

2013-14

Bhairavnath Sugar Works Ltd

Annual Report





BHAIRAVNATH SUGAR WORKS LIMITED

Registered Office : "SAWANT CORNER", S. No 84/2E/1/5,

3rd Floor, Katraj, Pune- 411046. Phone : (020) 24317386.

Fax : (020) 24317389/24317360

Email : anilsawant10@gmail.com **CIN No. :** U15421PN2000PLC134301.

VAT No. - 27820649494V

CST No. - 27820649494C

PAN No.- AADCB0529M

Shri. Tanaji Sawant
Chairman

Shri. Shivaji Sawant
Vice Chairman

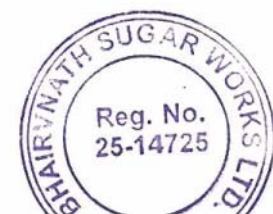
NOTICE

Notice is hereby given that the Annual General Meeting of the members of **Bhairavnath Sugar Works Limited** will be held on Tuesday the 30th September, 2014 at the Registered Office of the Company at **S.No.84/2E/1/5** to 7, 9 & 10, Shop **No.11&12**, Gr. Floor **Sawant Cnr**, Pune Satara By Pass Highway **Cwk**, Katraj, Pune - **411 046** at 3.00 P.M to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2014, the Statement of Profit & Loss Account for the year ended on that date and the Reports of Directors and the Auditors thereon.
2. To appoint a director in place of Mr. Tanaji Sawant, a director who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a director in place of Mr. Kalidas Sawant, a director who retires by rotation and being eligible offers himself for reappointment.
4. To appoint a director in place of Mr. Dhananjay Sawant, a director who retires by rotation and being eligible offers himself for reappointment.
5. To appoint Statutory Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration and for the purpose, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 139 of the Companies Act, 2013 the retiring Auditors, M/s. P. C Patil & Associates, Chartered Accountants (Registration No. 123467W), be and are hereby reappointed as Auditors of the Company to hold office for a term of Three (3) years subject to ratification by members at every Annual General Meeting from the conclusion of this meeting until the conclusion of the Annual General Meeting at such remuneration as may be determined by the Board of Directors of the Company from time to time."



SPECIAL BUSINESS:

6. To consider & if thought fit, to pass, with or without **modification(s)**, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149 of the Companies Act, 2013 and the Rules made thereunder and the Articles of Association of the Company, Mr. Ravindranath Nivritti Shelar (DIN 06741387), who was appointed as an **Additional** Director of the Company by the Board of Directors with effect from 19th November, 2013 and who **holds office** up to the date of this Annual General Meeting of the Company in terms of Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing from a **member** under the provisions of Section 160 of the Companies Act, 2013, proposing his candidature for the office of a Director be and is hereby appointed as a Director of the Company, liable to retire by rotation."

7. To approve the remuneration of the Cost Auditors for the financial year ending March 31, 2015 and in this regard to consider and if thought fit, to pass, with or without **modification(s)**, the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory **modification(s)** or re-enactment thereof, for the time being in force), the Cost Auditor appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2015, be paid the remuneration as set out in the Statement annexed to the Notice convening this Meeting.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, proper, desirable or expedient for the purpose of giving effect to this resolution."

8. To consider and if thought fit, to pass with or without modifications, the following resolution as a **Special Resolution**:



"RESOLVED THAT pursuant to Section 180 (1) (a) of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013 (including any statutory modifications or re-enactments thereof for the time being in force), the consent of the Company be and is hereby accorded to Board of Directors of the Company (Board) which shall be deemed to include any Committee thereof, which the Board may have constituted or **hereinafter** constitute to exercise its powers including the powers conferred by this resolution and with the power to delegate such authority to any person or person (s) to mortgage / charge / hypothecate I encumber any of its movable and I or immovable properties wherever situated both present and future or to sell, lease or otherwise dispose off the whole or substantially the whole of the undertaking of the Company or where the Company owns more than one undertaking, of the whole or substantially the whole of any such **undertaking(s)** and to create a mortgage / charge I hypothecate I encumber, on such terms and conditions at such **time(s)** and in such form and manner, and with such ranking as to priority as the Board in its absolute discretion thinks fit on the whole or substantially the whole of the Company's any one or more of the undertaking or all of the undertakings of the Company in favour of any **bank(s)** or **body(ies)** Corporate or **person(s)**, whether the members of the Company or not, together with interest, cost, charges and expenses thereon for amount not exceeding Rs. 1000 Crores (Rupees One Thousand Crores only) over and above the aggregate of the paid-up Capital and free reserves (that is, reserves not set apart for any specific purpose) of the Company.

RESOLVED FURTHER THAT mortgage I charge I hypothecate / encumber to be created by the Company aforesaid may rank prior I pari passu / subservient with/to the mortgage I charge I hypothecation I encumbrance already created or to be created by the Company as may be agreed to between the concerned parties.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorised to finalise, settle and execute such documents I deeds I writings I papers / agreements as may be required and to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, proper or desirable and to **settle** any question, difficulty or doubt relating thereto that may arise in regard to creating mortgage / charge as aforesaid."

9. To consider and if thought fit, to pass with or without modifications, the following resolution as a Special Resolution:



"RESOLVED **THAT** pursuant to ~~the~~ provisions of Section 180 (1) (c) and other applicable provisions, if any, of the Companies **Act**, 2013 (including any statutory **modification(s)** or re-enactment thereof for the time being in force) and Rules made thereunder, approval of the **Members** be and is hereby accorded to authorize the Board of **Directors of the Company (Board)** which shall be **deemed** to **include any Committee** thereof, which the Board may have constituted or hereinafter constitute to exercise its powers including the **powers** conferred by this resolution and with the power to delegate such authority to any **person(s)**, to borrow moneys in excess of the aggregate of the **paid-up** share capital and free reserves of the Company, provided that the total **amount** borrowed and outstanding at any point of time, **apart** from temporary loans obtained/ to be obtained from the Company's Bankers in the ordinary course of business, shall not be in excess of 'Rs 1,000 Crore (Rupees One Thousand Crore only) over and above the aggregate of the paid-up capital and free reserves (that is. reserves not set apart for any **specific** purpose) of the Company and that the Board be and is hereby empowered and authorised to arrange or fix the terms and conditions of all such moneys to be borrowed from time to time as to interest, repayment, security or otherwise as they may, in their absolute discretion, think fit.

