

TIRUPATI STARCH & CHEMICALS LIMITED

BOARD OF DIRECTORS

Dr. Damodar Modi – Chairman & Managing Director
Shri Ramdas Goyal – Executive Director
Shri Yogesh Agrawal – Whole-time Director
Shri Prakash Bafna – Whole-time Director
Shri Ramesh Chandra Goyal – Whole-time Director
Smt. Pramila Jajodia – Independent Director
Smt. Shashikala Mangal – Independent Director
Shri Ashish Agrawal – Independent Director
Shri Satish Chandra Mangal – Independent Director
Shri Vinod Kumar Garg – Independent Director

COMPANY SECRETARY

Shri Akhilesh Gautam
(w.e.f. 11 May, 2013)

STATUTORY AUDITORS

M/s. Sunil Chandra Goyal & Company,
Chartered Accountants,
103, Kanchan Bagh, Indore (M.P.)

REGISTRAR & SHARE TRANSFER AGENT

Ankit Consultancy Private Limited
Pardeshipura, Indore – 452 010
Email : ankit_4321@yahoo.com
Phone : 0731 2551745, 2551746
Fax : 0731 4065798

BANKERS

State Bank of India,
Commercial Branch, Indore

REGISTERED OFFICE

Shreeram Chambers, First Floor,
12, Agrawal Nagar, Main Road Indore - 452 001
E-mail – tirupati@tirupatistarch.com
Phone – 0731 254001, 254002

WORKS

Village Sejwaya, (Ghatbillod) Distt. Dhar (M.P.)

Note: - As per SEBI Circular No. MRD/Dop/Cir-5/2009 dated May 20th,2009 it will be mandatory for the transferee (s) to furnish copy of PAN card to the Company/ RTA for registration of transfer of shares in physical form of listed Company. In absence of copy of PAN card transfer of shares will be liable to be rejected.

NOTICE :

Notice is hereby given that the 27th Annual General meeting of the Members of Tirupati Starch & Chemicals Ltd., will be held at the Registered Office of the Company, on Monday, the 30th September '2013 at 1.00 p.m. to transact the following business:

1. To consider and adopt the Directors and Auditors' Report, Audited profit and loss account for the year ended on 31st March'2013 and Balance Sheet as at that date along with Cash Flow statement of the year ended on 31st March' 2013.
2. To appoint a Director in place of Shri Yogesh Agarwal, Whole-time Director, who retires by rotation and being eligible offers himself for reappointment and that he shall continue to hold his office as Director and his reappointment as such shall not be deemed to constitute a break in his appointment as a Director.
3. To appoint a Director in place of Shri Ramesh Chandra Goyal, Whole-time Director, who retires by rotation and being eligible offers himself for reappointment and that he shall continue to hold his office as Director and his reappointment as such shall not be deemed to constitute a break in his appointment as a Director.
4. To appoint a Director in place of Mrs. Pramila Jajodia, Director, who retires by rotation and being eligible offers herself for reappointment and that she shall continue to hold her office Director and her reappointment as such shall not be deemed to constitute a break in her appointment as Director.
5. To appoint auditors to hold office from the conclusion of this meeting until the conclusion of the next annual general meeting and to fix their remuneration.

Place : Indore
Date : September 5th, 2013

For and on Behalf of the Board
Dr. Damodar Modi
Chairman & Managing Director

NOTES :

1. A member entitled to attend and vote all the meeting is also entitled to appoint a proxy to attend and vote instead of himself and the proxy need not to be a member of the Company. The proxy, in order to be valid must be deposited at the registered office of the Company not less than 48 hours before the time of the meeting.
2. Members/Proxies should fill the Attendance slip for attending the meeting.
3. Shareholders are requested to bring their copy of Annual Report to the Meeting.
4. The register of members of the company will remain closed from Tuesday the 24th Sept. 2013 to Monday the 30th Sept. 2013, (Both days inclusive).
5. Members are requested to notify promptly any change in their address to the Registrar and Share Transfer Agent Ankit Consultancy Pvt. Ltd. (Unit:- Tirupati Starch and Chemicals Limited) 60, Electronic Complex Pardeshipura, Indore - 452010.
6. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance' by allowing paperless compliances by the companies through electronic mode. The Companies can now send various notices/documents to its shareholders through electronic mode to the registered email addresses of shareholders. To support this green initiative of the Government in full measure, members who hold physical share are requested to register their email addresses at ankit_4321@yahoo.com in respect electronic shareholders kindly update/ register email addresses with the Depository through their concerned Depository Participant.

DIRECTOR'S REPORT

Dear Members,

Your Directors have pleasure in presenting their 27th Annual Report together with Audited Statement of Accounts for the year ended 31.3.2013.

	2012-2013 (Rs.)	2011-2012 (Rs.)
Profit/(loss) for the year	368041	14059511
Less : Depreciation	<u>9849315</u>	<u>8955007</u>
Profit/loss after Depreciation	(9481274)	5104504
Income Tax	-	2504936
(Net of MAT Credit)		
(Less)/ Add: Provision for Deferred Tax	<u>1256445</u>	<u>1181168</u>
Profit/Loss after Tax	(8224829)	3780736
Add/(Less):		
Debit relating to		
Previous years	(240)	32871
Sundry balances written off	-	1063043
Bonus written back	-	119376
Credit relating to previous years	-	972997
Excess provision for Income Tax written back	-	-
Excess provision for fringe Benefit Tax	-	-
Less - Income Tax for earlier Year 95-96	--	--
Carried to Balance Sheet	<u>(8225069)</u>	<u>2671861</u>

PERFORMANCE :

Both the plants (Starch & Dextrose) are running smoothly and satisfactorily at 100% capacity.

Efforts are being made to reduce power consumption by making necessary changes. The D.G. Set is used to produce electricity whenever there is power cut from MPEB.

FINANCE :

The Company is availing a Cash Credit (hypothecation) limit of Rs. 5.5 Crores and Term Loan of Rs.23 Crores from State Bank of India, Commercial Branch, Indore.

EXPANSION:

During the year company has started construction of factory premises for New Plant for manufacturing of Starch at Vill. Sejwaya, Ghatabillod, Dist. Dhar. Company has appointed Shri Hariom Desai as consultant who has sufficient knowledge of starch plant. Company has started taking disbursement from State Bank of India and also paid advance to various

machine suppliers. The company is expected commercial production in financial year 2013-14.

ACCOUNTING STANDARD:

The Institute of Chartered Accountants of India has introduced various Accounting Standards in the year under review to make the financial statements and disclosure in line with the International accounting practices and disclosures. Most of these Accounting standards are of mandatory in nature and the company has incorporated them in the accounts accordingly.

Of the various Accounting standards, the main Accounting standards implemented during the year by the company are: Accounting standards 17 - Segment Reporting, Accounting Standard 18, related party disclosure and Accounting standard 22- Accounting for Taxes on income. Accounting standard- 28, Impairment of assets. Accounting standard - 29, Provisions, Contingent liabilities & Contingent assets.

MANAGEMENT :

Three of your Directors' Shri Yogesh Agarwal, Shri Ramesh Chandra Goyal and Mrs. Pramila Jajodia retire by rotation. They are eligible and offer themselves for re-appointment and that their re-appointment as such shall not be deemed to constitute a break in their appointment as Director of the Company.

LISTING AGREEMENT WITH STOCK EXCHANGE:

Pursuant to requirements of the listing Agreement, the Company declares that its Equity Shares are listed on the Bombay Stock Exchanges Ltd., Mumbai. The Company confirms that it has paid listing fee due to the above Stock Exchange for the year 2013-14.

DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors confirm that:

- I. In preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any.
- II. They have selected the accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year under review and for the Profit of the Company for the period;
- III. They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. They have prepared Annual Accounts on a going concern basis;

CORPORATE GOVERNANCE :

The Company has complied with all mandatory provisions of Corporate Governance as prescribed under the Listing Agreements of the Stock Exchange with which the Company is listed. Pursuant to Clause 49 of Listing Agreement with the Stock Exchange, a separate report on Corporate Governance is given as a part of the Annual Report.

AUDIT COMMITTEE

The company has formed an Audit committee as required U/ S. 292A of the Co's Act 1956, as amended by Co's (amendment) Act-2000. The Following are the members of the committee:-

1. Shri Ashish Agrawal - Chairman,
Independent Director
2. Shri Vinod Kumar Garg - Member.
Independent Director
3. Shri Yogesh Kuma Agrawal - Member.
Wholetime Director

Four Meetings of the committee were held during the year.

AUDITORS :

M/s. Sunil Chandra Goyal & Co., Chartered Accountants, Indore, Auditor of the Company, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. Their appointment if made, would be within the prescribed limit specified under section. 224 (1B) of the Companies Act-1956.

COMMENTS ON AUDITORS REPORT :

The remarks in Auditors' Report are self explanatory.

PARTICULARS OF EMPLOYEES :

There was no employee during the year drawing remuneration in excess of the ceilings prescribed u/s. 217 (2A) of the Companies Act-1956.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS :

A statement giving information as required u/s. 217 (1E) of the Companies Act-1956 is annexed and form part of this report (Annexure "A").

ACKNOWLEDGEMENT :

Your Directors wish to express their sincere appreciation for the co-operation and support received from State Bank of India. Your Directors also record their appreciation for the services rendered by the employees at all levels and the Shareholders, Customers & Dealers for their continued co-operation throughout the year.

For and on Behalf of the Board

Place : Indore

Dr. Damodar Modi

Date : September 5th, 2013

Chairman & M. Director

ANNEXURE 'A' (To the Director's Report) :

Information pursuant to sec. 217(1)(a) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of the Directors) Rule 1988 forming part of Directors Report.

A CONSERVATION OF ENERGY.

- a) Energy Conservation measures taken:
- i) Correcting the alignment of Main drive.
 - ii) Construction of Sundrying Platform for predrying of Gluten and Grit. Thus saving in G.C. Oil consumption.
- b) Additional investment for reduction of Consumption of energy.
- i) Installation of Diesel Generator set for own generation of power.
 - ii) Installation of best designed power capacitors for achieving and maintaining Power factor.

FORM A :**A POWER & FUEL CONSUMPTION :**

	Current year	Previous year
1. <u>Electricity</u>		
a. Purchased Units	6698776	6604535
Total Amount (Rs.)	42491575	34442472
Rate/Unit (Rs.)	6.34	5.21
b. Own Generation		
i. Through Diesel Generator		
Total Unit	21360	34660
Rate per Unit (in Rs.)	3.59	3.53
2. <u>Coal</u>		
Quantity (Tones)	9837.945	11090.075
Total Amount (Rs.)	57790680	62536035
Average Rate (P MT)	5874.26	5638.92
3. <u>G.C. Oil</u>		
Quantity (K.Lit) M.T.	—	—
Total Amount	—	—
Average Rate	—	—

FORM B**B. CONSUMPTION PER UNIT OF PRODUCTION**

Product : Maize Starch Powder, Dextrose Monohydrate, Dextrose Anhydrous, Liquid Dextrose

Particular	Current Yr.	Previous Yr.
Electricity Unit	248.82	225.71
Coal(Special Quality) Kg.	365.41	379.00
G.C. Oil K. Lit.	NIL	NIL

For and on Behalf of the Board

Place : Indore
Date : September 5th, 2013

Dr. Damodar Modi
Chairman & Managing Director

CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Your Company's philosophy on Corporate Governance is to carry out its activities and operations in a true and fair manner to achieve transparency, accountability and business prosperity. The Board of Directors of the Company is committed towards discharging their fiduciary responsibility towards enhancing shareholders' value and interest of all other stockholders.

