

# **GEOLOGGING INDUSTRIES LIMITED**



**TWENTY FIFTH ANNUAL REPORT**  
**2010 - 2011**

## **TWENTY FIFTH ANNUAL REPORT 2010 - 2011**

### **BOARD OF DIRECTORS**

DIRECTOR	MANORANJAN SAHU SHRINIVAS CHATURVEDI SREEDHAR TRIPATHY TIMIRTRAN SAHU
BANKERS	INDIAN BANK STATE BANK OF INDIA ICICI BANK LIMITED
AUDITORS	M/S. HEMANT MHAMBHREY ASSOCIATES Chartered Accountants
REGISTERED OFFICE	UNIT NO. 2, PLOT NO. 243 PRABHADEVI APARTMENTS PHIROZESHAH 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

**NOTICE TO MEMBERS**

**Notice is hereby given that the Twenty Fifth Annual General Meeting of the Shareholders of GEOLOGGING INDUSTRIES LTD.** will be held Friday 30<sup>th</sup> September 2011 at 9.00 a.m. at Plot No.243, Prabhadevi Apartment, P.M.Road, Vile Parle(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 2011 and the Profit and Loss Account for the year ended 31<sup>st</sup> March 2011 and the Report of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Shrinivas Chaturvedi who retires by rotation and being eligible, offers him self for re-appointment.
3. To re-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.

Registered Office:  
Unit No-2, Plot-243  
Prabhadevi Aptmt.  
P.M.Road, Vile Parle-E  
Mumbai- 400057  
Place: Mumbai  
Date: 20-8-2011

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, is not required to be annexed.
4. The Register of Members and Share Transfer Register of the Company will remain closed from 25<sup>th</sup> September, 2011 to 30<sup>th</sup> September, 2011 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.

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Place: Mumbai  
Date: 20-8-2011

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

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

**DIRECTORS REPORT**

**The Members,**

Your Directors have pleasure in presenting the Twenty Fifth Annual Report and Audited Accounts for the year ended 31st March, 2011.

**1. FINANCIAL RESULTS****(Rs in Lakhs)**

<b>PARTICULARS</b>	<b>Year Ended</b>	<b>Year Ended</b>	<b>Year Ended</b>	<b>Year Ended</b>	<b>Year Ended</b>
	<b>31.03.2011</b>	<b>31.03.2010</b>	<b>31.03.2009</b>	<b>31.03.2008</b>	<b>31.03.2007</b>
<b>INCOME</b>	541.47	502.79	359.16	133.5	122.95
Profit before Interest and Depreciation	151.38	131.72	70.77	19.43	20.51
Less:Interest	36.51	37.80	30.84	8.16	3.68
Depreciation	51.32	40.47	28.54	10.17	13.58
Profit before Taxation	63.54	53.44	11.38	4.85	3.24
Net Profit after Taxation	39.16	28.44	(16.68)	5.56	(16.89)
add : Surplus Brought Forward	(377.69)	(406.13)	(398.45)	395	378.11
Less :Deposit Written Off					
Less : Earlier Year Adjustments					
Deficit Carried to Balance Sheet	<b>338.53</b>	<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 order to conserve resources required for the growth of the company.

**3. PERFORMANCE DURING THE YEAR**

The Company's performance for the year ending 31<sup>ST</sup> March 2011 has been reasonably good. The management has succeeded in increasing the business of the company & hopes to do even better in the forthcoming year.

**4. DIRECTORS:**

In accordance with the Company's Article of Association Mr. Shrinivas Chaturvedi 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 2011, the applicable accounting standards has 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 affair 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 2011 on a "going concern" basis.

**6. 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.

**7. LISTING OF SHARES**

The Company's shares were originally listed on Mumbai Stock Exchange. The Company has already filed the necessary documents with BSE for re-listing purpose. Communication from BSE is awaited to complete the re-listing which is expected soon..

**8. 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.

**9. 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:

	<b>Rs.</b>	<b>Rs.</b>
<b>Foreign Exchange Earnings/Outgo</b>	<b>2010-11</b>	<b>2009-10</b>
Foreign Exchange Earned	Nil	Nil
Foreign Exchange earning booked	Nil	Nil
Foreign Exchange Outgo	5673954	3280510

(Actual payments during the year)

**10. FIXED DEPOSITS**

The Company has not accepted any deposits from the public.