RESOLVED FURTHER **THAT** for the purpose of giving effect to this resolution, the Board be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, proper or desirable and to settle any question. **difficulty** or doubt that may be **necessary**, proper, desirable or expedient to give effect to this resolution."

10. To consider and if thought fit, to pass with or without modifications, the following resolution as a Special Resolution:

"RESOLVED **THAT** pursuant to Section 186 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory **modification(s)** or re-enactment thereof for the time being in force) and such other approvals, consents, sanctions and permissions of appropriate authorities, departments or bodies as may be necessary, the consent of the Company be and is hereby accorded to the Board of Directors of the Company to give loan(s) to any person or other body corporate and/or give any **guarantee(s)/provide** any **security(ies)** in connection with **loan(s)** made to any other body corporate or person **and/or** to acquire by way of subscription, purchase or otherwise the securities of any body corporate up to a limit not exceeding Rs. 100 Crores (Rupees Hundred Crores Only) notwithstanding that the aggregate of the loans, guarantees or securities so far given or to be given to and/or securities so



far acquired or to be acquired in all bodies corporate may exceed the limits prescribed under the said section.

RESOLVED **FURTHER** THAT the Board of Directors of the Company be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and execute all deeds, applications, documents and writings that may be required, on behalf of the Company and also to delegate all or any of the above powers to the Committee of Directors, if any, and generally to do all acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid Resolution."

By Order of the Board of Directors




TANAJI SAWANT
CHAIRMAN

Date: 02.09.2014

Place: Pune

NOTE:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING A PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE **MEETING. PROXIES** SUBMITTED ON **BEHALF OF** BANKS, FINANCIAL INSTITUTIONS, LIMITED COMPANIES, SOCIETIES, ETC., MUST BE SUPPORTED BY APPROPRIATE **RESOLUTIONS/AUTHORITY**, AS APPLICABLE.
2. The explanatory statement under section 102 of the companies act, 2013 is annexed herewith and forms part of the notice.
3. Members seeking any information with regard to the accounts, are requested to write to the company at an early date, so as to enable the management to keep the information ready at the meeting.



ANNEXURE TO THE NOTICE

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013.

ITEM Nos. 6:

Mr. Ravindranath Nivritti Shelar was appointed as an Additional Director with effect from November 19, 2013 pursuant to the provisions of Section 161 of the Companies Act, 2013. Mr. Ravindranath Shelar will hold the office of a Director up to the date of the ensuing Annual General Meeting. The Company has received a notice in writing from a Member under Section 160 of the Companies Act, 1956, proposing the candidature of Mr. Ravindranath Shelar, as Director of the Company.

The Board feels that presence of Mr. Mr. Ravindranath Shelar on the Board is desirable and would be beneficial in the interest of the Company and hence recommend resolution No. 6 for adoption.

None of your Directors, Key Managerial Personnel or their relatives except Mr. Ravindranath Shelar are deemed to be concerned or interested in above resolution.

ITEM No. 7:

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of Harshad S. Deshpande, Cost Auditors, to conduct the audit of the Cost records of the Company for the financial year ending March 31, 2015 on the remuneration of Rs 1,00,000 including applicable government taxes, traveling and out of pocket expenses at actual.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the members of the Company.

Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 7 of the Notice for ratification of the remuneration payable to the Cost Auditors of the Company for the financial year ending March 31, 2015.



None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice.

The Board of Directors recommends this enabling resolution for approval of the members.

ITEM No. 8:

In view of the Company's project, the Company will have to take financial assistance from Banks or Financial Institutions. The borrowings by the Company will require the provision of security in form of mortgage or may require transfer, sale, etc. of any of the properties of the Company, the terms of which will have to be finalized, for which it is necessary to seek the approval of the members for transfer, sale, mortgage, etc. under section 180(1)(a) of the Companies Act, 2013. In these circumstances the sanction of the members is being taken to enable the Directors to transfer, sell, mortgage and / or dispose off in any other manner any of the properties of the Company, provided the total value of the properties so transferred, sold, mortgaged and / or disposed off in any other manner shall not exceed the sum of Rs. Rs 1,000 Crore (Rupees One Thousand Crore only).

None of the Directors, Key Managerial Personnel of the Company or their relatives are concerned or in any way interested in this resolution.

The Board of Directors recommends this enabling resolution for approval of the members.

ITEM No. 9:

Company being in sugar industry, which is a capital intensive sector, requires from time to time to further borrow money from one or more bank, financial institution, body corporate, firms and persons. The aforesaid borrowings may exceed the paid up share capital and free reserves of the Company. Approval of the members under section 180(1)(c) of the Companies Act, 2013 is required for the purpose of authorizing the Board to make borrowing in excess of the paid up share capital and free reserves which shall not exceed the sum of Rs. Rs 1,000 Crore (Rupees One Thousand Crore only).

None of the Directors, Key Managerial Personnel of the Company or their relatives are concerned or in any way interested in this resolution



The Board of Directors recommends this enabling resolution for approval of the members.

ITEM No. 10:

As per the provisions of Section 186 of the Companies Act, 2013, the Board of Directors of a Company can make any loan, investment or give guarantee or provide any security beyond the prescribed ceiling of i) Sixty per cent of the aggregate of the paid-up capital and free reserves and securities premium account or, ii) One Hundred per cent of its free reserves and securities premium account, whichever is more, if special resolution is passed by the members of the Company.

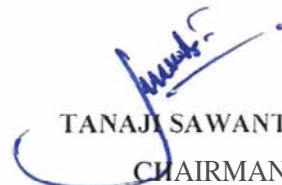
As a measure of achieving greater financial flexibility and to enable optimal financing structure, this permission is sought pursuant to the provisions of Section 186 of the Companies Act, 2013 to give powers to the Board of Directors or any duly constituted committee thereof, for making further investment, providing loans or give guarantee or provide security in connection with loans to any other person or body corporate, for an amount not exceeding Rs. 100 Crores (Rupees Hundred Crores Only). The investment(s), loan(s), guarantee(s) and security (ies), as the case may be, will be made in accordance with the applicable provisions of the Companies Act, 2013 and relevant rules made there under.

None of the Directors, Key Managerial Personnel of the Company or their relatives are concerned or in any way interested in this resolution.

The Board of Directors recommends this enabling resolution for approval of the members.