2. BOARD OF DIRECTORS.

- a. Composition of Board of Directors and category of Individual Directors

Name of the Director	Category
Dr. Damodar Modi	Chairman & Managing Director
Shri Ramdas Goyal	Executive Director
Shri Rameshchandra Goyal	Wholetime Director
Shri Yogesh Kumar Agrawal	Wholetime Director
Shri Prakash Bafna	Wholetime Director
Smt. Pramila Jajodia	Independent Director
Smt. Shashikala Mangal	Independent Director
Shri Ashish Agrawal	Independent Director
Shri Satishchandra Mangal	Independent Director
Shri Vinod Kumar Garg	Independent Director

During the year under review, 5 Board Meetings were held on 30th April' 2012, 31st July' 2012, 5th Sept.'2012, 30th October'2012, and 31st January'2013. The last Annual General Meeting of the Company was held on 29th Sept.'2012.

- b. **Attendance of each Director at Board Meeting and last Annual General Meeting:**

Name of the Director	No. of Board Meetings attended	Attendance at the last AGM
Dr. Damodar Modi	5	Present
Shri Ramdas Goyal	5	Present
Shri Yogesh Kumar Agrawal	5	Present
Shri Rameshchandra Goyal	5	Present
Smt. Shashikala Mangal	3	Present
Shri Satishchandra Mangal	3	Present
Shri Prakash Bafna	4	Present
Smt. Pramila Jajodia	2	Present
Shri Ashish Agrawal	3	Present
Shri Vinod Kumar Garg	2	Present

- c. **Notes on Directors seeking appointment / re-appointment**

- Shri Yogesh Kumar Agarwal is a Whole time Director, he is a graduate. He is from a business family having corporate experience which will be immense benefit to the Company.
- Shri Ramesh Chandra Goyal is a Whole Time Director, he is a graduate and is belongs to industrial family of Indore. He was partner in family pulse mills for 15 years. He is associated with the Company since 01.04.1993. His business experience will be of immense benefit to the Company.
- Smt. Pramila Jajodia is a Director of the company since 05.09.2003. She is from a business family having corporate experience which will be immense benefit to the Company.

3. AUDIT COMMITTEE

- a. **Brief description of terms of reference:**

The terms of reference of this Committee covers the matters specified under Section 292A of the Companies Act, 1956 and also the matters listed under the Listing Agreement with the Stock Exchanges. The Committee is responsible for effective supervision of the financial operations and ensuring that financial, accounting activities and operating controls are exercised as per the laid down policies and procedures. The Financial Results of every quarter are reviewed by the Committee before being placed to the Board of Directors for its approval.

- b. **Constitution of the Committee:**

The Audit Committee of the Company was constituted in the Board of Directors meeting held on 05.09.2001. After appointment of independent Directors, the Audit Committee was re-constituted vide Board Resolution dtd. 25.02.2012 & 27.05.2012 to comply with the amended clause-49 of the listing agreement as under:

- i. Shri Ashish Agrawal, C.A. - Chairman
- ii. Shri Vinod Kumar Garg, D.C.E - Member
- iii. Shri Yogesh Agrawal, B.Sc.. - Member

During the year under review, Four Audit Committee meetings were held on 28th April' 2012, 28th July' 2012, 29th Oct.'2012 & 28th January'2013. The attendance of members at the meetings was as follows:

Name of the Member	Status	No. of Meetings attended
Shri Ashish Agrawal	Chairman	4
Shri Yogesh Kumar Agrawal	Member	4
Shri Vinod Kumar Garg	Member	4
Secretary of the Committee : Shri B.K. Jain	Company Secretary.	3

4. REMUNERATION COMMITTEE

a) Composition :

The Remuneration Committee of the company comprises of Dr. Damodar Modi, Chairman of the committee and Shri Ramdas Goyal & Shri Yogesh Agrawal are members of the said committee.

b) Meetings :

During the year the committee met one time on 30th July 2012. All the members of The committee attended the meeting.

c) Remuneration Policy:

The non-executive Directors are not paid any sitting fee for meeting of the Board or any Committee thereof attended by them.

d) Details of Remuneration paid to the Directors for the year ended 31st March'2013:

Sr. No.	Name of Director	Salary Per Month
1.	Dr. Damodar Modi Managing Director	Rs. 1,65,000 plus HRA. as per agreement
2.	Shri Ramdas Goyal Executive Director	Rs. 1,38,000
3.	Shri Rameshchandra Goyal Wholetime Director	Rs. 1,35,000

4. Shri Prakashchandra Bafna Rs. 1,35,000
Wholetime Director

5. Shri Yogesh Kumar Agrawal Rs. 1,35,000
Wholetime Director

5. SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE

a) Composition of the Committee:

The committee was constituted in order to comply with clause 49 of the listing agreement and following composition of the committee was approved by the Board of Directors on 29.07.2006 as under:

1. Shri Vinod Garg,
Independent Director - Chairman
2. Shri Ashish Agrawal,
Independent Director - Member
3. Shri Yogesh Kumar Agrawal
Wholetime Director - Member

b) Functions :

To review the status of shareholders/investors grievances, redress mechanism and recommend measures to improve the level of investor's services.

c) Meetings and attendance:

During the financial year ended on 31st March'2013, Four (4) meetings were held on: 28th April'2012, 28th July'2012, 29th October'2012 & 28th Jan.'2013. All the members of the committee attended the above meetings.

d) Name and Designation of the Compliance Officer:

Shri Akhilesh Gautam, Company Secretary of the Company is Compliance Officer of the Company as required under Clause 47 of the Listing Agreement w.e.f. 11th, May, 2013.

e) Number of complaints received and resolved :

During the year under review, the Company received 3 complaints from Shareholders / Investors'. All the complaints have been resolved to the satisfaction of the shareholders. No complaint was pending as on March 31, 2013. In order to expedite the process of transfers of shares the Board has delegated the powers to approve share transfers to the Share Transfer Committee set up by the Board of Directors.

7. ANNUAL GENERAL MEETINGS

a. Location and time of the last three Annual General Meetings were held:

Financial Year	Location	Date	Time
2009-2010	Registered office of the Company	30.09.2010	1.00 p.m.
2010-2011	Registered office of the Company	30.09.2011	1.00 p.m.
2011-2012	Registered office of the Company	29.09.2012	1.00 p.m.

The Chairman of the Audit Committee Shri Ashish Agrawal was present at the Annual General Meeting to answer the queries of the share holders.

b. There were no Special Resolutions required to be passed through Postal Ballot at any of the above Annual General Meetings. None of the Resolutions proposed for the ensuing Annual General Meeting needs to be passed by Postal Ballot.

8. DISCLOSURES

a. The Company has not entered into any transaction of material nature with any related party as described under the Listing Agreement entered into with the Stock Exchanges that may have potential conflict with the interests of the Company at large.

b. During the past four years there has been no instance of non compliance by the Company with the requirements of the Stock Exchanges, SEBI or any other statutory authority on any matter related to capital markets.

c. The company has complied with the mandatory and non mandatory requirements of clause-49 of the listing agreement as far as possible.

9. MEANS OF COMMUNICATION

a. The Company publishes its annual, half yearly and

quarterly financial results in the following newspapers

1. Times of India (English)
2. Choutha Sansar (Hindi)

b. The information required under the Management Discussion and Analysis Report has been covered by the Directors' Report.

10. GENERAL SHAREHOLDER INFORMATION.

a. Annual General Meeting

Date : 30.09.2013

Time : 1.00 P.M.

Venue: At Shreeram Chambers, 12, Agrawal Nagar Main Road, Indore.

Book Closure Date : Tuesday, 24th September'2013 to Monday 30th, September'2013 (both days inclusive)

Listing on Stock Exchange : Bombay Stock Exchange Annual Listing fee for the year 2013-14 has been paid.

Custodial fee to Depositories : Annual Custody Fee for 2013-14 to NSDL and CDSL has been paid.

b. Financial Calendar (tentative)

Particulars	Date
Unaudited Results of the first quarter ending June 30,2013	Last week of July' 2013
Unaudited Results of the second quarter & half year ending September 30, 2013	Last week of October' 2013
Unaudited Results of the third quarter & nine months ending December 31, 2013	Last week of January' 2014
Unaudited Results for the ending March 31, 2014	Last week of April' 2014

c. Scrip Code B.S.E. - 524582.

d. Share Transfer System

The Company has set up a Committee of Board of Directors known as the Share Transfer Committee, which meets generally once in a month inter alia for approving the transfer of shares. The formalities for transfer of shares in the physical form are completed and the share certificates are dispatched to the

transferee within 15 days of receipt of transfer documents, provided the documents are complete and the shares under transfer are not under dispute. If however, the transfer documents are not in order, objections are communicated to the transferee within 15 days from the date of receipt of the transfer documents.

e. Dematerialization of Shares

Now the equity Shares of the company can be traded in de-materialized form. The company has signed the agreement with both the depositories i.e. Central Depository Services (I) Ltd., & National Security Depository Ltd., Mumbai for providing demate facility to the share holders. The Company's ISIN No. is INE314D01011. The Company has also appointed M/s. Ankit Consultancy Pvt. Ltd., Indore as Registrar and Transfer agent for the above purpose.

f. Share holding Pattern as on March 31, 2013.

Share holding Pattern as on March 31, 2013 (in accordance with Clause 35 of the Listing Agreement)

Category	No. of shares held	Percentage of shareholding
A. Promoter's holding		
1. Promoters *		
- Indian Promoters	3480076	57.11
- Foreign Promoters	Nil	Nil
2. Person acting in concert #		
Sub - Total	3480076	57.11
B Non - Promoters Holding	Nil	Nil
3. Institutional Investors		
a. Mutual Funds and UTI	32100	0.53
b. Bank, Financial Institutions, Insurance Companies (Central/State Govt. Institution/ Non- Government institutions)	12500	0.21
c. Fils		
Sub - Total	44600	0.73
4. Others		
a. Private Corporate Bodies	62105	1.02
b. Indian Public	2392664	39.27
c. NRIs/ OCBs	100	0.00
d. Any others (please specify)	113631	1.86
Sub- total	2568500	42.15
GRAND TOTAL	6093176	100.00

g. Distribution Schedule as on March 31, 2013

No. of Equity Shares held	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shareholding
Upto 1000	8916	71.65	891015	14.62
1001-2000	1724	13.85	344643	5.66
2001-3000	459	3.69	137689	2.26
3001-4000	248	1.99	99133	1.63
4001-5000	486	3.91	243000	3.99
5001-10000	336	2.70	281172	4.61
10001-20000	131	1.05	200575	3.29
20001-30000	48	0.39	121400	1.99
30001-40000	11	0.09	37850	0.62
40001-50000	6	0.05	26741	0.44
500001-100000	14	0.11	105577	1.73
100000 Above	65	0.52	3604381	59.15
Total	12444	100.00	6093176	100.00

h. Outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on equity

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments.

i. Plant locations

Vill. Sejwaya, Ghatabillod, Dist. Dhar.

j. Address for correspondence

All Shareholders should address their correspondence to the Company at its Regd. Office at Shreeram Chamber, 1st Floor, 12, Agrawal Nagar, Main Road, Indore or Registrar and Share Transfer Agent Ankit Consultancy Pvt. Ltd. at 60, Electronic Complex, Pardeshipura, Indore - 452 010.

Details of the Directors seeking reappointment at the forthcoming Annual General Meeting
(In pursuance of Clause (49 VI (A) of the Listing Agreements)

Name Of Director	Shri Yogesh K. Agrawal	Shri Ramesh Chandra Goyal	Smt. Pramila Jajodia
Date of Birth	12.05.1963	11.03.1951	09.06.1950
Date of Appointment	30.09.1999	01.04.1993	05.09.2003
Expertise in specific Functional areas	hails from a business family	rich business experience in pulse mills	hails from a business family
Qualifications	B.Sc.	B.Sc.	B.A.
List of other public limited Companies in which Directorship Held as on 31st March 2013	Nil	Nil	Nil
Chairman/Members of the Committees of the Board across all public companies of which he is a Director	Nil	Nil	Nil

CODE OF CONDUCT

The Board of Directors has already adopted the Code of Ethics & Business conduct for the Directors and Senior Management Personnel. This Code is Comprehensive code applicable to all Directors, Executives as well as Non-executives and members of the Senior Management.