**11. 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. 60,00,000.00 or more per year or Rs. 5,00,000.00 or more per month.

**12. AUDITORS**

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

**13. 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: 20-8-2011**

**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, 2011 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, 2011 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

**Date** : 20<sup>th</sup> August, 2011

**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 granted unsecured loan to its associate concern M/s. Mono Acriglass Industries Ltd amounting to Rs.204.44 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 claim 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. We have not observed any continuing failure to correct major weakness in the internal control system.

- (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 transactions have been entered into considering the technical nature of the business and the unavailability of the Registrar to be maintained u/s.301.
- (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( 1 )(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.6698487.64 and profession tax Rs.117945/- & CST Rs.137255/- .
- x) The Company's accumulated loss at the end of the financial year is not more than its net worth. The company has earned cash profit during this financial year, and in the previous financial year.
- (xi) According to the records of the company, the company has not borrowed from financial institutions or bank or issued debentures till 31<sup>st</sup> March 2011.Hence, in our opinion, the question of reporting on defaults in repayment of dues to financial institutions or banks or debentures does not arise.
- (xii) The company has given guarantee for Term loan granted to its associate concern 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.
- (xiii) 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.

- (xiv) 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.
- (xv) Since the Registrar u/s.301 has not been maintained it is not possible to comment whether the Company has made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.
- (xvi) 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;
- (xvii) 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 (xii),(xiii) , (xiv) and (xix) of paragraph 4 of the aforesaid Order, are in our opinion, not applicable to the Company.

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

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

Dated : 20<sup>th</sup> August, 2011  
Place : Mumbai

## GEOLOGGING INDUSTRIES LTD BALANCE SHEET AS AT 31st MARCH 2011

	SCII	31-3-2011	31-03-2010
<b>SOURCES OF FUNDS:</b>			
<b>Shareholders Funds:</b>			
(a) Share Capital	A	64,206,300	64,206,300
<b>LOAN FUNDS</b>			
(a) Secured Loan	B	2,013,582	3,305,823
(b) Unsecured Loan		15,328,982	17,695,195
<b>DEFERRED TAX LIABILITY (NET)</b>		457,239	222,235
<b>TOTAL</b>		<b>82,006,123</b>	<b>85,627,469</b>
<b>APPLICATION OF FUNDS:</b>			
<b>FIXED ASSETS</b>			
(a) Gross Block	C	90,401,177	89,161,935
(b) Less Depreciation		57,901,326	52,798,895
(c) Net Block		32,473,850	36,363,035
<b>TOTAL FIXED ASSETS</b>		<b>32,473,850</b>	<b>36,363,036</b>
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
(a) Sundry Debtors	D	18,552,768	16,706,413
(b) Cash & Bank Balances	E	2,377,923	2,770,984
(c) Loans & Advances	F	26,301,095	21,705,060
		<b>47,231,786</b>	<b>43,584,457</b>
<b>LESS:</b>			
<b>CURRENT LIABILITIES AND PROVISIONS</b>			
(a) Liabilities	G	23,766,181	26,339,404
(b) Provisions		7,788,743	5,749,933
		<b>31,554,924</b>	<b>32,089,337</b>
<b>NET CURRENT ASSETS</b>		<b>15,676,862</b>	<b>11,495,120</b>
<b>PROFIT AND LOSS ACCOUNT</b>			
	H	33,853,410	37,769,313
<b>TOTAL</b>		<b>82,006,122</b>	<b>85,627,469</b>

### STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS

M

In terms of our report of even date

For **HEMANT MIHAMBREY ASSOCIATES**  
CHARTERED ACCOUNTANTS

For **GEOLOGGING INDUSTRIES LTD.**

CAUSEMANT MIHAMBREY  
PROPRIETOR

M. SAHU  
DIRECTOR

S.N. CHATURVEDI  
DIRECTOR

PLACE : MUMBAI  
DATED : 20-8-2011

PLACE : MUMBAI  
DATED : 20-8-2011

## GEOLOGGING INDUSTRIES LTD PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MAR. 2011

	31-3-2011	31-03-2010
<b><u>INCOME</u></b>		
GeoLogging Services	54,147,150	43,416,781
Sales	-	6,862,745
Other Income	278,268	975,869
Liabilities written back	138,269	8,130,645
	<b>54,563,687</b>	<b>59,386,040</b>
<b><u>EXPENDITURE</u></b>		
Personnel Expenses	14,088,863	11,537,422
Operating Expenses	21,178,536	22,095,743
Interest and Finance Charges	3,551,140	3,779,781
Other Expenses	3,560,168	6,705,529
Depreciation	5,132,428	4,047,376
Inter Corporate Deposit Written off		5,173,650
	<b>47,611,135</b>	<b>53,737,501</b>
<b><u>PROFIT</u></b>	<b>6,952,552</b>	<b>5,648,538</b>
Prior Period Expenses	(598,186)	(303,961)
<b><u>PROFIT(LOSS) BEFORE TAX FOR THE YEAR</u></b>	<b>6,354,366</b>	<b>5,344,577</b>
<b><u>LESS:</u></b>		
Provision For Taxation	2,035,869	1,237,847
Provision For Deferred tax	235,021	1,152,335
Prior Period taxes	167,573	110,435
<b><u>PROFIT AFTER TAX FOR THE YEAR</u></b>	<b>3,915,903</b>	<b>2,843,960</b>
Add: Balance brought forward	(37,769,313)	(10,513,273)
<b><u>BALANCE CARRIED TO BALANCE SHEET</u></b>	<b>(33,853,410)</b>	<b>(37,769,313)</b>
Earning per Share (Note No.9)	<b>0.61</b>	<b>0.44</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.

C.A. HEMANT MHAMBREY  
PROPRIETOR

M. SAHU  
DIRECTOR

S.N. CHATURVEDI  
DIRECTOR

PLACE : MUMBAI  
DATED : 20-8-2011

PLACE : MUMBAI  
DATED : 20-8-2011

**GEOLOGGING INDUSTRIES LTD**  
**SCHEDULES FORMING PART OF THE BALANCE SHEET**  
**AS AT 31ST MARCH 2011**

	31-3-2011	31-03-2010
<b><u>SCHEDULE A : SHARE CAPITAL</u></b>		
<b>Authorised</b>		
65,00,000 Equity Shares of Rs. 10/- each	65,000,000	65,000,000
<b>Issued, Subscribed and Paidup</b>		
64,20,630 shares of Rs. 10/- each	64,206,300	64,206,300
<b><u>SCHEDULE B: SECURED LOANS</u></b>		
Overdraft from Indian Bank (Secured by hypothecation of Book Debts)	2,013,582	2,461,337
Loan from GSFC	-	1,011,486
	<b>2,013,582</b>	<b>3,505,823</b>
<b><u>SCHEDULE D : SUNDRY DEBTORS</u></b>		
(Considered good)		
Debtors exceeding Six months	-	5,413,583
Other Debtors	18,552,768	10,997,829
	<b>18,552,768</b>	<b>16,408,412</b>
<b><u>SCHEDULE E : CASH AND BANK BALANCE</u></b>		
Cash on hand	259,192	4,702
<b><u>BANK BALANCES WITH SCHEDULED BANK</u></b>		
<b>In Current Account</b>		
ICICI Bank 3845 (Vile Parle Branch)	21,002	5,135
SBI 4404 (Vile Parle Branch)	46,331	15,011
<b>In Deposit Account (FD with Indian Bank)</b>	2,051,397	2,718,136
	<b>2,377,923</b>	<b>2,770,984</b>
<b><u>SCHEDULE F : LOANS &amp; ADVANCES</u></b>		
(Unsecured, Considered good)		
Advances, recoverable in cash or in kind for value to be received	793,414	733,316
Advance to Associate:- Mono Acrylics Industries Ltd.	20,444,134	20,433,114
Prepaid Taxes	4,850,047	3,086,129
Security Deposits	213,500	150,500
	<b>26,301,095</b>	<b>24,405,059</b>
<b><u>SCHEDULE G : CURRENT LIABILITIES</u></b>		
<b>Sundry Creditors</b>		
Total Outstanding Dues of Micro and Small Enterprises	-	-
Total Outstanding Dues of Creditors other than Micro and Small Enterprises	9,159,380	14,801,561
Outstanding Liabilities/Statutory Liabilities	13,421,035	10,930,178
Payables to Employees	1,155,766	507,662
	<b>23,766,181</b>	<b>26,339,404</b>
<b><u>SCHEDULE H : PROFIT AND LOSS ACCOUNT</u></b>		
Accumulated Losses	33,853,410	37,769,313
	<b>33,853,410</b>	<b>37,769,313</b>