By Order of the Board of Directors




TANAJI SAWANT
CHAIRMAN

Date: 02.09.2014

Place: Pune

Directors' Report

2013-14



BHAIRAVNATH SUGAR WORKS LIMITED

Registered Office : "SAWANTCORNER" . S. No. 84/2E/1/5,
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VAT No. - 27820649494V
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PAM No. - AADCB0529M

Shri. Tanaji Sawant
Chairman

Shri. Shivaji Sawant
Vice Chairman

DIRECTORS' REPORT

Your Directors are pleased to present the Annual Report together with the Audited Accounts of your Company for the financial year ended 31st March 2014.

FINANCIAL RESULTS:

The financial performance of the Company during the year under review is as follows:

(Amount in Rs)

Particulars	Year ended 31.03.2014	Year ended 31.03.2013
Revenue from operations & Other Income	2333995734.35	3761054283.42
Less: Total Expenses	2280898301.15	3698887357.43
Profit before exceptional & extraordinary items & tax	53097433.20	62166925.99
Less: Exceptional & extraordinary items	0.00	0.00
Profit Before Tax	53097433.20	62166925.99
Less: Tax Expense	7475225.00	1812178.00
Current Tax	7475225.00	10429473.00
Deferred Tax	0.00	(86 17295.00)
Profit for the period	45622208.20	60354747.99



DIVIDEND:-

In order to conserve resources, the Board does not recommend payment of any dividend for the financial year.

FIXED DEPOSITS:

The Company has not accepted any fixed deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules made there under.

RESEARCH & DEVELOPMENT:

The Research and Development (R&D) centre of your Company is actively engaged up-gradation of production, processes and development of quality products ensuring technological leadership for your Company in the years to come.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirements under Section 217(2AA) of the Companies Act, 1956 with respect to the Directors' Responsibility Statement, your Directors confirm that:

- (i) in the preparation of the annual accounts for the financial year ended 31st March, 2014, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) they have selected such accounting policies and applied them consistently and made judgments and estimates have been made that are reasonable and prudent so as to give a **true** and fair view of the state of affairs of your Company at the end of the financial year ended 31st March 2014 and of the profits of your Company for the financial year ended 31st March 2014;
- (iii) **proper** and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;



(iv) the annual accounts for the financial year ended 31st March, 2014 have been prepared on a 'Going Concern' basis.

INSURANCE:

All the assets of your Company, including Plant & Machinery, Buildings, and Equipments etc. have been adequately insured.

DIRECTORS:

Mr. Tanaji Sawant, Mr. Kalidas Sawant and Mr. Dhananjay Sawant, retire by rotation and being eligible offer themselves for reappointment.

During the year, the Board of Directors at their meeting held on 19th November, 2013 has de-designated Mr. Tanaji Sawant from Managing Director to director and appointed Mr. Ravindranath Nivritti Shelar (DIN 06741387) as an additional Director and also the Managing Director of the Company for a period of 5 years with effect from 20th November, 2013.

AUDITORS:

M/s. P. C. Patil & Co., Chartered Accountants, Statutory Auditors retire at the ensuing Annual General Meeting and being eligible, have expressed their willingness to continue, if so appointed. As required under the provisions of Section 139 of the Companies Act, 2013, your Company has received a written certificate from the Statutory Auditors proposed to be re-appointed to the effect that their re-appointment, if made, would be in conformity with the limits prescribed under the said Section of the Companies Act, 2013.

A proposal seeking their re-appointment is provided as a part of the Notice convening the ensuing Annual General Meeting.

COST AUDITOR :

Mr. Harshad Deshpande was reappointed as Cost Auditor for the financial year 2013-14. Appointment for financial year 2014-15 will be considered after notification of Cost Audit Rules to be prescribed u/s 148 of the Companies Act, 2013.



COMPOSITION OF AUDIT COMMITTEE:

The Audit Committee presently comprises of three Directors under the Chairmanship of Mr. Tanaji Sawant and the other members of the Committee are Mr. Shivaji Sawant and Mr. Ravindranath Shelar.

KEY MANAGERIAL PERSONNEL:

Pursuant to Section 203 of the Companies Act, 2013, your Company is required to appoint Key Managerial Personnel. Accordingly, your Company has appointed its Key Managerial Personnel viz., Mr. Ravindranath Shelar as the Managing Director and ~~Mrs.~~ Priyanka Shitole as the Company Secretary. All the two Key Managerial Personnel prescribed under the said Act were in the employment of your Company even prior to the Companies Act, 2013 became applicable.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

Your Company has been voluntarily undertaking various Corporate Social Responsibility (CSR) initiatives. Pursuant to the provisions of Section 135 of the Companies Act, 2013, and the rules framed there under, your Company's social welfare and community development initiatives focus on the key areas like Tree Plantation, Sarnudaik Vivah Sohala, Water Tank Distribution, Donation of Ambulance to be undertaken by the Company as per CSR Policy for consideration and approval by the Board of Directors.

VIGIL MECHANISM:

Your Company has established a Vigil Mechanism Policy for its Directors and employees to safeguard against victimization of persons who use vigil mechanism and report genuine concerns. The Audit Committee of your Company shall oversee the vigil mechanism.

CONSERVATION OF ENERGY. TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information as required in terms of the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, regarding conservation of energy, technology absorption and foreign exchange earnings and outgo is as below:



a) Conservation of energy- The Company has taken the necessary steps to have the utilization of energy to minimum. Annexure **attached**.

b) Technology absorption- Not applicable

c) Foreign exchange earnings and outgo- Nil

PARTICULARS OF EMPLOYEES:

There was no employee whose remuneration was in excess of the limits prescribed under Section 217 (2A) of the Companies Act, 1956.

INDUSTRIAL RELATIONS:

Industrial relations remained peaceful and cordial throughout the year under review

ACKNOWLEDGEMENT:

Your Directors thank Customers, Suppliers, Members, and Employees for their continued support. Your directors also gratefully acknowledge the co-operation and assistance received from the Bankers with whom the Company is associated, Central and State Government authorities for their continued support and valuable assistance.

By Order of the Board of Directors




TANAJI SAWANT
CHAIRMAN

Date: 02.09.2014

Place: Pune

Information as required under Section **217(1)(e)** of the Companies **Act,1956** read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988

A. CONSERVATION OF ENERGY:

a) Energy Conservation measures taken :

For Sonari Unit:

- 1) Replacement of incandescent bulb by CFL
- 2) Installation of high efficient planetary gear boxes & VFD
- 3) **Proper** insulation of steam & hot water piping
- 4) Use of energy efficient motors.
- 5) Use of Teflon bearing instead of CM wherever possible.
- 6) Make up water to boiler through DM plant to reduce blow down.
- 7) Regulator monitoring of steam traps & drains.

