	160000
Others Received from BMD	760557	0
	<b>973869</b>	<b>404143</b>
<b><u>SCHEDULE J: PERSONNEL EXPENSES</u></b>		
Salaries/Wages & Bonus	10873487	10176567
Staff Welfare	17575	73187
Gratuity	329365	96077
Employers Contribution to EPF/PP etc.	121095	534598
	<b>11637422</b>	<b>10881419</b>
<b><u>SCHEDULE K: OPERATING EXPENSES</u></b>		
Purchases	562168	5128099
Transportation Chg.	1221728	2213407
Repairs & maintenance & Spares	4628227	791212
Travelling Expenses	3105591	3153272
Hotel Expenses/Room Rent	192653	349845
Food Expenses on site	116583	164729
Foreign Travel Expenses	1125128	1643409
Util Hire Charges	825000	0
Other Expenses	2312699	0
	<b>22095743</b>	<b>14955963</b>
<b><u>SCHEDULE L: OTHER EXPENSES</u></b>		
Advertising expenses	20000	13367
Airway Bill / Fares	72905	36628
ACM Expenses	21867	10362
Brokerage	0	11000
Business Development	507152	539145
Conveyance	157899	169576
Electricity Chg.	155082	219075
Entertainment expenses	201622	118556
RCC Charges	0	50000
Freight Charges	146820	122906
Telephone Expenses	155411	255899
Insurance	88799	65817
Office software exp.	69448	11525
Field Staff Expenses	111621	248715
Professional Charges	192220	538348
Legal Fees	0	42900
Bad debts written-off	206586	726298
Other Advances written-off	350099	0
Postage & Courier	107673	74482
Printing & Stationery	447401	209794
Sundry Expenses	250715	460871
Tender Fees	22500	9000
Interest on LBT	0	11164
Interest on Service tax	0	6358
Exchange Differences	0	54318
Training Expenses	201500	0
Contingency charges	25000	0
Dividend Bonus	36000	0
Sales promotion	803500	0
Audit fees	100000	100000
<b>TOTAL</b>	<b>6703529</b>	<b>4124268</b>

**SCHEDULE 'M':-****A. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS:****1. Basis of Accounting**

Financial Statements are prepared under historical cost convention on accrual basis.

**2. Revenue**

Sales comprise of sale of Mudlogging units spare parts. Mudlogging services comprise of oil field service. Income is accounted on completion of on- site-services. Claims are reviewed on a periodical basis and if recovery is uncertain, provision is made in the accounts.

**3. Fixed Assets**

All fixed assets are valued at cost of acquisition less depreciation.

**4. Depreciation**

- i) Depreciation has been provided on the written down value method at the rates specified in Schedule XIV to the Companies Act, 1956 as amended by Notification No. GSR 756 (E) dated 16th December, 1993.
- ii) Pro-rata Depreciation is provided on additions/disposal of fixed assets during the year.

**5. Employee Benefits**

Contributions to Provident Fund for the year are recognized in the Profit & Loss Account.

The liability towards gratuity, leave encashment, post retirement benefits and other long-term benefits are provided for in the accounts based on actuarial valuation as at the end of the year. Actuarial gains and losses are recognized in the Profit and Loss Account as income or expense.

**6. Inventories**

They are valued at lower of cost or net realisable value.

**7. Foreign Exchange Transactions**

Transactions not covered by forward contracts are accounted at exchange rates prevailing on the date of transactions. Any difference arising out of foreign currency fluctuations on realisation is dealt with in the Profit & Loss Account.

**8. Impairment of Assets**

The values of fixed assets are reviewed by the management for impairment at each Balance Sheet date if events or circumstances indicate that the carrying values may not be recoverable. If the carrying value is more than the net selling price of the asset or present value, the difference is recognized as an impairment loss.

**9. Borrowing Costs**

Borrowing costs attributable to acquisition, construction or production of qualifying asset are capitalized as part of the cost of that asset, till the month in which the asset is ready for use. Other borrowing costs are recognized as an expense in the period in which these are incurred.

**10. Provisions, Contingent Liabilities and Capital Commitments**

Provision is recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company.

Capital commitments and Contingent liabilities disclosed are in respect of items which exceed Rs.0.05 crores in each case.

Contingent liabilities are considered only on conversion of show cause notices issued by various Government authorities into demand.



## 11. Taxes on Income

Provision for current tax is made in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax on account of timing difference between taxable and accounting income is provided using the tax rates and tax laws enacted or substantively enacted by the Balance Sheet date.

Deferred tax assets are not recognized unless, in the management's judgment there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

- B.** Figures of the previous year have been re-grouped and re-arranged wherever necessary to make them comparable with the figures of the current year.