The Code has been circulated to all the members of the Board and Senior Management Personnel and compliance of the same has been affirmed by them. A declaration signed by the Managing Director & CEO in this regard is given below:

DECLARATION

"I hereby confirm that : The Company has obtained from all the members of the Board and Senior Management personnel of the Company, affirmation that they have complied with the code of Ethics and Business Conduct framed for Directors and Senior Management Personnel in respect of the financial year 2012-13.

For Tirupati Starch & Chemicals Ltd.,

Place : Indore
Date : September 5th, 2013

Dr. Damodar Modi
Chairman & Managing Director

Independent Auditors' Report

To,
The Members of
M/s.Tirupati Starch & Chemicals Ltd., Indore

Report on the Financial Statements

We have audited the accompanying financial statements of M/s.Tirupati Starch & Chemicals Ltd., ("the Company"), which comprise the Balance Sheet as at March 31, 2013 the Statement of Profit and Loss, and the Cash Flow Statement for the year

then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements more particularly Subject to Note No. 1(e)(vi), (vii), (viii), 1(j), 1(k),

25(v), 28, 35, 36 & 36A give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- (b) In the case of the Statement of Profit and Loss, of the loss of the Company for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Act.
 - e. On the basis of written representations received from the directors as on March 31, 2013, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For SUNIL CHANDRA GOYAL & CO.
Chartered Accountants

SUNIL GOYAL
Proprietor

Place : Indore
Date : 30th May' 2013

Membership No.71809
FRN : 002658C

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our report of even date

M/s.Tirupati Starch & Chemicals Ltd., Indore (2012-13)

- (i) (a) In respect of fixed assets the work of compilation of the Fixed Assets register showing other particulars such as location, depreciation, quantitative details etc. is in progress.
- (b) As explained to us, most of the fixed Assets were physically verified in a phased manner during the year by the management in accordance with a programme of verification, which in our opinion should be correlated with the Fixed Assets register the work of compilation is still in progress. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) During the year, as explained to us, No part of fixed assets has been disposed off by the Company.
- (ii) (a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification needs to be increase. In respect of Stocks sent on consignment basis and lying with third parties these have substantially been confirmed by them, and in absence of some confirmations the stock is based on the basis of records available with the Company & Confirmation by the management, more particularly described in Note 1(e)(vi) forming part of accounts.
- (b) According to the information and explanations given to us, in our opinion, the procedures for physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business and in our opinion frequency of verification needs to be increased.
- (c) According to the information and explanations given to us, in our opinion the Company has maintained proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material, having regard to the size & nature of the business of the Company and the same have been properly dealt with in the books of accounts time to time.
- (iii) (a) According to the information and explanations given to us as the Company has not given any loans to companies, firms or other parties covered in register maintained under section 301 of the Companies Act, 1956, therefore paragraphs (iii),(b),(c),(d) are not applicable.
- (b) The Company has taken loan of Rs.4,24,85,464/- from 36 parties & maximum dues Rs.4,29,61,308/- from parties who are relatives of key management personal.
- (c) The rate of interest and other terms & conditions of loans taken by the company are not prima facie prejudicial to the interest of the company.
- (d) No amount was overdue for repayment.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed assets and with regard to the sale of goods and services. During the course of our audit, the management has assured to strengthen the aforesaid internal control procedures mainly regarding purchase of Fixed Assets.
- (v) (a) To the best of our knowledge and belief and according to information and explanations given to us, we are of the opinion that there was No transaction that needed to be entered into the register maintained under Section 301 of the Companies Act, 1956.

- (b) In our opinion and according to the information and explanations given to us. There was no transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956. and exceeding the value of rupees five lakhs in respect to any party during the year.
- (vi) In our opinion and According to the information and explanations given to us, we are of the opinion the Company has not complied with the provisions of Sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits), Rules, 1975 with regard to deposits accepted from public as it has accepted excess deposit of Rs.476.63 Lacs as on 31st March, 2005 and Rs.352.61 lacs as on 30th November, 2007 from the limits specified. As per information and explanation given to us. The Central Government had granted exemption to the company from the compliance of provisions of section 58A of the Companies Act, 1956 and Rules 3(2)(i) & 3(2)(ii) of the companies (Acceptance of Deposit) Rules 1975 framed there under upto 31.03.2013 subject to certain conditions and no other order under the aforesaid section has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal. Further during the year the Company has accepted further deposits to the extent of Rs.170.44 lacs and for this it has applied for exemption from Central Government vide its latest letter no. TSCL/281 dt. 10/05/2012 and the sanction is awaited.
- (vii) The Company has an internal audit system which in our opinion needs to be strengthened to make it commensurate and adequate with the size of the company and nature of its business.
- (viii) To the best of our knowledge and according to the information and explanations given to us, as per notification of the Ministry of Corporate Affairs dated 3rd June, 2011 the provisions of the Companies (Cost Accounting) Rules 2011 are applicable to the company and the company is in process to comply with the said rules and the maintenance of the said records is in process. We have however not made a detailed examination of the cost records with a view to determine whether they are accurate or compute as the same are in process of maintenance.
- (ix) According to the information and explanations given to us in respect of statutory and other dues:
- (a) According to the information and explanations given to us and according to the books and records as produced and examined by us, the Company is generally regular in depositing undisputed statutory dues, including Provident Fund, Income Tax, Excise Duty, Sales Tax, Service Tax, Cess and any other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Excise Duty and Cess were in arrears, as at 31st March, 2013, for a period of more than six months from the date they became payable subject to note No.25, 28, 35 & 36 and the disputed amounts as detailed in (b) below.
- (b) According to the information and explanations given to us, details of dues of income tax, excise duty and sales tax which have not been deposited as on 31st March, 2013 on account of any dispute are given below :

	Particulars	Forum where matter is pending	Financial /Assessment Year to which matter pertains	Amount Involved
1	Excise Duty	Commissioner Central Excise Department & others	Various Years	Rs. 25,10,57,828/-
2(a)	CST	M.P. Commercial Appellate Board	1995-96, 1997-98 & 1998-99	Rs. 4,86,766/-
(b)	MPCT	M.P. Commercial Appellate Board	1997-98	Rs. 27,041/-

- (x) The Company have no accumulated losses as at 31st March, 2013 no cash losses incurred during the financial year covered by our audit there was no Cash Loss in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders during the year.
- (xii) In our opinion and according to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statutes as specified under clause (xiii) of the order are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in securities & investments.
- (xv) In our opinion and according to the information and explanations given to us, Company has not given any guarantee for loans taken by others from banks and financial institutions.
- (xvi) According to the information and explanations given to us, term loan availed by the Company during the year was used for the purpose for which the loan was obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, Short term funds have generally been used for short term purposes.
- (xviii) According to the information and explanations given to us, during the year the Company has not made preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- (xix) According to the information and explanations given to us, the Company has not issued any debentures during the year.
- (xx) The Company has not raised any money through public issues during the year.
- (xxi) Based upon the audit procedures performed and information given by the management we report that no fraud on or by the company has been noticed or reported during the course of our Audit.

For SUNIL CHANDRA GOYAL & CO.,
Chartered Accountants

SUNIL GOYAL
Proprietor
Membership No.71809
FRN : 002658C

Place : Indore
Date : 30th May' 2013

**PRACTISING COMPANY SECRETARY CERTIFICATE ON CORPORATE GOVERNANCE
IN TERMS OF CLAUSE 49 OF THE LISTING AGREEMENT**

To
The Board of Directors
Tirupati Starch & Chemicals Limited
12 Agrawal Nagar, Indore (M.P.) -452 001

We have reviewed the records concerning the Company's compliance of conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement entered into, by the Company with the Stock Exchange of India, for the fin. Year ended on 31st March 2013.

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

We have conducted our review on the basis of the relevant records and documents maintained by the Company and furnished to us for the review, and the information and explanations given to us, by the Company.

Based on such a review to the best of our information and according to the explanations given to us, in our opinion the Company has complied with conditions of Corporate Governance, as stipulated in Clause 49 of the said Listing Agreement.

On the basis of certificate issued by the Registrar and Share Transfer Agent of the Company and the minutes of the Shareholders/ Investors Grievances Committee of the Company, we state that, there is no investor grievances pending against the Company for a period exceeding one month.

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

Place : Indore
Date : 30th May, 2013

For Ramesh Chandra Bagdi & Associates
Company Secretaries

(Ramesh Chandra Bagdi)
Proprietor
Membership No. 11800

BALANCE SHEET AS AT 31st MARCH 2013

(in Rupees)

	Note No.	As at 31st March, 13	As at 31st March, 12
EQUITY AND LIABILITIES			
Shareholder's Fund :			
Share capital	2	60931760.00	60931760.00
Reserves and surplus	3	59497792.85	67722862.03
Money received against share warrants		-	-
		120429552.85	128654622.03
Share application money pending allotment		-	-
Non-current liabilities			
Long-term borrowings	4	145464065.10	40165861.32
Deferred tax liabilities (Net)	5	7440894.00	8697339.00
Other long term liabilities		-	-
Long-term provisions	6	-	-
		152904959.10	48863200.32
Current liabilities			
Short-term borrowings	7	59530971.80	27761037.09
Trade payables	8	23098525.42	8620463.64
Other current liabilities	9	4608189.19	2574598.70
Short-term provisions	6	2228655.18	4481600.18
		89466341.59	43437699.61
TOTAL		362800853.54	220955521.96
ASSETS			
Non-current assets			
Fixed assets	10		
Tangible assets		71153888.79	70840607.79
Intangible assets		-	-
Capital work-in-Progress		104352694.68	14949237.68
Intangible assets under development		-	-
Non-current investments	11	1550.00	1550.00
Deferred tax assets (net)	5	-	-
Long-term loans and advances	12	-	-
Other non-current assets	13	-	-
		175508133.47	85791395.47
Current assets			
Current investments		-	-
Inventories	14	68950388.42	49630807.76
Trade receivables	15	46485401.88	43852631.75
Cash and cash equivalents	16	5797584.55	3638032.51
Short-term loans and advances	12	66059345.22	38042654.47
Other current assets		-	-
		187292720.07	135164126.49
TOTAL		362800853.54	220955521.96

Significant Accounting policies and Notes on Financial Statements 1 to 41

The schedule referred above from integral part of the accounts
Audit Reports as on even date attached
For Sunil Chandra Goyal & Co.
Chartered Accountants
(FRN 02658C)

Sunil Goyal

Membership No.: 071809

Place:- Indore

Date:-May 30, 2013

For and on behalf of the Board of Directors
Dr. Damodar Modi - Chairman & Managing Director
Shri Ramdas Goyal - Executive Director
Shri Yogesh Agrawal - Whole-time Director
Shri Prakash Bafna - Whole-time Director
Shri Ramesh Chandra Goyal - Whole-time Director
Smt. Pramila Jajodia - Independent Director Proprietor
Smt. Shashikala Mangal - Independent Director
Shri Ashish Agrawal - Independent Director
Shri Satish Chandra Mangal - Independent Director
Shri Vinod Kumar Garg - Independent Director

Shri Akhilesh Gautam - Company Secretary
(w.e.f. 11th May, 2013)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st MARCH 2013

(in Rupees)

PARTICULARS	NOTE NO.	FOR THE YEAR ENDING ON 31st March 2013	FOR THE YEAR ENDING ON 31st March 2012
Revenue			
Revenue from operations	17	584666534.39	569802678.75
Less: Excise duty		-	-
Net Sales		584666534.39	569802678.75
Other income	18	4367453.00	4469847.90
Total Revenue		589033987.39	574272526.65
Expenses			
Cost of material Consumed	19	391262533.75	364937158.16
Changes in inventories	20	(226062.26)	420040.53
Employee benefit expenses	21	35120543.00	38387892.35
Finance costs	22	11533445.63	6685532.35
Depreciation and amortization expenses	23	9849315.00	8955008.00
Other expenses	24	150975486.45	149782391.43
Total Expenses		598515261.57	569168022.82
Profit before extraordinary and prior period items and tax		(9481274.18)	5104503.83
Extraordinary items		-	-
Prior period item		-	-
Profit before tax		(9481274.18)	5104503.83
Tax expenses			
Current tax		-	2504936.00
Deferred tax		(1256445.00)	(1181168.00)
Excess/short provision relating earlier year tax		240.00	1108875.00
Profit(Loss) for the period from continuing operations		(8225069.18)	2671860.83
Profit(Loss) from discontinuing operations		-	-
Tax expenses of discontinuing operations		-	-
Profit(Loss) from discontinuing operations(after tax)		-	-
Profit(Loss) for the period		(8225069.18)	2671860.83
Earning per share			
Basic			
Before extraordinary Items	41	(1.35)	0.44
After extraordinary Adjustment		(1.35)	0.44
Diluted			
Average number of shares for EPS		6093176	6093176