## GEOLOGGING INDUSTRIES LTD. SCHEDULES, C FORMING PART OF THE BALANCE SHEET

AS AT 31ST MARCH 2011

	RATE	AS ON 1/4/10	GROSS BLOCK ADDITION	DEPRECIATION	AS ON 31/03/11	AS ON 1/4/10	DEPRECIATION FOR THE PERIOD	AS ON 31/03/11	AS ON 31/03/11	NET BLOCK AS ON 31/03/10
LAND		112541	0	0	112540	0	0	0	112540	112540
FACTORY SHED	10%	2059001	0	0	206400	161138	45301	161138	412122	412122
PLANT & M/C	13.91%	716106	131625	0	677631	695617	11253	104866	13062	54289
OFFICE EQUIP	13.91%	198207	0	0	198257	174340	2394	173673	20033	17867
PLR & FIXTURES	18.10%	605733	8100	0	619833	561956	7585	56443	23383	4260
COMPUTER	40%	190065	48523	0	239410	1816361	69738	1877095	419311	44634
ELEC FITTINGS & FIXTURES	13.91%	48912	0	0	18942	1406	806	1596	5016	6112
M/L UNITS	13.91%	25407176	67003	0	84167268	4580373	4397029	5088097	3117771	35605161
VEHICLE	25.80%	3000	0	0	2000	10573	4766	1788	15311	16477
FAX MACHINE	13.91%	6150	0	0	6170	1337	642	5173	3071	4613
<b>TOTAL</b>		<b>6063935</b>	<b>136242</b>	<b>0</b>	<b>9046177</b>	<b>52798608</b>	<b>5132423</b>	<b>57931326</b>	<b>32415636</b>	<b>36363035</b>
Previous year		71048438	1811397	0	89161935	4541522	4011366	52798608	30363035	22297215

## GEOLOGGING INDUSTRIES LTD.

### SCHEDULE FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST. MARCH 2011

	31-3-2011	31-03-2010
<b>SCHEDULE I: OTHER INCOME</b>		
Interest on Fixed Deposit	159,610	206,312
Misc Receipts	450	-
Central Refund from BMC	78,208	769,357
	<b>278,268</b>	<b>975,669</b>
<b>SCHEDULE J: PERSONNEL EXPENSES</b>		
Salaries/Wages & Bonus	12,741,889	10,875,387
Staff Welfare	60,847	17,575
Gratuity	363,793	323,365
Employers Contribution to ESIC/PF etc.	903,342	12,095
	<b>14,068,863</b>	<b>11,637,122</b>
<b>SCHEDULE K: OPERATING EXPENSES</b>		
Purchases		6,627,687
Clearing Charges	118,746	-
Custom Duty	180,567	-
Transportation Chg	1,356,018	1,027,728
Repairs & maintenance & Spares	2,737,539	4,628,227
Liquid Damage Charges	252,171	-
Travelling Expenses	3,046,903	3,105,394
Home Expenses/Room Rent	642,983	492,653
Food Expenses on site	1,350,223	1,464,933
Foreign Travel Expenses	1,787,606	1,423,128
Unit Hire Charges	6,142,875	825,000
Site Expenses	2,622,905	2,312,799
	<b>21,178,536</b>	<b>22,095,743</b>
<b>SCHEDULE L: OTHER EXPENSES</b>		
Advertising expenses	120,560	20,000
Airway bill charges	-	72,305
AGM Expenses	10,109	21,867
Business and Development	652,690	307,152
Conveyance	716,668	157,899
Donation	7,166	-
Electricity Chg	148,530	155,032
Entertainment expenses	255,747	297,622
ROC Charges	3,000	-
Society Charges	30,448	146,320
Telephone Expenses	125,076	155,411
Insurance	55,244	88,799
Office software exp.	-	69,448
Field Staff Expenses	79,896	117,624
Professional Charges	464,703	492,220
Legal Fees Expenses	55,778	-
Bad debts written-off	108,646	2,063,536
Site Advance written off	-	333,099
Advance Debt written off (staff)	29,436	-
Postage & Courier	108,956	107,773
Printing & Stationery	261,516	447,407
Sundry Expenses	100,506	253,715
Lender Fees	6,343	22,300
Training Expenses	52,688	207,300
Caravanshire charges	25,000	25,000
Drawal Bonus	26,900	36,000
Sales promotion	-	803,300
Audit Fees	100,000	100,000
<b>TOTAL</b>	<b>3,560,168</b>	<b>6,703,529</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**