For **Vihal** Unit :

- 1) Electrical Consumption taken by Energy meters,
- 2) Steam and water Consumption taken by Flow meters.

b) Additional investments and proposals for reduction of consumption of energy:

For **Vihal** Unit:

- 1) Want to connect the H.T capacitors for Fiberizer,
- 2) VFD's required for SA fans, MCW pumps, ACW pumps and CT fans.

c) Impact of the above measures :

For Sonari Unit:

- 1) Reduced Power consumption.
- 2) Reduced steam consumption
- 3) Improved boiler efficiency.
- 4) Increased steam / bagasse ratio

For **Vihal** Unit:

- 1) Improve the P.F and low power consumption.

d) Total energy consumption **and** energy consumption per unit of Production:

As per Attached Sheet



e) Research & Development:

The Research and Development (R&D) centre of your Company is actively engaged up-gradation of production, processes and development of quality products ensuring technological leadership for your Company in the years to come.

B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

For Vihal **Unit:**

1) VFD's was fitted for crane unloader.



Auditors' Report

2013-14

Ref. No :

Date :

INDEPENDENT AUDITOR'S REPORT

To
The Members
Bhairavnath Sugar Works Ltd.
Pune. 411 046

Report on the Financial Statements

We have audited the accompanying financial statements of Bhairavnath Sugar Works Limited, which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year ended, March 31, 2014 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 1956 Act") (which continues to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and relevant provisions of the 1956 Act / 2013 Act, as applicable. 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.

Auditors' 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**.



Branch Offices:

1. At Sangli
Pandurang Banglow,
South Shivajinagar,
Samarth Chowk,

2. At Belgaum
S-1, Herambha Plaza,
Civil Hospital Road,
Belgaum-590001.

3. At Belgaum
Office 1385-A,
1st Floor, Basavan Galli
Belgaum-590002.

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 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 31st, 2014;

(b) In the case of the Profit and Loss Account, of the profit 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

As required by the Companies (Auditors' 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.

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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;



(d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;

(e) On the basis of written representations received from the directors as on March 31st, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31st, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

(f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Act nor has it issued any rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the company.

Place : Pune

Date : 02/09/2014

For P. C. PATIL & ASSOCIATES

Chartered Accountants

FRN: 123467W

A circular blue stamp of the Institute of Cost Accountants of India (ICAI) is visible. The text inside the stamp includes 'INSTITUTE OF COST ACCOUNTANTS OF INDIA', 'FRN No. 123467W', and 'PUNE'. A handwritten signature in blue ink is written over the stamp.

Partner

CA. Premchand Patil

Membership Number: 113836

***THE ANNEXURE REFERRED TO IN PARA 1 OF OUR REPORT OF EVEN DATE TO
THE MEMBERS OF BHAIKAVNATH SUGAR WORKS LIMITED ON THE
ACCOUNTS OF THE COMPANY FOR THE YEAR ENDED MARCH 31, 2014.***

On the basis of such checks as we considered appropriate to the information and explanation given to us during the course of our audit, we report that:

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.

(b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies between the book records and the physical inventory have been noticed on such verification.

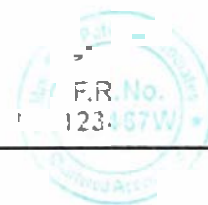
(c) The Company has not disposed off substantial part of the Fixed Assets during the year.
2. (a) As explained to us, Inventories have been physically verified during the year by the management at reasonable intervals and in our opinion, the frequency of verification is reasonable.

(b) In our opinion and according to the information and explanations given to us, the procedures of the physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) In our opinion and on the basis of our examination of the records, the Company is maintaining proper records of inventories and as explained to us, no material discrepancies were noticed on physical verification of stocks as compared to book records.
3. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted but taken loans, secured or unsecured from Companies, Firms or other Parties covered in the register maintained under section 301 of the Companies Act, 1956.

(b) As the Company has not granted any loans, the clause of whether the rate of interest & other terms and conditions on which loans have been granted to parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.

(c) As no loans are granted by company, the clause of receipt of interest & principal amount from parties is not applicable to the company.



- (d) No loans have been granted to Companies, Firms & other parties listed in the register under section 301 of the Companies Act, 1956, hence overdue amount of more than rupees one lakh does not arise and the clause is not applicable.
- (e) The company has taken loans without interest from the directors and the Shareholders, the clause of whether the rate of interest & Other terms and conditions on which loans have been taken from parties listed in the register maintained under section 301 is prejudicial to the interest of company, is not applicable.
4. In our opinion and according to the information and explanations given to us, there is generally adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and for sale of goods. During the course of our audit, no major instance of continuing failure by the company to correct any major weaknesses in internal control has been noticed.
5. (a) Based on the audit procedure applied by us and according to the information and explanations provided by the management, the particulars of contracts or arrangements referred to in section 301 of the act have been entered in the register required to be maintained under that section.
- (b) According to the information and explanations given to us and in our opinion, the transactions are made at prices, which are prima facie, reasonable having regard to the prevailing market prices at the relevant time.
6. The Company has not accepted any deposits from the public and hence the applicability of the clause of directives issued by the Reserve Bank of India and provisions of section 58A and 58AA or any other relevant provisions of the Act, and the rules framed there under does not arise. As per information and explanations given to us the order from the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal has not been received by the Company.
7. In our opinion, the company is having internal audit system, commensurate with its size and nature of its business
8. As per information and explanations given by the management, maintenance of cost records has been prescribed by the Central Government under clause (d) of sub section (1) of section 209 of the Act and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
9. (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Income Tax, Vat, Service Tax, Excise Duty, Cess to the extent applicable and other statutory dues have generally been regularly deposited



with the appropriate authorities. According to the information and explanations given to us, there were no outstanding statutory dues as on March 31, 2014 for the period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, **no** undisputed amounts are payable in respect of income tax, wealth tax, service tax, and excise duty as applicable to the company which had not been deposited on account of any dispute.
10. The company had accumulated losses but has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the company has not defaulted in the repayment of dues to the financial institution, banks etc.
12. According to the information and explanations given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities and hence applicability of the clause regarding maintenance of adequate documents in respect of loans does **not** arise.
- 13 The Company is not covered by the provisions of special statute applicable to Chit Fund in respect of **Nidhi/Mutual Benefit Fund/Societies**.
14. According to the information and explanations given to us, the company is not dealing or trading in shares, securities, Debentures and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others, from Banks or Financial Institutions. However the company has given guarantees for benefit of member farmers to avail bank loans for cultivation of sugar cane which will be supplied to factories.
16. Based on our audit procedures and on the information and explanations given by the management, we report that, the Company has obtained Term Loans & the repayment is in order.
17. According to the information and explanations given to us, no funds are raised on short-term basis have been used for long-term investment by the company.
18. According to the information and explanations given to us, the Company has made preferential allotment of Shares to parties and Companies covered in the Register maintained under section 301 of the Companies Act, 1956 by way of right issue and the same were issued at face value.