The schedule referred above from integral part of the accounts

Audit Reports as on even date attached
For Sunil Chandra Goyal & Co.
Chartered Accountants
(FRN 02658C)

Sunil Goyal

Membership No.:-071809
Place:- Indore
Date : 30th May,,2013

For and on behalf of the Board of Directors
Dr. Damodar Modi - Chairman & Managing Director
Shri Ramdas Goyal - Executive Director
Shri Yogesh Agrawal - Whole-time Director
Shri Prakash Bafna - Whole-time Director
Shri Ramesh Chandra Goyal - Whole-time Director
Smt. Pramila Jajodia - Independent Director Proprietor
Smt. Shashikala Mangal - Independent Director
Shri Ashish Agrawal - Independent Director
Shri Satish Chandra Mangal - Independent Director
Shri Vinod Kumar Garg - Independent Director

Shri Akhilesh Gautam - Company Secretary
(w.e.f. : 11 May, 2013)

**ACCOUNTING POLICIES & NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2013
AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING ON 31ST MARCH, 2013**

Notes to Financial statements for the year ended 31st March 2013

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

NOTE 2 – SHARE CAPITAL

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Authorised :		
6500000 (6500000) Equity shares of Rs. 10.00/- par value	65000000.00	65000000.00
25000 (25000) 14% Cumulative Redeemable Preference shares of Rs. 100.00/- par value	2500000.00	2500000.00
Issued :		
6093176 Equity Shares of Rs. 10 each fully paid up in cash	60931760.00	60931760.00
Subscribed and paid-up :		
6093176 (6093176) Equity Shares of Rs.10 each fully paid in cash	60931760.00	60931760.00
	-	-
Paid up Share Capital	60931760.00	60931760.00

Out of the above shares 2,39,768 (2,39,768) Equity Shares are allotted as fully paid up by way of bonus shares by the capitalization of Reserve in the year 1993-94.

Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

	(in rupees)			
	As at 31st March 2013		As at 31st March 2012	
	No. of Shares	Amount	No. of Shares	Amount
Equity shares				
At the beginning of the period	6093176	60931760.00	6093176	60931760.00
Issued during the Period	-	-	-	-
Redeemed or bought back during the period	-	-	-	-
Outstanding at end of the period	6093176	60931760.00	6093176	60931760.00
Preference shares				
At the beginning of the period	-	-	-	-
Issued during the Period	-	-	-	-
Redeemed or bought back during the period	-	-	-	-
Outstanding at end of the period	-	-	-	-

Details of shareholders holding more than 5% shares in the company

Type of Share	Name of Shareholders	As at 31st March 2013		As at 31st March 2012	
		No. of Shares	% of Holding	No. of Shares	% of Holding
Equity [NV: 10.00] [NV: 10.00]	Dr. Damodar Modi	3,83,840	6.30	3,54,040	5.81
Equity [NV: 10.00] [NV: 10.00]	Smt. Pramila Jajodia	3,08,613	5.06	3,08,613	5.06
Total :		6,92,453	11.36	6,62,653	10.87

Aggregate no. of shares allotted as fully paid up without payment of cash/in bonus and share bought back

Out of the above shares 2,39,768 (2,39,768) Equity Shares are allotted as fully paid up by way of bonus shares by the capitalization of Reserve in the year 1993-94.

NOTE 3 – RESERVE & SURPLUS

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Investment Allowance Utilisation Reserve (As per Last Year)		
Opening Balance	3670350.00	3670350.00
Add: Addition during the year	-	-
Less : Deletion during the year	-	-
Closing Balance	3670350.00	3670350.00
Profit loss account		
Opening Balance	63052512.03	60380651.20
Add: Profit for the year	(8225069.18)	2671860.83
Less : Deletion during the year	-	-
Closing Balance	54827442.85	63052512.03
Capital redemption reserve		
Opening Balance	1000000.00	1000000.00
Add: Addition during the year	-	-
Less : Deletion during the year	-	-
Closing Balance	1000000.00	1000000.00
Balance carried to balance sheet	59497792.85	67722862.03

Note No. 4 Long-term borrowings

(in rupees)

Particulars	As at 31st March 2013			As at 31st March 2012		
	Non-Current	Current Maturities	Total	Non-Current	Current Maturities	Total
Term Loan - From banks						
HDFC Car Loan (Secued by Hypothecation of Vehicle) secured	39935.00	453001.18	492936.18	492936.22	407965.70	900901.92
State Bank of India Term Loan (For expansion) Secured	88707221.00	-	88707221.00	-	-	-
	88747156.00	453001.18	89200157.18	492936.22	407965.70	900901.92
Loans and advances from related parties						
Unsecured Loan from Directors	18377799.00	-	18377799.00	16696047.00	-	16696047.00
	18377799.00	-	18377799.00	16696047.00	-	16696047.00
Other Loans and advances						
Security Deposits from Dealers/ Distributors/Purchasing/Selling Agent unsecured	763069.00	-	763069.00	763069.00	-	763069.00
Unsecured Loans from Others	37576041.10	-	37576041.10	22213809.10	-	22213809.10
	38339110.10	-	38339110.10	22976878.10	-	22976878.10
The Above Amount Includes						
Secured Borrowings	88747156.00	453001.18	89200157.18	492936.22	407965.70	900901.92
Un-Secured Borrowings	56716909.10	-	56716909.10	39672925.10	-	39672925.10
Amount Disclosed Under the Head "Other Current Liabilities" (Note No. 9)		(453001.18)	(453001.18)		(407965.70)	(407965.70)
Net Amount	145464065.10	0	145464065.10	40165861.32	0	40165861.32

- HDFC Car Term Loan is payable as under :
During 2014-15 Rs. 39,935/-
- State Bank of India Term Loan is Secured by Charge on entire Fixed Assets of the company situated at village Sejwaya Ghatabillod, Pledge of FDRs., and is guaranteed by six directors of the company.

NOTE 5 – DEFERRED TAX

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Deferred tax liability		
Deferred tax liability depreciation	8193081.00	9369207.00
Deferred tax liability other	-	-
Gross deferred tax liability	8193081.00	9369207.00
Deferred tax assets		
Deferred tax asset bonus	752187.00	671868.00
Gross deferred tax asset	752187.00	671868.00
Net deferred tax assets	-	-
Net deferred tax liability	7440894.00	8697339.00

Note No. 6 PROVISIONS

(in rupees)

Particulars	As at 31st March 2013			As at 31st March 2012		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Provision for employee benefit						
Provisions for Bonus	-	2212964.18	2212964.18	-	1976664.18	1976664.18
	-	2212964.18	2212964.18	-	1976664.18	1976664.18
Other provisions						
Income Tax Provisions	-	-	-	-	2504936.00	2504936.00
Service Tax payable on Freight	-	15691.00	15691.00	-	-	-
	-	15691.00	15691.00	-	2504936.00	2504936.00
Total	2228655.18	-	2228655.18	-	4481600.18	4481600.18

NOTE 7 – SHORT TERM BORROWINGS

(in rupees)

PARTICULARS	AS AT	AS AT
	31/03/2013	31/03/2012
Loans Repayable on Demands - From banks		
Working capital loans banks secured	45892925.80	27745532.09
ICICI Bank Ltd. secured	2305784.00	-
Uco Bank Overdraft secured	11316757.00	-
	59515466.80	27745532.09
Other Loans and advances		
Due to Directors in Current Account unsecured	15505.00	15505.00
	15505.00	15505.00
The Above Amount Includes		
Secured Borrowings	59515466.80	27745532.09
UnSecured Borrowings	15505.00	15505.00
Total	59530971.80	27761037.09

Working Capital Loan from State Bank of India, Commercial Branch, Indore is Secured by First Charge on entire fixed assets of the company and hypothecation of entire stock of Raw Materials, Stock in process, finished goods, stores and spares and packing materials and personally guaranteed by Six Directors of the company.

Overdraft from ICICI Bank Ltd. is secured against Third party FDRS.

Overdraft from Uco Bank is secured against Third party FDRS.

a. Loans has been guaranteed by director or others

- i. Secured by First Charge on entire fixed assets of the company and hypothecation of entire stock of raw material, stock in process, finished goods, stores and spares and packing material and personally guaranteed by six directors of the company.

NOTE 8 – TRADE PAYABLES

(in rupees)

PARTICULARS	AS AT	AS AT
	31/03/2013	31/03/2012
Sundry Creditors for Goods Supplied	14831344.25	2759961.47
Sundry Creditors for expenses	8267181.17	5860502.17
Total	23098525.42	8620463.64

In view of insufficient information from supplier regarding their status as SSI/MSE company amount overdue to such undertaking could not be ascertained.

The company is in the process of compiling the additional information required to be disclosed under the Micro Small enterprises development Act 2006. The management does not envisage any material impact on the financial statement in this regard which has been relied upon by the Auditors.

NOTE 8(A) : TRADE PAYABLES:SUNDRY CREDITORS FOR GOODS SUPPLIED

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Sundry Creditors for Goods Supplied	(554278.97)	2759961.47
Sundry Creditors for Maize Suppliers	15385623.22	-
Total	14831344.25	2759961.47

NOTE 8(B) TRADE PAYABLES:SUNDRY CREDITORS FOR EXPENSES

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Sundry Creditors for Expenses	9422596.97	5860502.17
Sundry Creditors for Transporters	(1155415.80)	-
Total	8267181.17	5860502.17

NOTE 9 : OTHER CURRENT LIABILITIES

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Current maturities of long-term debt(Note No. 4)	453001.18	407965.70
	453001.18	407965.70
Others payables		
Sundry Creditors for Capital Goods supplied	4155188.01	2166633.00
	4155188.01	2166633.00
Total	4608189.19	2574598.70

Note No. 10 Fixed Assets Chart as at 31st March 2013 (in rupees)