## C. NOTES FORMING PART OF ACCOUNTS

### 1. MANAGERIAL REMUNERATION

Amount paid to Directors including Managing Director

	<b>2009-10</b>	<b>2008-09</b>
(i) Salary	460000	444000
(ii) Company's contribution to PF	9360	9360
(iii) Bonus	NIL	NIL
<b>TOTAL</b>	<b>469360</b>	<b>453360</b>

### 2. PAYMENTS TO AUDITORS

a) For Statutory Audit	110300.00	85000.00
b) For Other Services	55150.00	27360.00
<b>TOTAL</b>	<b>165450.00</b>	<b>112360.00</b>

3. Debtors and Creditors balances are checked subject to confirmation.
4. As company's activity falls within a single segment viz. Mudlogging, the disclosure requirements of accounting Standard 17 "Segment Reporting", is issued by the Institute of Chartered Accountants of India is not applicable.

5. Disclosure as required by clause 32 of Listing Agreement	Balance as on		Rs. Lakh Maximum amount outstanding during the year	
	31-03-2010	31-03-2009	2009-10	2008-09
a) Loans and Advances in the nature of loans to subsidiary Company.				
- Mono Acriglass Industries Ltd.	204.35	204.19	204.35	204.19

6. Contingent liabilities not provided in respect of the guarantees issued by the Bank on behalf of the Company to the customers and Government authorities. Rs.95,89,955/- (Previous year 44,08,750/-)

7. To the extent, the Company has received intimation from the "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the details are provided as under for the year 2009-10:



**Rs. Lakh**

	2009-10	2008-09
(i) Principal amount remaining unpaid as on 31 <sup>st</sup> March	-	-
(ii) Interest due thereon remaining unpaid as on 31 <sup>st</sup> March	-	-
(iii) Interest paid by the Company in terms of section 16 of the Micro, Small And Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the Year	-	-
(iv) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	-	-
(v) Interest accrued and remaining	-	-
(vi) Interest remaining due and payable even in the succeeding years, until Such date when the interest dues as above are actually paid to the small enterprise	-	-

**8. Disclosure as per requirements of Accounting Standard 15 – “Employee Benefits”:**

**Gratuity:** The Company has a defined benefit gratuity plan. Gratuity is paid to a staff member who has put in a minimum qualifying period of 5 years of continuous service, resignation, termination or to his nominee on death.

**9. Values used in Calculating Earning per Share**

	Year Ended 31-03-10	Year Ended 31-03-09
(a) Numerator: Profit/Loss after Tax	2843960	(16,68,505)
(b) Denominator: Number of Equity Shares	64,20,630	64, 20,630
Value of Earning per Share is	Rs. 0.44	Rs. (0.26)

10. Inter-Corporate Deposits of Rs.25.00 lakh from M/s.Appolo Tubes and Rs.15.41 lakh from M/s.Salstar Foods were recoverable since many years. The Company feels that these sums are not recoverable. Hence, these amounts have been written-off during the year.

11. The Company has granted its subsidiary M/s. Mono Acriglass Industries Limited, advance and loans amounting to Rs. 204.35 lacs. M/s Mono Acriglass Inds. Ltd has accumulated losses in excess of its share capital. It has become a sick Company as per the Sick Industrial Companies (Special Provision) Act. 1985. The Board of Industrial & Financial Reconstruction vide their order dated 6-2-2007 has declared the company sick. The lender, M/s GSFC has filed an appeal against the order. The advance of Rs. 204.35 lakhs is considered good and recoverable by the management. It is not possible to comment on the recovery of this loan.



12. At the beginning of the year, a sum of Rs.135.93 Lakh was due to M/s.GSFC towards loan and accumulated interest. The Company has arrived at a one-time-settlement with GSFC and the difference of Rs.79.73 lakhs between the book outstanding and the settlement amount has been included in the income of the current year.
13. The Company has received representation from their “RELATED PARTY” M/s. PTE-log Jakarta and PTE-log Indonesia that they are unable to pay their outstanding dues to the Company. Consequently, the Company has decided to write-off a sum of Rs.13,51,493.00 due from PTE-log Indonesia and Rs.2,14,224/- due from PTE-log Jakarta.
14. In the opinion of the Board of Directors, save as otherwise stated, the current assets, loans & advances have been stated at value realisable in the ordinary course of business and provisions have been made in the accounts for all known liabilities.
15. In accordance with Accounting Standard AS 22 relating to “Accounting for Taxes on Income- the deferred tax asset/liability has been worked out and provided in the accounts as follows:  
Items Attributable to deferred tax assets/liabilities:

	2009-10	2008-09
<b>Deferred Tax Liability</b> arising on A/c of timing difference:		
Depreciation	Rs. 332150.00	222883.00
<b>Deferred Tax Assets</b> arising on A/c of timing difference:		
Section 43 B items disallowed	Rs 109912=00	1152980.00
<b>Net Liabilities on account of deferred taxation</b>	<b>Rs. (222238.00)</b> =====	<b>930097.00</b> =====