19. According to the information and explanations given to us, the company does not have any debentures and hence the applicability of the clause regarding the creation of security or charge in respect of debentures issued does not arise.
20. According to information and explanations given to us, the company has not raised money by way of public issues during the year hence the clause regarding the disclosure by the management on the end use of money raised by Public Issue is not applicable.
21. During the course of our examination of books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the Management.

Place: Pune

Date: 02/09/2014

For P.C Patil & Associates
Chartered Accountants
FRN: 123467W

A circular blue stamp is visible behind the signature. The text inside the stamp includes "FRN: 123467W" and "Chartered Accountants". The signature is written in blue ink and appears to be "P. Patil".

Partner
CA Premchand C. Patil
M. No. 113836



BHAIKAVNATH SUGAR WORK LTD.

AUDITED FINANCIAL REPORT
FOR THE FINANCIAL YEAR

2013-14

Balance Sheet As At 31/03/2014				
	Particulars	Note No	Figures for Current reporting Period	Figures for previous reporting Period
	1	2	3	4
I	EQUITY AND LIABILITIES			
1	Shareholder's funds			
a	Share Capital	1	1030000000.00	535000000.00
b	Reserves & Surplus	2	18795761.29	-26826446.91
2	Share Application money pending allotment	3	275350300.00	275000000.00
3	Non-current liabilities			
a	Long Term Borrowings			
	From Banks	4	602667101.57	593350216.48
	From Government : SDF Assistance		200968450.00	82098550.00
	From Others	5	19096075.00	20000000.00
	From Related Parties	6	274799450.00	30002043.50
b	Deferred Tax Liabilities (Net)		0.00	3842353.00
c	Other Long Term Liabilities		0.00	0.00
d	Long Term Provisions		0.00	0.00
	Current Liabilities			
a	Short Term Borrowings		2751606413.44	2661909358.12
b	Trade Payables	7	392590920.98	66062364.62
c	Other Current Liabilities	8	279064495.18	601114200.43
d	Current Maturities of Long Term Debts	9	189417928.05	187749210.28
e	Branch & Divisions		0.00	0.00
f	Short Term Provisions	10	16669078.00	36510112.00
	TOTAL		6051025973.51	5065811961.52
II	ASSETS			
1	Non Current Assets			
a	Fixed Assets			
	(i) Tangible Assets	11	2705992530.51	2032071794.44
	(ii) Intangible Assets		0.00	0.00
	(iii) Capital Work in Progress		0.00	0.00
	(iv) Intangible assets under development		0.00	0.00
b	Non Current Investments			
	Deposits		128942647.64	16634651.00
c	Deferred Tax Assets (Net)		10268158.00	0.00
d	Long Term Loans & Advances		0.00	0.00
e	Other Non current assets			
	Miscellaneous Expenditure	12	349124731.26	29237913.44
	Current Assets			
a	Current Investments		0.00	0.00
b	Inventories	13	2457559236.00	2182743763.00
c	Trade receivables	14	57034672.62	486322554.36
d	Cash & Cash equivalents	15	222872939.96	62816250.21
e	Short Term Loans & advances	16	14199955.61	50267537.87
f	Other Current Assets	17	105031101.91	205717497.20
	TOTAL		6051025973.51	5065811961.52

The schedules and notes to accounts referred above form an integral part of Financial statements

As per our report of even date

For P. C. Patil & Associa

Chartered Accountants

Partner

CA P. C. Patil

Place: Pune

Date : 02/09/2014

SUGAR W

For Bhairavnath Sugar Works Limited

Reg. No.
25-14725Prof. Shri T. J. Sawant
ChairmanProf. Shri. S. J. Sawant
Vice Chairman

Profit and loss statement for the year ended 31/03/2014					
		Particulars	Note No	Figures for Current reporting Period	Figures for previous reporting Period
		1	2	3	4
I		Revenue from operations	18	2313150632.72	3710844925.13
II		Other Income		20815101.63	20209358.29
III		Total Revenue (I + II)		2333995734.35	3761054283.42
IV		Expenses			
		Cost of material consumed (a - b)		1330112909.13	2814849447.78
	a	Purchases		1604928382.13	2722848119.78
	b	Changes in inventories of finished goods, work in progress and stock in trade	19	274815473.00	-92001328.00
	c	Employee benefits expenses		88605544.00	89261319.00
	d	Finance Cost		379989243.51	386856853.80
	e	Depreciation and amortisation expenses	20	299621027.18	279032234.18
	f	Other Expenses	21	182569577.33	128887502.67
		Total Expenses		2280898301.15	3698887357.43
V		Profit before exceptional and extraordinary items and tax (III - IV)		53097433.20	62166925.99
VI		Exceptional Items		0.00	0.00
VII		Profit before extraordinary items and tax (V - VI)		53097433.20	62166925.99
VIII		Extraordinary Items		0.00	0.00
IX		Profit Before Tax (VII - VIII)		53097433.20	62166925.99
X		Tax Expenses		7475225.00	1812178.00
	1	Current Tax		7475225.00	10429473.00
	2	Deferred Tax		0.00	-8617295.00
XI		Profit for the period from continuing operations (IX - X)		45622208.20	60354747.99
XII		Profit from discontinuing operations		0.00	0.00
XIII		Tax expenses of discontinuing operations		0.00	0.00
XIV		Profit from discontinuing operations after tax (XII - XIII)		0.00	0.00
XV		Profit for the period (XI + XIV)		45622208.20	60354747.99
XVI		Earnings per equity share			
	1	Basic		0.44	1.13
	2	Diluted		0.44	1.13

The schedules and notes to accounts referred above form an integral part of Financial statements