Assets	Gross Block						Accumulated Depreciation/ Amortisation						Net Block	
	Dep. Rate	Balance as at 1st April 2012	Addition during the year	Deletion during the year	Balance as at 31st March 2013	Balance as at 1st April 2012	Provided during the year	Addition on account of business acquisition	Deletion/ adjustments during the year	Other Adjustment	Impairment / Reversal*	Balance as at 31st March 2013	Balance as at 31st March 2012	
A Tangible assets														
Starch Division	-	-	-	-	-	-	-	-	-	-	-	-	-	
Land	-	8686588.00	-	-	-	-	-	-	-	-	8686588.00	8686588.00	-	
Building	3.34	20929007.16	453614.00	-	21382621.16	9271733.33	705097.00	-	-	-	9976830.33	11405790.83	11657273.83	
Site Development	1.63	1594564.92	-	-	1594564.92	291261.13	25638.00	-	-	-	316899.13	1277665.79	1303303.79	
Plant and Machinery	5.28	87091855.92	9431244.00	-	96523099.92	61203959.70	4526254.00	-	-	-	65730213.70	30792886.22	25887896.22	
Vehicles	9.50	3596891.00	-	-	3596891.00	1913984.01	338277.00	-	-	-	2252261.01	1344629.99	1682906.99	
Cart	9.50	13550.00	-	-	13550.00	13550.00	-	-	-	-	13550.00	-	-	
Dead Stock and Furniture	6.33	1608872.80	172763.00	-	1781635.80	1379713.16	106938.00	-	-	-	1486581.16	295984.64	229169.64	
Computer Hardware	16.21	866577.00	57475.00	-	944052.00	866577.00	9261.00	-	-	-	895838.00	48214.00	-	
Office at Indore Rented	1.63	1527574.00	47500.00	-	1575074.00	142836.04	25406.00	-	-	-	168242.04	1406831.96	1364737.96	
Land	-	497650.00	-	-	497650.00	-	-	-	-	-	497650.00	497650.00	-	
Factory Building	3.34	11530608.95	-	-	11530608.95	5830867.31	385122.00	-	-	-	6215989.31	5314619.64	5699741.64	
Residential Building	3.34	791857.57	-	-	791857.57	210293.94	12907.00	-	-	-	223202.94	568654.63	581561.63	
Site Development	1.63	803051.65	-	-	803051.65	208963.80	13090.00	-	-	-	222053.80	580997.85	594087.85	
Plant and Machinery	5.28	74095486.86	-	-	74095486.86	61556078.19	3678999.00	-	-	-	65235077.19	8860409.67	12539408.67	
Vehicles	9.50	399245.00	-	-	399245.00	399245.00	-	-	-	-	399245.00	-	-	
Furniture and Fixtures	6.33	368504.00	-	-	368504.00	272212.43	23326.00	-	-	-	295538.43	72965.57	96291.57	
Sub Total		214421884.83	10162296.00	-	224584480.83	143581277.04	9849315.00	-	-	-	153430592.04	7115388.79	70840607.79	
P.Y Total		204912880.69	9515759.14	-	214428639.83	143588031.59	8955008.00	-	-	-	152543039.59	61885600.24	61324849.10	
B Capital work in progress														
New Plant	-	7064666.54	3497978.00	-	42043944.54	-	-	-	-	-	42043944.54	7064666.54	-	
Factory Building	-	4283715.49	38150351.00	-	42434066.49	-	-	-	-	-	42434066.49	4283715.49	-	
Pre Operative and Project Exp.	-	3600855.65	16273828.00	-	19874683.65	-	-	-	-	-	19874683.65	3600855.65	-	
Sub Total		14949237.68	89403467.00	-	104352694.68	-	-	-	-	-	104352694.68	14949237.68	-	
Current Year Total		229371122.51	99566063.00	-	328937175.51	143581277.04	9849315.00	-	-	-	153430592.04	175506583.47	85789845.47	
Previous Year Total		204912880.69	9515759.14	-	214428639.83	143588031.59	8955008.00	-	-	-	152543039.59	61885600.24	61324849.10	

The Preoperative and Project development exp. will be allocated among the fixed assets after completion of expansion in due course.

Addition/Addition on account of business acquisition

Particulars	Date of Addition	No. of Days	Amount
<u>Building</u>			
Factory Building	30/09/2012	183	328007.00
Factory Building	31/12/2012	91	68432.00
Factory Building	31/03/2013	1	57175.00
<u>Plant and Machinery</u>			
Plant and Machinery	30/09/2012	183	524177.00
Plant and Machinery	31/12/2012	91	342174.00
Plant and Machinery Dextrose	31/03/2013	1	1582.00
Plant and Machinery	31/03/2013	1	7899369.00
Plant and Machinery	30/06/2012	275	663942.00
<u>Dead Stock and Furniture</u>			
Dead Stock and Furniture	30/06/2012	275	5311.00
Dead Stock and Furniture	31/12/2012	91	106026.00
Dead Stock and Furniture	30/06/2012	275	13786.00
Dead stock and furniture	30/09/2012	183	47640.00
<u>Computer Hardware</u>			
Computer Hardware	30/06/2012	275	28000.00
Computer Hardware	31/12/2012	91	3875.00
Computer Hardware	31/03/2013	1	25600.00
<u>Office at Indore Rented</u>			
Lift	30/06/2012	275	29000.00
Other equipments	30/09/2012	183	18500.00
<u>New Plant</u>			
Addition during the year	31/03/2013	1	34979278.00
<u>Factory Building</u>			
Addition during the year	31/03/2013	1	38150351.00
Addition during the year Dextrose	31/03/2013	1	-
Preoperative expenses	31/03/2013	1	-

NOTE 11 : NON-CURRENT INVESTMENTS

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Trade Investment(Valued at cost unless stated otherwise)		
Investments in equity Instruments (Quoted)		
In Others		
Investment in other Indian companies equity instruments quoted trade	1550.00	1550.00
Gross Investment	1550.00	1550.00
Net Investment	1550.00	1550.00
Aggregate amount of quoted investments (Market Value:-) (2012:-)	1550.00	1550.00
Aggregate amount of unquoted investments		

Note: 100 Eq.Shares of Rs.10 each of M/s Indian Maize and Chemicals Ltd.,New Delhi Market Price Rs.Nil as on 31st March, 2013

Note No. 12 : LOANS AND ADVANCES

(in rupees)

	As at 31st March 2013		As at 31st March 2012	
	Long Term	Short Term	Long Term	Short Term
Capital Advances				
Unsecured considered good	-	49609968.71	-	13081074.99
	-	49609968.71	-	13081074.99
Other loans and advances				
Advance to Staff	-	2881371.92	-	2864726.92
Govt. Departments	-	3747061.58	-	5060548.58
Other advances recoverable in cash or kind	-	1791045.01	-	12321120.98
	-	8419478.51	-	20246396.48
Deposits with Govt. and Others	-	8029898.00	-	4715183.00
	-	16449376.51	-	24961579.48
Total	-	66059345.22	-	38042654.47

NOTE 14 – INVENTORIES

(in rupees)

PARTICULARS	AS AT	AS AT
	31/03/2013	31/03/2012
(Valued at cost or NRV unless otherwise stated)		
Raw Material Maize (At Cost on FIFO Basis)	11891454.80	16928477.80
Stock in Process (At cost on FIFO basis)	10109181.62	11906465.42
Finished Goods (At cost or Market Price which ever is less)	5969415.01	5440787.70
By Products (At realisable value)	2997465.35	1502746.60
Stores and spares (At Cost on FIFO basis) including Coal Sulpher Activated Carbon Enzymes Lime Alum Salt G.C. Oil and Packing Materials etc)	37982871.64	13852330.24
Total	68950388.42	49630807.76

NOTE 15 – TRADE RECEIVABLES

(in rupees)

PARTICULARS	AS AT	AS AT
	31/03/2013	31/03/2012
Exceeding six months		
Unsecured Considered Good	2578397.00	3226816.00
Total	2578397.00	3226816.00
Less than six months		
Unsecured Considered Good	43907004.88	40625815.75
Total	43907004.88	40625815.75
Total	46485401.88	43852631.75

Note No. 16 : CASH AND CASH EQUIVALENTS

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Balance with banks		
ICICI Bank Ltd.	-	25135.00
Trustee TSCL Employee Group Gratuity	5000.00	5000.00
Fixed Deposit with State bank of India Commercial branch Indore	2884295.00	1383194.00
ICICI Bank Ltd.	100000.00	-
City Bank Indore Current a/c	29938.58	6052.54
State Bank of India, Ahmedabad	11828.47	11828.47
State Bank of India Thane	121.00	121.00
Bank of India Ghatabillod	986.00	986.00
Central Bank of India	184194.00	32008.00
UCO Bank	-	11000.00
Postage and Telegram Saving A/c No. 1865415 (Margin money for bank gurantee) WCL	218.50	218.50
	1197718.00	1042718.00
Total	4414299.55	2518261.51
Cash in hand		
R.K Tiwari (Imprest A/c)	712758.00	554322.00
Cash in hand	667409.00	564549.00
Site Petty Cash	3118.00	900.00
Total	1383285.00	1119771.00
Total	5797584.55	3638032.51

Note No. 17 : REVENUE FROM OPERATIONS

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Sale of products		
Sales By Products	112579186.39	104553568.75
Sales Consignments	103602177.00	112000458.00
Excise on Sales	38189972.00	34505365.00
CST and VAT on Sales	(11520458.00)	(4561568.00)
CST and VAT on Sales	11520458.00	4561568.00
Excise on Sales	(38189972.00)	(34505365.00)
Sales Main Products	368485171.00	353248652.00
	584666534.39	569802678.75
Gross revenue from operations	584666534.39	569802678.75

NOTE NO. 17(A) : REVENUE FROM OPERATIONS : SALE OF PRODUCTS:SALES BY PRODUCTS (in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Germers Interstate	21211400.00	26693602.00
Gluten Interstate	15732083.00	7111536.00
Hydrol Interstate	19194880.00	19438795.00
Hydrol Local	253680.00	-
Local Maize Husk Wet (Cattle)	16594727.00	15533135.00
Maize Bran(Cattle Feeds) Local	1252679.00	1178775.00
Interstate Maize Cattle Feeds (Feeds Supp)	16400235.39	17221416.75
Local Maize Cattle Feeds (Feeds Supp)	7698581.00	1551867.00
Interstate Maize Husk Wet (Cattle)	3655509.00	3887653.00
Local Maize Husk Wet (Cattle)	1916370.00	1844509.00
Maize Husk Wet (Cattle Feeds) Local	8669042.00	9717636.00
Maize Grit and Bran-II Local Sales	-	254420.00
Maize Husk Dry (Cattle Feed) Local	-	120224.00
Total	112579186.39	104553568.75

NOTE NO. 17(B) : REVENUE FROM OPERATIONS : SALE OF PRODUCTS : SALES CONSIGNMENTS (in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Dextrine	7891189.00	4378965.00
Gluten	8446740.00	5299545.00
Maize Germers	23745703.00	14142308.00
Starch	62058139.00	86622881.00
Tirulose	1460406.00	1556759.00
Total	103602177.00	112000458.00

NOTE NO. 17(C) : REVENUE FROM OPERATIONS : SALE OF PRODUCTS : SALES MAIN PRODUCTS (in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Dextrine Interstate (White andYellow)	6853164.00	7848431.00
Dextrine Local (White and Yellow)	3325660.00	1644522.00
Starch Export Sales	38944378.00	18942754.00
Starch Interstate	80333792.00	69403548.00
Starch Local Sales	44325590.00	45231292.00
DAH Interstate	156872000.00	170936538.00
DAH Local	2571000.00	2728500.00
Liquid Dextrose Interstate	317760.00	-
Modified Spray Starch Interstate	376000.00	1737000.00
Tirulose Starch Local	6120000.00	1506000.00
Tirulose Starch interstate	6095829.00	3559917.00
Vervosize HS Local	22349998.00	29697650.00
Modified (Gum)/Spray Starch	-	12500.00
Total	368485171.00	353248652.00

Note No. 18 : OTHER INCOME

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Interest Income		
Interest received from MPSEB (TDS Rs.)	441092.00	228140.00
Interest received on FDR (TDS Rs.)	334559.00	447006.00
	775651.00	675146.00
Dividend Income		
Dividend received	2500.00	1250.00
	2500.00	1250.00
Other non-operating income		
Preliminary Expenses	-	-
Duty Drawback (As per Bank Statement)	152340.00	-
Miscellaneous Sales Local	1208687.00	1697929.00
Miscellaneous Sales Interstate	-	6629.00
Agriculture Income	(26953.00)	(26580.00)
Insurance Claim received	252843.00	-
Miscellaneous Receipt(Weigh Bridge and Others)	385590.00	460920.00
DEPB Certificate (Sales)	-	280234.00
V.K.U.Y Certificate (Sales)	1616795.00	373322.00
Credit relating to previous year	-	972997.90
Profit on Sale of Fixed Assets	-	28000.00
	3589302.00	3793451.90
Total	4367453.00	4469847.90

NOTE NO. 19 : COST OF MATERIAL CONSUMED

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Inventory at the beginning		
Raw and Packing Material	16928477.80	55890521.96
	16928477.80	55890521.96
Add : Purchase		
Raw and Packing Material	359173995.75	297501791.00
	359173995.75	297501791.00
Add/Less : Other Adjustment		
Raw and Packing Material	27051515.00	28473323.00
	27051515.00	28473323.00
Less : Inventory at the end		
Raw and Packing Material	11891454.80	16928477.80
	11891454.80	16928477.80
Total	391262533.75	364937158.16