16. Disclosure as required by Accounting Standard 18 (AS-18) “Related Party Disclosures” are as follows:

Name of the related parties and description of relationship:

- (a) Related Parties where control exists:
- |              |                                     |
|--------------|-------------------------------------|
| Subsidiaries | M/s .Mono Acriglass Industries Ltd. |
|--------------|-------------------------------------|
- (b) Other related parties (where transactions have taken place during the year ) :
- |                |   |
|----------------|---|
| (i) Associates | M/s.Alexis Financial Consultants P Ltd<br>M/s.E-Log –Jakarta<br>M/s.E-Log – Indonesia<br>M/s.E-Log –Canada<br>M/s.E-Log (Fareast) Pte.Ltd |
|----------------|---|
- (c ) Key Management Personnel
- |   |
|---|
| Mr.Manoranjana Sahu<br>Mr.S.N.Chaturvedi<br>Mr.Shreedhar Tripathy |
|---|





(d) Details of Transactions:

	Subsidiaries	Associates	Key Management Personnel
i) Purchases [Imports] of Goods.....		9997903/-	
ii) Loans		650000/-	2470000/-
<b>Balance Outstanding</b>			
i) Loans & Advance	20435114/-	650000/-	2470000/-
ii) Sales of Goods		5405972/-	
iii) Purchase of Goods (Import)		10273823/-	

17. Additional Information pursuant to Part II of Schedule VI to the Companies Act 1956.

**a. Particulars regarding Capacities and Production (as certified by the MANAGING DIRECTOR)**

	2009-10 Mudlogging unit	2008-09 Mudlogging units
i. Licensed Capacity	10	10
ii. Installed Capacity (as per Management's estimates)	10	10
iii. Actual Production *	3	5

Note: This figure refers to Mudlogging Units assembled and capitalised for own use.

**b. Consumption of spare parts and consumables**

	% of total Consumption	2009-10 Rs.	% of total consumption	2008-09 Rs.
i. Imported	57.57	10273823.00	100.00	8707836.00
ii. Indigenous	42.43	7571861.00	0.00	0.00

Note: The above data include items consumed during the manufacturing of plant and machinery for the Company's own use.

**c. Imports at CIF**

	2009-10 Rs.	2008-09 Rs.
I. Sensors, Components Assemblies and Sub-assemblies.	10336089	NIL

**d. Expenditure in Foreign Currency**

328020      NIL

**e. Value of export**

NIL      NIL

**For GEOLOGGING INDUSTRIES LTD.**

**For HEMANT MHAMBREY ASSOCIATES  
CHARTERED ACCOUNTANTS**

**CA. HEMANT MHAMBREY**  
PROPRIETOR  
**PLACE : MUMBAI**  
**DATED : August 20, 2010.**

**M.SAHU      S.N.CHATURVEDI**  
DIRECTOR      DIRECTOR

## GEOLOGGING INDUSTRIES LIMITED CASH FLOW FOR THE YEAR ENDED MARCH 31, 2010

	2009-10	2008-09
<b>A.</b>		
<u>Cash flow from operating activities</u>		
<b>Profit before tax &amp; extra-ordinary items Adjusted for</b>	<b>5344577</b>	<b>1138634</b>
Depreciation	4047376	2854860
Prior Period Items	303961	779010
Profit on sale of fixed assets		
Interest charged	975869	101113
Interest & Finance charges	3779781	
Bad Debts Written-off	680285	
Liabilities written Back	-8130645	-
<b>Operating profit before working capital changes</b>	<b>12259466</b>	<b>4368361</b>
<u>Changes in</u>		
Trade & other receivables	1967863	5532355
Inventories		11466151
Trade payables & other liabilities	14495072	-9064779
Cash generated from operations	29962400	11801988
Provision for Taxation	1287817	
Prov for Deferred tax assets	1132335	
Direct taxes paid		-
<b>CASH FLOW BEFORE EXTRAORDINARY ITEMS</b>	<b>32352582</b>	<b>11801988</b>
Extra ordinary items		
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>32352582</b>	<b>11801988</b>
<b>B.</b>		
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Purchase of fixed assets	8113197	23617520
Sale of fixed assets		-
Capital W/P		-7091185
Investments made		
sale of investments		
Interest received	975869	101113
Dividend received	-	-
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>-17137328</b>	<b>-28704562</b>
<b>C.</b>		
<u>CASH FLOW FROM FINANCIAL ACTIVITIES</u>		
Proceeds from issue of share capital		13955000
Proceeds from borrowings/Secured Loans/Unsecured Loans	15765839	3480700
Cash Subsidy		
Dividend paid		-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>-15225839</b>	<b>17335700</b>
<b>NET CHANGES IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>-10585</b>	<b>433126</b>
<b>CASH &amp; CASH EQUIVALENTS-OPENING BALANCE</b>	<b>2781571</b>	<b>2348443</b>
<b>CASH &amp; CASH EQUIVALENTS-CLOSING BALANCE</b>	<b>2770984</b>	<b>2781571</b>