As per our report of even date

For P.C Patil & Associates
Chartered Accountants

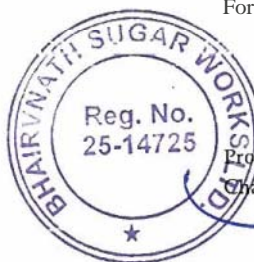
Partner

CA P. C. Patil

Place : Pune

Date : 02/09/2014

For Bhairavnath Sugar Works Limited

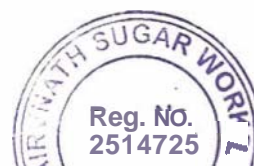


Prof. Shri S. J. Sawant
Chairman

Prof. Shri S. J. Sawant
Vice Chairman

Name of the Company:- BHAIKAVNATH SUGAR WORKS LIMITED
Cash Flow Statement for the year ended 31 March, 2014

Particulars	For the year ended 31 March, 2014		For the year ended 31 March, 2013	
	₹	₹	₹	₹
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		53097433.20		62166925.99
<u>Adjustments for:</u>				
Depreciation and amortisation	299621027.18		279032234.18	
Finance costs	379989243.51		386856853.80	
Deferred Tax Asset credited to P & L	-14110511.00			
Interest income	-2127329.53		-985112.00	
		663372430.16		664903975.98
Operating profit / (loss) before working capital changes		716469863.36		727070901.97
<u>Changes in working capital:</u>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	-274815473.00		92001328.00	
Trade receivables	429287881.74		-459963576.07	
Short-term loans and advances	36067582.26		101441883.97	
Other current assets	100686395.29		-4073690.91	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	326528556.36		-645041735.21	
Other current liabilities	-322049705.25		232625518.92	
Short-term provisions	-19841034.00		-28198090.00	
Long-term provisions	0.00		0.00	
		275864203.40		-711208361.30
Cash flow from extraordinary items		992334066.76		15862540.67
		0.00		0.00
Cash generated from operations		992334066.76		15862540.67
Net income tax (paid) / refunds		7475225.00		10429473.00
Net cash flow from/ (used in) operating activities (A)		984858841.76		5433067.67
Particulars	For the year ended 31 March, 2014		For the year ended 31 March 2013	
	₹	₹	₹	₹
B. Cash flow from investing activities				
Capital expenditure on fixed assek, including capital advances		-951151551.07		-196885822.55
Purchase of long-term invesbnenk		-454585026.64		-2343554.00
- Others	-112307996.64		-2343554.00	
- hliscellaneous Expenditure	-342277030.00		0.00	
Proceeds from sale of long-term investments		0.00		0.00
- Others	0.00		0.00	
Interest received		2127329.53		985112.00
- Others	2127329.53		985112.00	
		-1403609248.18		-198244264.55
Cash flow from extraordinary items		0.00		0.00
		-1403609248.18		-198244264.55
Net income tax (paid) / refunds		0.00		0.00
Net cash flow from/ (used in) investing activities (B)		-1403609248.18		-198244264.55



Cash Flow Statement (contd.) Particulars	For the year ended 31 March, 2014		For the year ended 31 March, 2013	
	₹	₹	₹	₹
Cash flow from financing activities		578807096.17		210587621.66
Proceeds from issue of equity shares	495000000.00		65000000.00	
Share application money received / (refunded/adjusted)	350300.00		185000000.00	
Proceeds from long-term borrowings	576840610.50		116507837.00	
Repayment of long-term borrowings	-203091626.14		-420235841.92	
Net increase / (decrease) in working capital borrowings	89697055.32		651172480.38	
Finance cost	-379989243.51		-386856853.80	
Cash flow from extraordinary items		0.00		0.00
Net cash flow from / (used in) financing activities (C)		578807096.17		210587621.66
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		160056689.75		17776424.78
Cash and cash equivalents at the beginning of the year		62816250.21		45039825.43
Effect of exchange differences on restatement of foreign		0.00		0.00
Cash and cash equivalents at the end of the year		222872939.96		62816250.21

Notes:

- Cash Flow Statement reflects the combined cash flows pertaining to continuing & discounting operations.
- These earmarked account balances with banks can be utilised only for the specific identified purposes.
- Previous year's figures have been regrouped / rearranged wherever considered necessary

See accompanying notes forming part of the financial statements

In terms of our report attached.

For P.C. Ratil & Associates
Chartered Accountants

Partner

CA P. C. Patil

Place : Pune

Date : 02/09/2014

For and on behalf of the Board of Directors
Bhairavnath Sugar Works Limited

Prof. Shri T. J. Sawant
Chairman

Prof. Shri. S. J. Sawant
Vice Chairman

NOTES FORMING PART OF THE BALANCE SHEET

NOTE NO. 1 : SHARE CAPITAL			
NO	DESCRIPTION	31/03/2014	31/03/2013
A	Authorised Capital Equity Shares divided into 103500000 of Rs. 10 each Preference Shares divided into 4750000 of Rs. 100 each	1035000000.00 475000000.00	535000000.00 275000000.00
B	Subscribed & Paid up Capital Equity Shares divided into 103000000 of Rs. 10 each	1030000000.00	535000000.00
	Total	1030000000.00	535000000.00

NOTE NO. 2 : RESERVES AND SURPLUS			
NO	DESCRIPTION	31/03/2014	31/03/2013
A	Profit and loss account Opening balance Add: Profit during the year Less : Transfer Closing balance	-26826446.91 45622208.20 0.00 18795761.29	-87181194.90 60354747.99 0.00 -26826446.91

NOTE NO. 3 : SHARE APPLICATION MONEY PENDING ALLOTTMENT			
NO	DESCRIPTION	31/03/2014	31/03/2013
2	Share Application Money- Preference Share Capital	275350300.00	275000000.00
	Total	275350300.00	275000000.00

NOTE NO. 4 : LONG TERM BORROWINGS : FROM BANKS			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Axis Bank Ltd Vehicle Loan 003700475243/4/5/6/55/67	2086288.00	3804288.00
2	Axis Bank Ltd JCB Loan 003700497576	692381.00	1219381.00
3	Axis Bank Ltd Dumper Loan 003700497575	428992.00	755992.00
4	Axis Bank Ltd Dumper Loan 003700497616	428992.00	755992.00
5	Axis Bank Ltd TL 103010600001830	33978752.00	69431222.00
6	Axis Bank Ltd TL 911060041890658	39680910.00	52835977.00
7	HDFC Bank Vehicle Loan	0.00	422788.05
8	ICICI Bank Vehicle Loan- Boloro	1545636.00	0.00
9	ICICI Bank Vehicle Loan - 5 Truck	0.00	1347140.00
10	ICICI Bank Vehicle Loan -Jaguar	2454703.00	0.00
11	IDBI Term Loan 0676673200000143	77418902.14	119626228.00
12	Punjab National Bank Term Loan 450800IC00000115	67759435.43	101661787.43
13	Punjab National Bank Term Loan 450800IC00000124	100438782.00	133721251.00
14	Union Bank of India Term Loan 321706040000002	79353328.00	107768170.00
15	Punjab National Bank Financial Assistance - SEFASU	196400000.00	0.00
	Total Rs.	602667101.571	593350216.48