DETAILS OF MATERIAL CONSUMED			(in rupees)
PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012	
Raw and Packing Material			
Maize	391262533.75	364937158.16	
	391262533.75	364937158.16	
Total	391262533.75	364937158.16	

DETAILS OF INVENTORY			(in rupees)
PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012	
Raw and Packing Material			
Maize	11891454.80	16928477.80	
	11891454.80	16928477.80	
Total	11891454.80	16928477.80	

RAW AND PACKING MATERIAL : OTHER ADJUSTMENT			(in rupees)
PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012	
Maize			
Warehouse Rent	-	625113.00	
Maize hammali	391376.00	630636.00	
Maize Brokerage	275000.00	231153.00	
Maize Freight	6089523.00	3051662.00	
Maize Purchases Expenses (Including Entry Tax)	3566828.00	1921214.00	
Maize Gluten Consumed	2578080.00	17234.00	
Dextrose Monohydrate Consumed	7031689.00	14458045.00	
Packing Material Consumed	10559882.00	10040456.00	
Maize Sales	-	1212.00	
Old Bardana Sales	(2679804.00)	(2503402.00)	
Maize channan Sales	(761059.00)	-	
	27051515.00	28473323.00	
	27051515.00	28473323.00	

NOTE NO. 20 : CHANGES IN INVENTORIES

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Inventory at the end of the year		
Finished Goods	5969415.01	5440787.70
Work-in-Progress	10109181.62	11906465.42
Traded Goods	-	-
By Products	2997465.35	1502746.60
	19076061.98	18849999.72
Inventory at the beginning of the year		
Finished Goods	5440787.70	6994857.85
Work-in-Progress	11906465.42	10453611.22
Traded Goods	-	-
By Products	1502746.60	1821571.18
	18849999.72	19270040.25
(Increase)/decrease in inventories		
Finished goods	(528627.31)	1554070.15
WIP	1797283.80	(1452854.20)
Other inventories	(1494718.75)	318824.58
	(226062.26)	420040.53
Adjustments:	(226062.26)	420040.53

NOTE NO. 21 : EMPLOYEE BENEFIT EXPENSES

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Salaries and Wages		
Less: 16% transferred to Preoperative and Project Dev A/c of total employee Benefit expenses	(6689627.00)	(1509690.65)
Gratuity	-	239538.00
Children Expenses	18400.00	23300.00
Security Service Expenses	960000.00	904005.00
Salary and wages	20656106.00	18821921.00
Wages to workers (Including Extra Wages)	6662014.00	5981720.00
Leave encashment	101912.00	104747.00
Bonus	900000.00	1800000.00
Managerial Remuneration	8568000.00	8568000.00
	31176805.00	34933540.35
Contribution to provident and other fund		
Insurance Fund and Administrative Charges P.F.and E.P.F.Directors	18523.00	16250.00
Co. Contribution to Employees P.F and E.P.F	1244122.00	1026554.00
Insurance Fund and Administrative Charges P.F.and E.P.F	184695.00	172824.00
Contribution to Labour welfare fund A/c	22536.00	21720.00
Co. Contribution to Directors P.F and E.P.F	1078943.00	1019520.00
	2548819.00	2256868.00

Staff welfare Expenses

Workers Medical Allowance	-	18930.00
Tea and Snack Expenses	435595.00	426075.00
Workmen and Staff Welfare exp	70997.00	52410.00
Medical Reimbursement	174965.00	176074.00
LTC Reimbursement	98820.00	23995.00
Workman Compensation	30000.00	-
Medical Expenses	(2728.00)	-
	807649.00	697484.00

Share of employee related expenses of joint ventures

LIC Group Insurance Scheme in lieu of EDLI	37000.00	-
LIC Employees Deposit in Link Insurance A/c	210270.00	-
LIC Group Gratuity Insurance Scheme Directors	272000.00	400000.00
LIC Group Gratuity Insurance Scheme Directors	68000.00	100000.00
	587270.00	500000.00
Total	35120543.00	38387892.35

NOTE NO. 22 : FINANCE COSTS

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Interest		
Interest on ICICI Bank	-	-
Interest on Car Loan	75454.26	-
Interest to UCO Bank	-	-
Interest to SBI on TL and WC	6101069.00	1773014.00
Interest to Others	4534202.00	4439223.92
	10710725.26	6212237.92
Other Borrowing costs		
Raising of Loan expenses	-	-
Bank Charges	822720.37	473294.43
	822720.37	473294.43
Total	11533445.63	6685532.35

NOTE NO. 23 : DEPRECIATION AND AMORTIZATION EXPENSES

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
Depreciation on tangible assets	9849315.00	8955008.00
Total	9849315.00	8955008.00

NOTE NO. 24 : OTHER EXPENSES

(in rupees)

PARTICULARS	AS AT 31/03/2013	AS AT 31/03/2012
MANUFACTURING EXPENSES		
Consumption of stores and spare parts	10678097.00	9596756.50
VAT ITR on Stores	(2767244.00)	-
Consumption of stores and spare parts	(112106.00)	-
Stores and Spares Opening	12397817.56	-
Stores and Spares Book Balance	21885279.00	-
Stores and Spares Closing	(35641670.00)	-
Coal and Fuel Opening	1454512.68	-
Coal and Fuel Closing	(2341201.64)	-
Power and fuel	99132731.00	99257152.16
Activated Carbon Consumed	1653351.00	1689156.00
Caustic Soda Consumed	4266913.00	2722318.00
Enzyme Consumed	1366245.00	1427220.00
Excise Duty on Finished goods Chrg/Credit	159388.00	57583.00
Entry Tax	2302843.00	1888397.00
Filter Aid consumed	758358.00	750171.00
Service Tax on Commission	-	99440.00
Hydrochloric Consumed	-	210489.00
Laboratory Charges including Apparatus and Chemicals	784435.00	778372.00
Oil and Lubricants Consumed	930577.00	919041.00
Repairs to Building	1338450.00	613820.00
Repairs to Machinery	1451485.00	1399349.00
D.G Set Maintenance	131888.00	3218.00
Repairs to Others	188789.00	318444.00
Sulphur Consumed	886826.00	899731.00
Excise Duty Penalty	11600.00	-
Service Tax (GTA)	1121166.00	919762.00
Education Cess(GTA)	32563.00	25045.00
Unloading Charges Allowed	-	11550.00
Soda Ash	-	699242.00
Freight and Cartage	572664.00	-
Hammali	187639.00	-
Water charges	498500.00	451400.00
	123329895.60	124737656.66
Administrative expenses		
Advertisement	192664.00	147485.00
Audit fees	80000.00	130500.00
Other Services (Auditors)	160000.00	94000.00
Books and Periodicals	9560.00	15467.00
Computer Expenses	16775.00	-
Conveyance Charges	35935.00	31565.00
Debit relating to previous year	137167.00	32871.90
Donations	104468.00	68203.00
Credit relating to previous year	(2408.00)	-
Entertainment expenses	105303.00	30229.00
Export credit guarantee corporation of Indore	72490.00	-
Festival celebration expenses	529785.00	550221.00
Income Tax for AY 2009-10	518862.00	-
Insurance expenses	985694.00	913681.00
Law and Professional Charges	515257.00	644614.00

Licence and Fees	318709.00	372963.00
Loss on Dollar Sales	66638.70	-
Membership fees	-	50000.00
Miscellaneous expenditure	165652.00	104687.07
Postage expenses	187539.00	140702.00
Professional expenses	2500.00	2500.00
Rates and taxes	39423.00	31797.00
Rent Expenses	161051.00	159720.00
Sales promotion	17600.00	18755.00
Sales Tax Demand Against Order	52445.00	112600.00
Sales Tax Refund	(195793.00)	-
Printing and stationery	429063.00	374193.00
CST Refund	(8710.00)	-
Sundry Balances Written off	-	1063043.05
Telephone and postage expenses	533354.00	460025.14
Travelling Expenses-Directors	210371.00	386759.00
Travelling Expenses-Others	239442.00	193709.00
Vehicle Maintenance Expenses	767883.00	808050.00
Less : 10% transferred to Preoperative and Project Development A/c	(639088.00)	-
	5809631.70	6938340.16

Selling and Distribution Expenses

Hammali Sales	3979713.00	3204252.00
Freight and octroi Consignment Expenses	(345541.00)	(215670.00)
Commission on Sales and Brokerage	2468033.00	2975815.00
Freight and Octroi	3008083.00	2096706.20
Freight and Octroi Export Expenses	6251331.00	3229561.00
Cash Discount	915614.15	669758.41
Expenses on Consignment Sales(Other)	1227485.00	6252628.00
Transit Insurance Sales	(812947.00)	(986693.00)
Expenses on Consignment Sales(Other)	9006.00	880037.00
Expenses on Consignment Sales(Other)	4879611.00	-
Expenses on Consignment Sales(Other)	15190.00	-
Expenses on Consignment Sales(Other)	200624.00	-
Brokerage Sales	39757.00	-
	21835959.15	18106394.61
Total	150975486.45	149782391.43

NOTE NO. 24 (A) : OTHER EXPENSES : MISCELLANEOUS EXPENDITURE

(in rupees)

PARTICULARS	AS AT	AS AT
	31/03/2013	31/03/2012
Miscellaneous expenses	165652.00	224063.07
Miscellaneous Expenses written off	-	(119376.00)
Total	165652.00	104687.07

NOTE NO. 31 : VALUE OF IMPORT AND INDIGENOUS MATERIAL CONSUMED

(in rupees)

Particulars	Unit of Measurement	31st March 2013		31st March 2012	
		Value	Quantity	Value	Quantity
Raw and Packing Material					
Maize		391262533.75	-	364937158.16	-
Total		391262533.75	-	364937158.16	-

(in rupees)

Particulars	31st March 2013		31st March 2012	
	Value	%to total Consumption	value	%to total Consumption
Raw and Packing Material				
Imported	-	-	-	-
Indigenous	391262533.75	100.00	364937158.16	100.00
	391262533.75	100.00	364937158.16	100.00

EXCESS/SHORT PROVISION RELATING EARLIER YEAR TAX

(in rupees)

PARTICULARS	AS AT	AS AT
	31/03/2013	31/03/2012
Excess /Short provisions relating to earlier years	240.00	1108875.00
Total	240.00	1108875.00

NOTE NO. 41 : EARNING PER SHARE

(in rupees)

Particulars	Before Extraordinary Items		After Extraordinary Items	
	31st March 2013	31st March 2012	31st March 2013	31st March 2012
Basic				
Profit after tax (A)	(82,25,069.18)	26,71,860.83	(82,25,069.18)	26,71,860.83
Weighted average number of shares outstanding (B)	60,93,176	60,93,176	60,93,176	60,93,176
Basic EPS (A / B)	(1.35)	0.44	(1.35)	0.44
Face value per share	-	-	-	-

**ACCOUNTING POLICIES & NOTES ANNEXED TO AND FORMING PART
OF BALANCE SHEET AS ON 31ST MARCH, 2013
AND THE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDING ON 31ST MARCH, 2013**

NOTE – 1

A MAJOR ACCOUNTING POLICIES & NOTES ON ACCOUNTS

(a) FIXED ASSETS :

All Tangible Fixed Assets are stated at their original cost less depreciation (Net of Modvat VAT and Service Tax). Preoperation expenses are capitalised. Company has identified that there is no material impairment of assets and as such no provision is made as per AS-28 issued by Institute of Chartered Accountants of India. The Company is in process of set of its expansion project and the expenses related thereto have been kept as capital work in progress & No depreciation has been charged thereon.

(b) INVESTMENT :

Investments are carried at cost.

(c) Foreign Currency Loans availed for acquiring fixed assets had been translated at the exchange rate prevailing at the end of the year. The exchange difference on conversion was adjusted to cost of fixed assets.