Mudlogging services comprise of oil field services. 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 realizable 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. NOTES FORMING PART OF ACCOUNTS**

#### **1. MANAGERIAL REMUNERATION**

Amount paid to Directors including Managing Director

	<b>2010-11</b>	<b>2009-10</b>
(i) Salary	810000	460000
(ii) Company's contribution to PF	16380	9360
 (iii ) Bonus	 NIL	 NIL
<b>TOTAL</b>	<b>826380</b>	<b>469360</b>

#### **2. PAYMENTS TO AUDITORS**

a) For Statutory Audit	110300	110300
b) For Other Services	55150	55150
<b>TOTAL</b>	<b>165450</b>	<b>165450</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

Rs.Lakh

	Balance as on		Maximum amount outstanding during the year	
	31-03-2011	31-03-2010	2010-11	2009-10
<b>a) Loans and Advances in the nature of loans to its Associate Company.</b>				
- Mono Acriglass Industries Ltd.	204.44	204.35	204.44	204.35

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.8407850 (Previous year 95,89,955/-)

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 2010-11:

	Rs. Lakh	
	2010-11	2009-10
(i) Principal amount remaining unpaid as on 31 <sup>st</sup> March	NIL	NIL
(ii) Interest due thereon remaining unpaid as on 31 <sup>st</sup> March	NIL	NIL
(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	NIL	NIL
(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.	NIL	NIL
(v) Interest accrued and remaining	NIL	NIL
(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	NIL	NIL

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 31-03-11	Year Ended 31-03-10
(a) Numerator: Profit/Loss after Tax	39,15,903	28,43,960
(b) Denominator: Number of Equity Shares	64,20,630	64,20,630
Value of Earning per Share is	Rs. 0.61	Rs. 0.44

10. The Company has granted its associate M/s. Mono Acriglass Industries Limited, advance and loans amounting to Rs. 204.44 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. M/s.GSFC successfully preferred an appeal with the AAIFR. The Company has filed an appeal against the above order with the AAIFR.

The advance of Rs. 204.44 lakhs is considered good and recoverable by the management. It is not possible to comment on the recovery of this loan.

11. The Company has paid the loan due to GSFC during the year.

12. In the opinion of the Board of Directors, save as otherwise stated, the current assets, loans & advances have been stated at value realizable in the ordinary course of business and provisions have been made in the accounts for all known liabilities.

13. 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:

	2010-11	2009-10
<b>Deferred Tax Liability</b> arising on A/c of timing difference:		
Depreciation	Rs. 347431	332150
<b>Deferred Tax Assets</b> arising on A/c of timing difference:		
Section 43 B items disallowed	Rs 112410	109912
<b>Net Liabilities on account of deferred taxation</b>	<b>Rs. 235021</b>	<b>222238</b>

14. 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) Other related parties (where transactions have taken place during the year) :