NOTES FORMING PART OF THE BALANCE SHEET

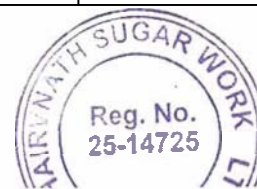
NOTE NO. 5 : LONG TERM BORROWINGS : FROM OTHERS			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Jayawant Multi State Credit Co Operative Society Ltd TL	19096075.00	20000000.00
	Total Rs.	19096075.00	20000000.00

NOTE NO. 6 : LONG TERM BORROWINGS FROM RELATED PARTIES: UNSECURED LOANS, DEPOSITS RECEIVED FROM DIRECTORS, SHARE HOLDERS AND RELATIVES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Unsecured Loans	274799450.00	30002043.50
	Total Rs.	274799450.00	30002043.50

NOTE NO. 7 : TRADE PAYABLES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Sundry Creditors	392590920.98	66062364.62
	Total Rs.	392590920.98	66062364.62

NOTE NO. 8 : OTHER CURRENT LIABILITIES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Duties & Taxes Payable	48769431.60	83011878.99
2	Other Liabilities	105714650.00	104472871.00
3	Tax Deducted at Source	376031.80	2290498.80
4	Cane Account Payable	124204381.78	411338951.64
	Total	279064495.18	601114200.43

NOTE NO. 9 : CURRENT MATURITIES OF LONG TERM DEBTS			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Axis Bank Ltd Vehicle Loan 003700475243/4/5/6/55/67	1718000.00	1538580.00
2	Axis Bank Ltd JCB Loan 003700497576	527000.00	472252.00
3	Axis Bank Ltd Dumper Loan 003700497575	327000.00	292791.00
4	Axis Bank Ltd Dumper Loan 003700497616	327000.00	292791.00
5	Axis Bank Ltd TL 103010600001830	35000000.00	33000000.00
6	Axis Bank Ltd TL 911060041890658	13000000.00	13000000.00
7	HDFC Bank Vehicle Loan	422788.05	2374140.28
8	ICICI Bank Vehicle Loan- Boloro	624000.00	0.00
9	ICICI Bank Vehicle Loan - 5 Truck	1347140.00	1465685.00
10	ICICI Bank Vehicle Loan -Pick Up	0.00	46303.00
11	ICICI Bank Vehicle Loan -Jaguar	858000.00	0.00
14	IDBI Term Loan 0676673200000143	41667000.00	41666668.00
15	Punjab National Bank Term Loan 450800IC00000115	33400000.00	33400000.00
16	Punjab National Bank Term Loan 450800IC00000124	33400000.00	33400000.00
16	Union Bank of India Term Loan 321706040000002	26800000.00	26800000.00
	Total Rs.	189417928.05	187749210.28



NOTES FORMING PART OF THE BALANCE SHEET

NOTE NO. 10: SHORT TERM PROVISIONS			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Provisions	16669078.00	36510112.00
	Total	16669078.00	36510112.00

NOTE NO. 12: MISCELLANEOUS EXPENDITURE			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Preliminary Preoperative Expenses	30621683.26	29237913.44
2	Expenditure under Collaboration Agreement with Shivshakti Shetkari Sahakari Sakhar Karkhana	318503048.00	6.00
	Total	349124731.26	29237913.44

NOTE NO. 13: INVENTORIES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Closing Stock of Inventories	2457559236.00	2182743763.06
	Total	2457559236.00	2182743763.00

NOTE NO. 14: TRADE RECEIVABLES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Trade receivables less than six months	57034672.62	486322554.36
2	Trade receivables more than six months	0.00	0.00
	Total	57034672.62	486322554.36

NOTE NO. 15: CASH & BANK BALANCES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Cash Balance	3514984.59	5946818.93
2	Bank Balance	219357955.37	56869431.28
	Total	222872939.96	62816250.21

NOTE NO. 16: SHORT TERM LOANS AND ADVANCES			
NO	DESCRIPTION	31/03/2014	31/03/2013
I	Loans and Advances	14199955.61	50267537.87
	Total Rs.	14199955.61	50267537.87



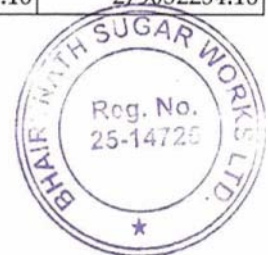
NOTES FORMING PART OF THE BALANCE SHEET

NOTE NO. 17: OTHER CURRENT ASSETS			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Prepaid Expenditure	0.00	642739.00
2	Other Current Assets	105031101.91	205074758.20
	Total	105031101.91	205717497.20

NOTE NO. 18: REVENUE FROM OPERATIONS			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Sale of Products Manufactured	2311804703.72	3738767941.13
2	Other Operational revenue	1375929.00	2076984.00
	Total	2313180632.72	3740844925.13

NOTE NO. 19: CHANGES IN INVENTORIES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Closing Stock of inventories	2457559236.00	2182743763.00
2	Opening Stock of inventories	2182743763.00	2274745091.00
	Total	274815473.00	-92001328.00

NOTE NO. 20: DEPRECIATION AND AMORTISATION EXPENSES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Depreciation	277230815.00	275377495.00
2	Amortisation of Preliminary Expenses	3654739.18	3654739.18
3	Amortisation of Payments under Collaboration	18735473.00	0.00
	Total	299621027.18	279032234.18