(d) DEPRECIATION :

Depreciation has been provided on straight line method at the rates specified in Schedule XIV of the Companies Act, 1956 as amended on prorata basis.

(e) INVENTORIES :

The Inventories are valued as under :

(i) Stores & Spares (at cost on FIFO basis) : It includes Coal, Sulphur, Lime, Alum, Salt, Furnace Oil, Activated Carbon, Enzymes and Packing Materials and other stores items.

(ii) Raw Material-Maize (At cost on FIFO Basis).

(iii) Stock in Process (At cost)

(a) Quantity and value of Stock in Process of Raw Starch is not ascertainable on regular basis due to constant change in its contents, which is complex technical in nature, therefore, at the year end on actual & technical basis quantity and value was ascertained.

(b) Quantity of stock in process of Dextrose Plant are ascertained on the basis of daily records maintained by the company and value is ascertained on the basis of actual & technical valuation.

(iv) Finished Goods (At cost or market value whichever is lower) excluding DAH & DMH.

(v) By-products and DAH & DMH (At realisable value).

(vi) The Stock on Consignment lying with other parties duly acknowledged by the custodians are included in the inventories at Market value including Excise Duty paid thereon. The Closing Stock is ascertained on the basis of records available with the Company and the sale will be recognized only after receipt of Statement of Sales if any.

(vii) The sale on Consignment basis are treated as Sales on receipt of Sales Advice from the consignee.

(viii) The Consignment sale is accounted for on net of expenses basis but excise, insurance and commission, freight & other expenses related to consignment are included in consignment sales separately amounting to Rs. 63,31,916/- (71,32,665/-).

(f) 20% of the preoperative expenses incurred till the commencement of production had been treated as Deferred Revenue Expenditure and the same are written off equally over a period of 5 years from the year of commencement of production at Dextrose plant.

- (g) The Preliminary and Public Issue Expenses are written off equally over a period of 10 years from the year of commencement of production at Dextrose Plant. The expenses not related to public issue had been transferred to Deferred Revenue Expenditure and had been written off equally over a period of 5 years from the year of commencement of production at Dextrose Plant.
- (h) **Cenvat Credit :**
- (i) Modvat Credit on Capital Goods has been treated as Cenvat Credit Receivable by reducing the cost of fixed assets and balance if any is included in other advances recoverable in cash or in kind or for value to be received.
 - (ii) For claim of CENVAT Credit on Capital Goods and inputs the classification between Capital Goods and inputs are made on the basis of Excise records.
 - (iii) Modvat Credit on Purchase of raw & other material is reduced from the cost of such materials purchased at the time of purchase itself in excise records and the same accounted for at year end in the accounts.
 - (iv) Credit for Service Tax on Services are availed by reducing the Cost of respective services.
- (i) Interdivisional transfer is not treated as Sales and Raw Material Consumption in view of announcement made by the Institute of Chartered Accountants of India on Accounting Standard (AS) 9. It is not affecting the Profit/loss of the company.
- (j) No provision has been made towards liability for leave encashment benefits. The company is in process to implement it in terms of Revised AS-15 issued by the Institute of Chartered Accountants of India. The amount is not ascertainable as on Balance Sheet date and further the company is in process of implementation.
- (k) The Company has taken a Group Gratuity Policy for providing gratuity benefits under Group Gratuity Scheme for Life Insurance Corporation of India (LIC) and the premium paid to the LIC is charged to Profit & Loss A/c. The payment is made as per computation made by LIC therefore no note is taken of the difference in the amount of actuarial liability and the balance in the fund with LIC. The same is subject to approval of Scheme by Commissioner of Income Tax.

The Company had opted for Group Supreannuation Scheme of LIC of India for its Directors and the contribution paid to LIC of India was charged to the Statement of Profit & Loss. The same was also subject to approval of Scheme by Commissioner of Income Tax. During the year the company has made a payment of Rs.Nil (Nil).

25. CONTINGENT LIABILITY NOT PROVIDED FOR :

- (i) The following cases were pending against the company as confirmed by company's excise consultants :
- (a) **Cases related to classification of Plain Starch as modified Starch: Total Amount Involved Rs.200948751/-**
:-
 - In the opinion of Excise Consultants' since the chemical examiner report clearly says that the starch is plain starch and not modified starch, the pending Show Cause Notices are likely to be dropped on the basis of previous order of the Commissioner.
 - (b) In the matter of disallowance of Cenvat Credit as Common input used in Hydrol and demand of 8%, 10% on the value of clearance of Hydrol : Total Amount Involved Rs.86,75,435/- :-
 - In the opinion of Excise Consultants' moreover recently this issue has already been settled by the Hon'ble High Court of Bombay in the case of RALLIS INDIA LTD. Versus UNION OF INDIA 2009 (233) E.L.T. 301 (Bom.) wherein it was held that Rule 6(b)(3) has no application in case of waste and residue. Thus all the demands has no legal base and will eventually will result into dropping of demands as the Tribunals is bound to follow High Court Orders.
 - (c) Demand for Rs.4,27,981/- Cenvat Credit of Service Tax paid on outward transportation of finished goods :-
 - In the opinion of Excise Consultants' undoubtedly credit on outward transportation can not be denied and the demands will be ultimately dropped.

- (d) Show Cause Notices issued under Rule 6(3)(b) i.e. demand of 10% of the value of exempted goods on the ground of availment of Cenvat Credit Total demand Rs.4,10,05,661/- :-
- In the opinion of Excise Consultants' the aforesaid show cause notices has been issued without ascertaining as to whether the Company has violated the condition of Rule 6. Even if it is assumed that the Company has violated the condition of Rule 6, in that case also the show cause notices will be dropped as in the Finance Act, 2010-11, retrospective amendment has been made wherein it has been provided that the assessee shall reverse the credit of input and input services used in manufacture of exempted goods and after certification of the same by the Chartered Accountant shall file application with the Commissioner who shall order for dropping of all such demands. Thus ultimately the show cause notice are going to be dropped.

No provision for the same has been made on the basis of above contention of the Excise Consultants'.

- (ii) The assessment of Entry Tax, Madhya Pradesh Commercial Tax & Central Sales Tax for the different years are completed and the following demands were raised and are disputed :

(In Rs.) -

	1995-96	1997-98	1998-99
MPST	-	27041	-
Central Sales Tax	140531	91543	254692

The Company has disputed the demand and preferred appeal before appealing authorities. No provision has been made for taxation related to the said demands on the basis of contention of the Board of Directors of the Company that the appeals will be accepted.

- iii) Bank Guarantee fav. Western Coal field Ltd., Nagpur
Krishiupaj Mandi Samiti
Margin Money against above
In form of fixed deposit
- | | | |
|--|----------------|---------------|
| | Rs.12,80,000/- | (9,00,000/-) |
| | Rs. 5,00,000/- | (5,00,000/-) |
| | Rs.11,97,718/- | (10,42,718/-) |
- iv) Court Decree in the case of Smt. Sharda Bai for Rs. 2,53,852/- before Hon'ble MP High Court, Indore out of which Rs. 1,28,000/- has been deposited & kept in advance as appeal is pending against the court Decree & the appeal is likely to be decided in Company's favour.
- v) Mandi tax has been recognized as expenses, which has been given to Mandi Authority to keep in a separate account in pursuance of Court Order and if the money is refunded the same will be considered as Income in that year.

26. Provision on of Income Tax has been made during the year as per Taxation Laws.

27. Estimated amount of contracts remaining to be executed on Capital account are not provided is Rs. 1200 Lacs (600 lacs) against which a sum of Rs.496.10 Lacs (Rs.130.81 Lacs) has been paid as advance.

28. During the year provision has been made in the accounts in respect of Excise duty (Including Cess) of Rs.6,37,778/- (Rs.4,78,390/-) payable on uncleared stock of finished goods lying in the factory premises as on 31/03/2013 and the same has been considered as an element of cost for the purpose of valuation of inventory as on 31/03/2013.

29. The Auditors' Remuneration during the year is as under :

	2011-12	2012-13
Audit Fees Tax Audit & Certification	130500.00	160000.00
Other Services	94000.00	80000.00
Total	<u>224500.00</u>	<u>240000.00</u>

30. Figures for the previous year have been regrouped and recasted wherever necessary.

31. Value of import and indigenous material consumed (please refer Financial Statements).

32. Figures in brackets pertain to the previous year.

33. Debit Credit balances and Balances with Banks are subject to confirmation and reconciliation.

34. Managerial Remuneration includes :

	2011-12	2012-13
Remuneration	8496000.00	8496000.00
Perquisites (Other than Gratuity)	72000.00	72000.00
Gratuity (Ref.Note 1(k) above)	500000.00	377000.00
Contribution to PF & other funds	1035770.00	1097466.00
Total	<u>10103770.00</u>	<u>10042466.00</u>

35. There is a difference of Rs. 5,12,849/- (Rs 5,12,849/-) in books records and Excise records pertaining to earlier years and Current years Excise Duty Accounts, coal consumption details & Stores Accounts are subject to reconciliations and confirmation.

36. In earlier years, the company has acquired the coal from Western Coal Field Ltd. (WCL) through the intermediaries at e-auction price instead of Notified price and the difference was kept as Fixed Deposit which was to be refunded or adjusted as the case may be as per judgments of Hon'ble Court against petition. No adjustments in accounts was made due to uncertainty. During the year 2007-08 on judgment in the favour of coal users, the company received a refund of Rs.27,45,910/- alongwith interest of Rs.4,05,900/- from WCL and the same was treated as miscellaneous income. The balance amount refundable if any is not ascertainable and therefore the same will be accounted for as miscellaneous income if any in the year of receipt.

36A. Export Benefits

The amount available towards Export Benefits under duty exemption or any other Scheme during the years has been ascertained on the basis of available records.

37. (a) In view of insufficient information from suppliers regarding their status as SSI units amount overdue to such undertaking could not be ascertained.

(b) The company is in the process of compiling the additional information require to be disclosed under the Micro Small Enterprises Development Act 2006. The Management does not envisage any material impact on the financial statement in this regard which has been relied upon by the Auditors.

38. The Company has only a single reportable Segment in terms of the requirements of Accounting Standard-17 of the Institute of Chartered Accountants of India.

39. Related party disclosure (AS-18)

Disclosure of related party transactions as per Accounting Standard 18 of the Institute of Chartered Accountants of India.

(a) Key Management personnel :

Dr. Damodar Modi	Chairman & M.D.
Shri Ramdas Goyal	Executive Director
Shri Prakash Bafna	Whole Time Director
Shri Ramesh Chandra Goyal	Whole Time Director
Shri Yogesh Agrawal	Whole Time Director
Smt. Pramila Jajodia	Independent Director
Smt. Shashikala Mangal	Independent Director
Shri Vinod Garg	Independent Director
Shri Ashish Agrawal	Independent Director
Shri Satish Chandra Mangal	Independent Director

Nature and amount of Transactions :

- i) Managerial Remuneration (As detailed in 10 above) Rs.1,00,42,466/- (Rs.1,01,03,770.00) (Subject to approval in Annual General Meeting)
- ii) Amount received as Unsecured Loan Rs.4,24,85,464/- (Rs.3,87,12,157/-) from key Management Personnel & relatives.
- iii) Interest on the above Rs.43,63,581/- (Rs.42,63,009/-).

40. Earning per share (EPS) for the Computation as per (AS 20)

- a. Earning per share (EPS) for the year has been computed in accordance with the Accounting Standard-20 issued by the Institute of Chartered Accountants of India after considering provision for net deferred tax liability for the year as stated in note No.42.
- b. Earning per share (EPS) for the computation as per AS-20.

