

## Schedule 3

### LOAN FUNDS - SECURED LOANS

(Rupees in Lacs)

Previous Year

<b>A. TERM LOANS *</b>			
FROM FINANCIAL INSTITUTIONS			
(a) Rupee Loans	-	620.99	
(b) Rupee-tied Foreign Currency Loans	-	366.89	
			987.88
<b>B. WORKING CAPITAL BORROWINGS **</b>			
FROM BANKS			
Cash Credit		<b>94.91</b>	-
<b>C. SECURED NON CONVERTIBLE DEBENTURES ***</b>			
(1) 14.75% Privately Placed Non-Convertible Debentures	<b>5,045.00</b>	5,045.00	
Less: 1,000 Debentures of Rs.1,00,000/- each (Repurchased and extinguished during the year)	<b>1,000.00</b>	-	
	<b>4,045.00</b>	5,045.00	
(2) 12.50% Privately Placed Non-Convertible Debentures	<b>3,800.00</b>	3,800.00	
Less: 500 Debentures of Rs.1,00,000/- each (Repurchased and extinguished during the year)	<b>500.00</b>	-	
	<b>3,300.00</b>	3,800.00	
(3) 12.50% Privately Placed Non-Convertible Debentures	<b>1,000.00</b>	1,000.00	
	<b>8,345.00</b>		9,845.00
	<b>8,439.91</b>		10,832.88

#### Notes :

- \* (A) The term loans (Rupee and Foreign Currency) have been repaid during the year. No Due Certificates from all the lending financial institutions have been received by the Company and the Company has duly complied with formalities of satisfaction of charge with Registrar of Companies.
- \*\* (B) Cash Credit facilities from banks including Working Capital Demand Loan are secured by:
- a first charge by way of hypothecation of stocks of raw materials, finished goods, stock-in-process, consumable stores and book debts of the Company; and
  - Mortgage by deposit of title deeds, such mortgage to always rank subject to, subservient and subordinate to the mortgages, charges and securities that have been already created or may be created hereinafter by the Company in favour of public financial institutions, banks, credit agencies incorporated or constituted in India or abroad, or machinery suppliers and/or other persons providing finance for purchase of assets or for purchase of specific items of machinery and equipment under any deferred payment scheme or bills rediscounting scheme.
- \*\*\* (C) (i) Rs.5,045 lacs by issue of 14.75% privately placed Non-Convertible Debentures of Rs. 1,00,000/- each redeemable on 10th April, 2004 out of which debentures of Rs. 1,000 lacs were repurchased and extinguished during the year.
- (ii) Rs.3,800 lacs by issue of 12.50% privately placed Non-Convertible Debentures of Rs. 1,00,000/- each redeemable on 30th March, 2005 out of which debentures of Rs.500 lacs were repurchased and extinguished during the year.
- (iii) Rs. 1,000 lacs by issue of 12.50% privately placed Non-Convertible Debentures of Rs. 1,00,000/- each redeemable on 1st November, 2005.

All the aforesaid debentures together with interest, remuneration of the Trustees and all fees, costs, charges, expenses and other moneys are secured by a legal mortgage in favour of State Bank of India as Trustees for the debentureholders of all the Company's immovable properties and plant and machinery, whether immovable or movable, pertaining to the Company's undertaking situated at Plot No.K-1, Talaja Industrial Area, Talaja, Dist. Raigad, Maharashtra State, such mortgage and charges to rank pari passu with the mortgages and charges in favour of financial institutions/trustees and prior mortgages and charges in favour of the banks.