(i)	Associates	M/s.Alexis Financial Consultants P Ltd M/s.E-Log –Jakarta M/s.E-Log – Indonesia M/s.E-Log –Canada M/s.E-Log (Fareast) Pte.Ltd M/s.Mono Acriglass Industries Ltd
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(b )	Key Management Personnel	Mr.Manoranjana Sahu Mr.S.N.Chaturvedi Mr.Sreedhar Tripathy Mr.Timirtran Sahu
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(c) Details of Transactions (during the year)

	Associates	Key Management Personnel
<b>Purchase of goods from:</b>		
i) E-Log Canada	3,28,392	
<b>Loans &amp; Advance given to:</b>		
ii) Mono Acriglass Industries Ltd.	9020	
<b>Foreign Transportation (freight) given to:</b>		
iii) E-Log Jakarta	8,21,104	
<b>Unit Hire Charges given to:</b>		
iv) E-Log Indonesia	2786016	

d) **Outstanding at period end:**

i) Receivables:	
Mono Acriglass Industries Ltd.	2,04,44,134
E-Log Indonesia	26,19,956
ii) Payables:	
E-Log Canada	38,27,107
E-Log (Fareast) Pte. Ltd.	11,01,154
E-Log Jakarta	99,064



15. 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)**

	2010-11 Mudlogging unit	2009-10 Mudlogging units
i. Licensed Capacity	10	10
ii. Installed Capacity (as per Management's estimates)	10	10
iii. Actual Production *	0	3

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

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

	% of total consumption	2010-11	% of total consumption	2009-10
i. Imported	21%	849641	57.57	10273823.00
ii. Indigenous	79%	3141875	42.43	7571861.00

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

**c. Imports at CIF**

	2010-11 Rs.	2009-10 Rs.
I. Sensors, Components Assemblies and Sub-assemblies.	849641	10336089
d. Expenditure in Foreign Currency	1296878	328020
e. Value of Export	NIL	NIL

16. 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.

**For HEMANT MHAMBREY ASSOCIATES  
CHARTERED ACCOUNTANTS**

**For GEOLOGGING INDUSTRIES LTD.**

**CA. HEMANT MHAMBREY**  
**PROPRIETOR**  
**PLACE : MUMBAI**  
**DATED : 20-8-2011.**

**M. SAHU**  
**DIRECTOR**

**S.N. CHATURVEDI**  
**DIRECTOR**



## GEOLOGGING INDUSTRIES LIMITED

### CASH FLOW FOR THE YEAR ENDED MARCH 31, 2011

	2010-11	2009-10
<b>A. Cash flow from operating activities</b>		
<b><u>Profit before tax &amp; extra-ordinary items Adjusted for</u></b>	<b><u>6,952,552</u></b>	<b><u>5,344,577</u></b>
Depreciation	5,131,428	4,017,376
Prior Period Items	(828,186)	305,961
Interest received	(195,610)	(975,869)
Interest & Finance Charges	3,651,140	3,779,781
Prior Period Taxes	(167,573)	-
Bad Debts Written-off	-	7,890,285
Liabilities written Back	-	(8,130,645)
<b>Operating profit before working capital changes</b>	<b>14,770,751</b>	<b>12,259,466</b>
<b>Changes in</b>		
Trade & other receivables	-	4,207,862
Changes in Current Assets	(1,040,390)	-
Inventories	-	-
Changes in Current Liabilities	(574,414)	13,495,072
<b>Cash generated from operations</b>	<b>10,195,947</b>	<b>29,962,400</b>
Provision for Taxation	(2,935,869)	1,237,817
Pay for Deferred tax assets	-	1,152,335
Direct taxes paid	-	-
<b>CASH FLOW BEFORE EXTRAORDINARY ITEMS</b>	<b>8,160,078</b>	<b>32,352,582</b>
Extra ordinary items	-	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>8,160,078</b>	<b>32,352,582</b>
<b><u>B. CASH FLOW FROM INVESTING ACTIVITIES:</u></b>		
Purchase of fixed assets	(1,317,242)	(18,113,197)
Sale of fixed assets	-	-
Capital W/P	-	-
Fixed cost return	-	-
Sale of investments	-	-
Interest received	195,610	975,869
Dividend received	-	-
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(1,045,632)</b>	<b>(17,137,328)</b>
<b><u>C. CASH FLOW FROM FINANCIAL ACTIVITIES</u></b>		
Proceeds from issue of share capital	-	-
Proceeds from borrowings/bank loans/Unsecured Loans	58,685,064	(15,225,839)
Loan Repaid	(62,541,131)	-
Tempo Loan	-	-
Interest & Finance charges paid	(3,651,140)	-
Grant Subsidy	-	-
Dividend paid	-	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(7,507,507)</b>	<b>(15,225,839)</b>
<b>NET CHANGES IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>(393,061)</b>	<b>(10,585)</b>
<b>CASH &amp; CASH EQUIVALENTS-OPENING BALANCE</b>	<b>2,770,984</b>	<b>2,781,571</b>
<b>CASH &amp; CASH EQUIVALENTS-CLOSING BALANCE</b>	<b>2,377,923</b>	<b>2,770,984</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, 2011 and March 31, 2010 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