	For the year ended 31/03/12	For the year ended 31/3/13
Profit/(loss) available for appropriation as per Profit & Loss A/c (Rs.)	26,71,861.00	(82,25,069.18)
Weighted average number of equity shares as on 01/04/2012	60,93,176.00	60,93,176.00
Weighted average number of equity shares as on 31/03/2013	60,93,176.00	60,93,176.00
Nominal value per equity shares (Rs.)	10.00	10.00
Basic and Diluted EPS (Rs.)	0.44	(1.35)

41. Deferred Tax Liabilities (Net)

	Deferred Tax Assets/Liabilities upto 01/04/2012	Current year (charge) credit	Deferred Tax Assets/Liabilities as at 31/03/13
1. Difference between Book & Tax Depreciation	(93,69,207)	11,76,126	(81,93,081)
2. Brought forward/Credit forward Unabsorbed Depreciation	Nil	Nil	Nil
3. Bonus provisions	6,71,868	80,319	7,52,187
Total	(86,97,339)	12,56,445	(74,40,894)

- (a) In accordance with Accounting Standard 22, 'Accounting for Taxes on Income' (AS 22), issued by the Institute of Chartered Accountants of India, the company has adjusted the difference for deferred tax during the year.
- (b) The Company expects to generate taxable income in the coming years which will enable it to utilize the carried forward unabsorbed depreciation and MAT credit.

For TIRUPATI STARCH & CHEMICALS LTD.

AKHILESH GAUTAM
COMPANY SECRETARY

DR.DAMODAR MODI
CHAIRMAN & MANAGING DIRECTOR

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31.03.2013
(Pursuant to the Listing Agreement with Stock Exchange)

	Current Year			Previous Year		
	2012-2013			2011-2012		
A Cash Flow From Operating Activities						
Net Profit/(Loss) before Tax				- 9481274		5104504
Preliminary Expenses			0		0	
Depreciation			9849315		8955008	
Interest/Dividend			11533446		6685532	
Profit on Sale of Fixed Assets			0	21382761	0	15640540
Operating Profit before Working capital changes				11901487		20745044
Adjustments for:						
Sundry Debtors	43852632	46485402	-2632770	37432523	43852632	-6420109
Trade Advances	24961579	16449377	8512203	27200040	24961579	2238460
Inventories	49630808	68950388	-19319581	88717910	49630808	39087103
Trade Payable and Provisions	13510030	25780182	12270152	26588593	13510030	-13078564
Interest paid			0		0	
Deferred Taxes Assets(Provisions)			0	-1169996	0	21826891
Cash Generated from Operation				10731492		42571935
Fringe Benefit Tax (Provision)			0		0	
Income Tax - MAT (Provision)			0		-2504936	
Net Prior year expenses						
Provisions written back						
Income Tax for earlier year excess interest writted back			-240.00		-1108875.00	
Gratuity Written Back				-240		-3613811
Net Cash Flow from Operating Activities				10731252		38958124
B. Cash flow from Investing Activities						
Purchase of Fixed Assets	229377878	328943931	-99566053	204911881	229377878	-24465997
Advance against	13081075	49609969	-36528894	593424	13081075	-12487651
Capital Expenses						
Sundry Creditors for	2166633	4155188	1988555	-533166	2166633	2699799
Capital Goods						
Sale of Investment	1550	1550	0	1550	1550	0
Sale of Fixed Assets		0	0	-134106392		-34253849
				-123375140		4704275
C. Cash Flow from Financing Activities						
Proceeds from Long term borrowings	40165861.3	145464065	105298204	39475226	40165861	690635
Repayment of finance liabilities	0	0	0	0	0	0
Decrease in Deferred Tax	0	0	0	0	0	0
Increase in short term bank	27761037.1	59530972	31769935	0	27761037	-732897
Interest Paid			-11533446	125534693		-6685532
				2159553		-2023518
Opening Cash and Bank Balance				3638033		5661551
Closing Cash and Bank Balance				5797585		3638033
Actual Cash and Bank Balance				5797585		3638033
Difference				1		0

Note :

1. Figures in brackets represents cash outflow.
2. Figures for previous year have been rearranged and re-grouped wherever necessary.
3. For purpose of Trade Advance and Trade Payables current liabilities directly related to other activities have been excluded.
4. Previous years figures have been reclassified to confirm to the current years presentation.

Place : Indore
Date : 30th May, 2013

For : Tirupati Starch & Chemicals Ltd.
Dr. Damodar Modi
Chairman & Managing Director

AUDITORS CERTIFICATE

We have examined the attached Cash Flow Statement of M/s. Tirupati Starch & Chemicals Ltd. for the year ended on 31st March, 2013. The Statement has been prepared by the company in accordance with the requirements of the listing agreements of the Bombay Stock Exchange and is based on and is in agreement with the corresponding profit and loss Account and the Balance Sheet of the company by our report of even date to the members of the company.

Place : Indore
Date : 30th May, 2013

For : Sunil Chandra Goyal & Co.
Chartered Accountants

SUNIL GOYAL
(PROPRIETOR)
Membership No. 71809
FRN : 002658C

TIRUPATI STARCH & CHEMICALS LIMITED

REG. OFFICE - Shreeram Chambers, First Floor,12, Agrawal Nagar, Main Road Indore - 452001

FORM OF ATTENDANCE SLIP AND PROXY

ATTENDANCE SLIP

I hereby record my presence at the Twenty Seventh Annual General Meeting of the Members of the Company to be held on Monday, September 30, 2013 at 1.00 p.m. at Shreeram Chambers, First Floor,12, Agrawal Nagar, Main Road Indore - 452 001.

Full name of the Shareholder (in Block Letters) _____

Folio No.	
DP ID No.	
Client ID No.	
No. of Shares held	

Signature of Member / Proxy

TIRUPATI STARCH & CHEMICALS LIMITED

REG. OFFICE - Shreeram Chambers, First Floor,12, Agrawal Nagar, Main Road Indore - 452001

PROXY FORM

I/We _____ of _____ of _____ being Member/Members of Tirupati Starch & Chemicals Limited hereby appoint Mr./ Ms. _____ of _____ my/our proxy to vote for me/us on my/our behalf at the Twenty Seventh Annual General Meeting of the Company to be held on Monday, September 30 2013 at 1.00 p.m. or any adjournment thereof.

Signed this _____ day of _____ 2013

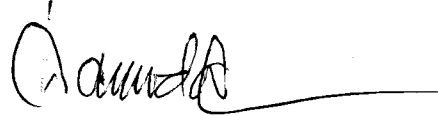
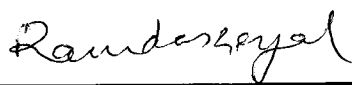

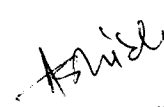
Folio No.	
DP ID No.	
Client ID No.	
No. of Shares held	

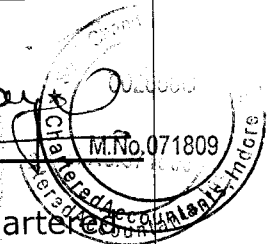
Signature of Member
(Affix a Revenue Stamp)

Note : This Proxy Form, in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the Meeting.

FORM B

Format of Covering Letter of the annual audit report to be filed
with the stock exchanges

1	Name of the Company	Tirupati Starch & Chemicals Limited
2	Annual Financial statements for the year ended	March 31 st , 2013
3	Type of Audit observation	Subject to
4	Frequency of observation	As per Annexure 1 (enclosed)
5	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	As per Annexure 1 (enclosed)
6	Additional comments from the board/audit committee chair:	As per Annexure 1 (enclosed)
7	To be signed by	
	<ul style="list-style-type: none"> • CEO/Managing Director • CFO/Executive Director • Auditor of the Company • Audit Committee Chairman 	<div style="margin-bottom: 10px;">  <hr/> (Dr. Damodar Modi) </div> <div style="margin-bottom: 10px;">  <hr/> (Shri Ramdas Goyal) </div> <div style="margin-bottom: 10px;">  <hr/> (Shri Sunil Chandra Goyal) Sunil Chandra Goyal & Co. Chartered Accountant </div> <div style="margin-bottom: 10px;">  <hr/> (Shri Ashish Agrawal) </div>



Annexure to Form B		(31.03.2013)	
Type of Audit Qualification is :subject to and which are the followings:			
S.No. Notes on Accounts	Appearing Since How many years	Details	Management Response
1(e)(vi)	2001	The Stock On Consignment Lying With other Parties Duly Acknowledged By the custodians are included In the inventories at Warket Value Including Excise Duty Paid Thereon .The Closing Stock Is Ascertained on the Basis of records Available With the Company and the Sale Will be recognized Only After receipts of Statement Of Sales If any .	Now ,Generally all the certificates are available
1(e)(vii)	2001	The Sales on Consignment basis are treated as sales as Sales on receipts of sales Advice from the Consignee	It is informative only.
1(e)(viii)	2003	The Consignment sale is accounted for on net of expenses basis but excise .Insurance and Commission ,freight &Other expenses related to Consignment are included in consignment Sales Separately Amounting to Rs.6331916/- (7132665/-).	It is the company's practice to account for the the consignment sale on net of expenses basis but to ascertain Excise,Insurance and commission , Freight and other expenses related to consignment .Although the figure is ascertained separately
1(j)	2001	No provision has been made owards liability for leave encashment benefits . The company is in process to implement it in term of Revised AS-15 issued by the Institute of C hartered Accountants of India .The amount is not ascertainable as on Balance Sheet date and further the campany is in process of implementation.	Now , the same will be ascertained and will be accounted for shortly.
1(k)	2001	The Compnay had opted for Group Supeannuation Scheme of LIC of India for its Directors and the contribution paid to LIC of India was charged to the Statement of Profit & Loss A/c. The payment is made as per computation made by LIC therefore no note is taken of the difference in the amount of actuarial liability and the balance in the fund with LIC . The same is subject to approval of scheme by Commissioner of income Tax.	The application with the Commissioner of Income Tax has been filed and it is approval is awited
25 (v)	FY 11-12	Mandi tax has been recognized as expenses which has been given to Mandi Authority to keep in a separate account in pursuance of Court Order and if the money is refunded the same will be considered as income in the year .	It is subject to Court Order and self expanatory



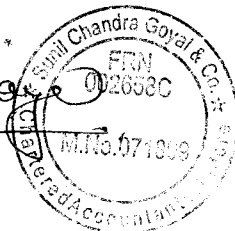
(Handwritten Signature)

28	2009	During the year provision has been made in the accounts in respect of Excise duty (Including Cess) of Rs.6.37778/- (Rs.478309/-) payabel on uncleared stock of finished goods lying in the factory premises as on 31/03/2013 and the same has been considered as an element of cost for the purpose of valuation of inventory as on 31/03/2013.	It is self explanatory and the position is in accordance of law and accounting practices.
35	2001	There is a difference of Rs.512849/- (Rs512849/-) in books records and Excise records pertaining to earlier years and Current years Excise Duty Accounts ,coal consumption detail & Stores Accounts are subject to reconciliations and confirmation .	It is very old difference and it is difficult to trace the difference and next year the entry will be adjusted through proper proceedure.
36	2009	In earlier years ,the company has acquired the coal from Western Coal Field Ltd. (WCL) through the intermediaries at e- auction price instead of Notified price and the difference was kept as Fixed Deposit which was to be refunded or adjusted as the case may be as per judgments of Hon'ble court against petition .No Adjustments in accounts was made due to uncertainty. During the yaer 2007 -08 on judgment in the favour of coal users the company received a refund of Rs.2745910 /- alongwith interest of Rs 405900/- from WCL and the smae was treated as miscellaneous income .The balance amount refundable if any is not ascertainable and therefore the same will be accounted for as miscellaneous income if any in the year of receipt.	The company was expecting to receive further refund from the WCL and since the amount is not ascertainable and no proper response is available from WCL, the same is kept pending and current year the same will be adjusted through proper proceedure
36A	2009	Export Benefits The amount available towards Export Benefits under duty exemption or any other scheme during the year has been ascertained on the basis of available records.	The amount is not ascertained at the end of the year although it is accounted for as soon as it is received.

For Sunil chandra Goyal & Co.,
Chartered Accountants,

Sunil Goyal

(Sunil Goyal)
Prop
M.N. 071809
FRN 002658C



Sunil Goyal