We have verified the above cash flow statement of Geologging Industries Limited derived from the audited annual financial statements for the years ended March 31, 2010 and March 31, 2009 and found the same to be drawn in accordance therewith and also with the requirements of Clause 32 of the listing agreements with stock exchanges

CAHEMANT MIHAMBREY ASSOCIATES  
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD  
GEOLOGGING INDUSTRIES LTD.

CAHEMANT MIHAMBREY  
PROPRIETOR  
PLACE : MUMBAI  
DATED : 20th August, 2010

M.SAHU  
DIRECTOR  
PLACE : MUMBAI  
DATED :

2	
<b>IV. Performance of Company (Amount: in Rs.Thousands).</b>	
Turnover	Total Expense
<div style="border: 1px solid black; padding: 2px; display: inline-block;">             5 0 2 7 9           </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             5 3 7 3 7           </div>
+ - Profit / Loss Before Tax	+ - Profit / Loss After Tax
<div style="border: 1px solid black; padding: 2px; display: inline-block;">             5 3 4 4           </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             2 2 4 3           </div>
(Please tick appropriate box + for Profit - or Loss)	
Earning per share in Rs.	Dividend @ %
<div style="border: 1px solid black; padding: 2px; display: inline-block;">             4 4           </div>	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             N O           </div>
<b>V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)</b>	
Item: Code No.	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             O I L F I E L D S E R V I C E S           </div>
(ITC Code)	
Product Description	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             M U D L C G G I N G U N I T /           </div>
	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             E Q U I P M E N T / S P A R E S           </div>
	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             F X P O R T C F T = C H V I C A I           </div>
	<div style="border: 1px solid black; padding: 2px; display: inline-block;">             S E R V I C E S           </div>

**Note :** - or ITC Code of Products please refer publication Indian Trade Classification based on harmonized commodity description and coding system by Ministry of Commerce, Directorate General of Commercial Intelligence & Statistics, Calcutta - 700 001



## ATTENDANCE SLIP

Registered Office : Unit No,2, Plot No 243, Prabhadevi Apartment, Phiroze Shah Mehta Road, Vile Parle ( E), Mumbai – 400 057

Please complete this attendance slip and hand it over at the entrance of the Registered Office.

I, hereby record my attendance at the Twenty Fourth Annual General Meeting to be held on 30<sup>th</sup> September 2010 at 9.00a.m..at plc No 243, Prabhadevi Apartment. P. M. Road, Vile Parle ( E), Mumbai – 400 057

NAME AND ADDRESS OF SHAREHOLDER ( IN BLOCKS CAPITALS )	REFERENCE FOLIO

SIGNATURE OF THE SHARE HOLDER OR PROXY \_\_\_\_\_

### PROXY

## GEOLOGGING INDUSTRIES LIMITED

Registered Office : Unit No,2, Plot No 243, Prabhadevi Apartment, Phiroze Shah Mehta Road, Vile Parle ( E), Mumbai – 400 057

DIP ID		CLIENT ID	
--------	--	-----------	--

I/We \_\_\_\_\_ of \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

Being a member / Members of GEOLOGGING INDUSTRIES LIMITED. hereby appoint \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

(or failing him) \_\_\_\_\_ of \_\_\_\_\_

(or failing him) \_\_\_\_\_ of \_\_\_\_\_

as my / our Proxy to attend and vote for me/us and on my/ our behalf at the Twenty Fourth Annual General Meeting of the Company to be held on 30<sup>th</sup> September 2010. and at any adjournment there of.

AS WITNESS my hand /our hands this \_\_\_\_\_ day of \_\_\_\_\_ 2010.

Signed by the said

----------

**Note : The Proxy Form must be deposited at the Registered Office of the Company not less than 48 hours before the time of holding the Meeting . The Proxy need be a member of the Company**

Reference Folio \_\_\_\_\_

Name Of the shareholder (s) : \_\_\_\_\_

## **BOOK - POST**

*If not delivered, please return to :*

**GEOLOGGING INDUSTRIES LIMITED**

**UNIT NO. 2, PLOT NO 243.  
PRABHADEVI APARTMENTS,  
PHIROZESHAH MEHTA ROAD ,  
VILE PARLE – EAST  
MUMBAI – 400 057.  
Tel. : 022 26114943 / 44  
Fax. : 022 26115747**