For HEMANT MHAMBREY ASSOCIATES  
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD  
For GEOLOGGING INDUSTRIES LTD.

CA HEMANT MHAMBREY  
PROPRIETOR  
PLACE : MUMBAI  
DATED : 20th August, 2011

M.SAHU  
DIRECTOR  
PLACE : MUMBAI  
DATED : 20th August 2011

The Companies Act (1 of 1956)															S C H E D U L E VI															PART - IV														
<b>BALANCE SHEET ABSTRACT AND A COMPANY'S GENERAL BUSINESS PROFILE</b>																																												
<b>I. Registration Details :</b>																																												
Registration No.															4 0 4 4 2					State Code										1 1					(Refer Code List)									
Balance - sheet															3 1					3 3					2 0 1 1																			
Date															Date					Month					Year																			
<b>II Capital Raised during the year (Amount in Rs. Thousands).</b>																																												
Public Issue															N I L					Right Issue										N I -														
Bonus Issue															N I I					Private Placement										N I														
<b>III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)</b>																																												
Total Liabilities															8 2 0 0 0					Total Assets										8 2 0 0 0														
Sources of Funds															Paid - up Capital					6 4 2 0 8					Reserves & Surplus										N I -									
Source Loans															2 1 1 3					Unsecured Loans										1 5 3 2 8														
Application of Funds															Net Fixed Assets					3 2 4 7 8					Investments										N I L									
Net Current Assets															1 5 6 7 7					Misc. Expenditure										N I -														
Accumulated Losses															8 3 8 5 8																													
<b>IV. Performance of Company (Amount in Rs. Thousands).</b>																																												
Turnover															5 4 1 4 7					Total Expenditure										4 7 6 1 1														
+ Profit / Loss Before Tax															6 2 5 4					+ Profit / Loss After Tax										3 9 1 6														
(Please tick Appropriate box + for Profit - or Loss)																																												
Earning per share in Rs.															0 . 6 1					Dividend @ %										N O														
<b>V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)</b>																																												
Item Code No (ITC Code)															O I L I I L L D S - R V I C L S																													
Product Description															M U D L O G G I N G L N I T / L Q U I P M L N I / S P A R L S L X P G R O I I L C I N I C A L S F R V I C F S																													
<b>Note :</b> For ITC Code of Products please refer publication Indian Trade Classification based on harmonised commodity description and coding system by Ministry of Commerce, Directorate General of Commercial Intelligence & Statistics Calcutta - 700 001.																																												

# **GEOLOGGING INDUSTRIES LIMITED**



## **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 Fifth Annual General Meeting to be held on 30<sup>th</sup> September 2011 at 9.00a.m..at plot 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

<b>DIP ID</b>		<b>CLIENT ID</b>	
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I/We \_\_\_\_\_ of \_\_\_\_\_

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

**Being a member / Members of GEOLOGGING INDUSTRIES LIMITED. hreby 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 Fifth Annual General Meeting of the Company to be held on 30<sup>th</sup> September 2011. and at any adjournment there of.

AS WITNESS my hand /our hands this \_\_\_\_\_ day of \_\_\_\_\_ 2011.

Signed by the said

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**Note : The Proxy From 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**