NOTES FORMING PART OF THE BALANCE SHEET

NOTE NO. 21 : OTHER EXPENSES			
NO	DESCRIPTION	31/03/2014	31/03/2013
1	Administrative Expenses	30424795.04	18901671.54
2	Market Development	2571299.00	2522404.00
3	Travelling, Hire charges & Fuel Expenses	8076105.43	6468795.22
4	Rent	51481660.00	49695100.00
5	Repairs & Maintenance	30091831.95	27894406.94
6	Advertisement & Publicity Expenses	4959093.00	1916193.00
7	Chief Minister Relief Fund Contribution	10552392.00	0.00
8	License, Certificate etc Fees	3158085.00	1565999.00
9	Workmen Welfare Expenses	361723.00	476526.00
10	News Paper, Periodicals & Subscriptions	0.00	387886.00
11	Office Expenses	1180571.00	224174.00
12	Postage & Telephone	1615902.45	2249868.97
13	Printing & Stationery	1195941.00	1770269.00
14	Rates & Taxes	549929.00	482751.00
15	Legal Expenses	1501510.00	996547.00
16	Water Supply Expenses	6796427.00	6498275.00
17	Transport Expenses	1481204.00	6812223.00
18	Interest on Statutory Dues	2550100.00	568901.00
19	Professional Fees	8660621.20	1352778.00
20	Insurance	1001409.00	2048293.00
21	Corporate Social Responsibility	13931348.00	0.00
22	Audit Fees	0.00	2000000.00
23	Excess Provision of MAT	0.00	52500.00
24	Vat Expenses	87590.26	1941.00
5	Self Assessment Tax	340040.00	0.00
	Total	182569577.33	128887502.67



NOTE NO. 12 :TANGIBLE ASSETS

Sr. No	Particulars	Rate of Dep.	Cost / Gross Block				Depreciation			Net Block	
			Gross Block As at M. 04. 2013	Addition during the year	Transfer/ Deductions/ Adjustements	Gross Block As at 31.03.2014	As at 01.04.2013	For the Current Year	Total Depreciation As at 31.03.2014	As at 31.03.2014	As at 31.03.2013
1	Building	10.00%	511971371.65	43719385.00	50000.00	555640756.65	89388822.60	42888452.00	132277274.60	423363482.05	422582549.05
2	Furniture	18.10%	14573830.75	2449494.00	1493114.00	15530210.75	3190248.84	1633623.00	4823871.84	10706338.91	11387251.91
3	Land	0.00%	42276975.74	2805072.00	0.00	45082047.74	0.00	0.00	0.00	45082047.74	42276975.74
4	Office Equipment	13.91%	2679763.75	723626.00	54459.00	3348930.75	695185.57	349691.00	1044876.57	2304054.18	1984578.18
5	Plant & Machinery	13.91%	1927170762.03	225989706.64	7069878.00	2146090590.67	429752398.25	220470001.00	650222399.25	1495868191.42	1497418363.78
6	Vehicles	13.91%	45410812.09	10558403.26	0.00	55969215.35	14206187.96	8819601.00	23025788.96	32943426.39	31204624.13
7	Computers	40.00%	1511485.11	673638.00	0.00	2185123.11	292858.46	239950.00	532808.46	1652314.65	1218626.65
8	Bullock Cart	13.91%	25512000.00	0.00	0.00	25512000.00	5170537.00	2829497.00	8000034.00	17511966.00	20341463.00
9	Capital WIP	0.00%	3661032.00	676557039.17	3657362.00	676560709.17	0.00	0.00	0.00	676560709.17	3657362.00
Grand Total			2574768033.121	963476364.071	12324813.001	3525919584.19	542696238.681	277230815.001	819927053.681	2705992530.511	2032071794.44



Bhairavnath Sugar Works Limited

Notes forming part of the financial statements

2013-14

1. Corporate Information

The company is non-listed public limited company registered under Companies Act, 1956. The company is engaged in manufacturing of sugar and generation of power with the help of co generation plants. The details of place of business of the company are-

- a. Corporate Office :- S No 21/2, **Sawant** Comer, Pune-Mumbai Bypass, Katraj, Pune. 411046
- b. Unit I :- S No 68, At post Sonari, Tal. Paranda, Dist. Osmanabad. 413502
- c. Unit II :- At post Vihal, Tal. Karmala, Dist Solapur.
- d. Unit III :- At Post **Washi**, Tandulwadi, Tal. **Washi**, Dist. Osmanabad.
- e. Unit IV :- At post Lavangi, Tal. Mangalwedha, Dist. Solapur

During the financial year 2013-14 the company is operational in manufacturing activity from its three **units** located at Sonari, Vihal and Washi. Further, the company is also engaged into cogeneration activity from its Sonari and Vihal Units. Further, company has undertaken erection and **commissioning** of Unit IV at Lawangi, Tal Mangalwedha, Dist- Solapur. This plant capacity will be 3500 TCD with co-generation plant of 14.5 MW.

2. Significant **Accounting** Policies & Notes To Accounts.

2.1 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under section 211(3C) of the Companies Act, 1956, ("the 1956 Act") (which continues to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and relevant provisions of the 1956 Act / 2013 Act, as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. These accounts has been prepared on the assumption that the company is a going **concern** and have been consistently applied by the company; and the accounting policies not **referred** to **otherwise**, are in conformity with Indian GAAP



2.2 Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

2.3 Inventories

Inventories are valued at the lower of cost (on FIFO basis) and the market value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale. Work-in-progress and finished goods include appropriate proportion of overheads.

Finished goods

Lower of cost or net realizable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity.

Work-in-process

Lower of cost up to estimated stage of process or net realizable value. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

By-products

By-products are valued at cost. Inter-unit transfers of by-products also include the cost of transportation, duties, etc. The inter-segment transfers of inventories are valued at cost.

2.4 Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



2.5 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.6 Depreciation

Depreciation is provided at the rates and in the manner prescribed in Schedule XIV of the Indian Companies Act, 1956. The Companies assets are depreciated using the Written Down value method. As per estimates of the management, these rates are representative of the economic useful life of these assets.

2.7 Revenue recognition

Sale of Goods

Sales are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales are excluding of Excise duty and value added tax.

Other Income

Any other income earned is accounted for on Accrual Basis when the right to receive the same is established.

Supply of Electric Energy

Revenue from supply of electric energy is recognized when the units generated are transmitted to the pooling station, in accordance with the terms and conditions of the power purchase agreement entered into by the Company with the purchasing parties.

2.8 Tangible Fixed assets

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of **qualifying** fixed assets up to the date the asset is ready for its intended



use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalized and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

Fixed assets acquired and put to use for project purpose are capitalized and depreciation thereon is included in the project cost till commissioning of the project.

2.9 Investments

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

2.10 Employee benefits

Employee benefits include provident fund, bonus, overtime and allowances.

2.11 Borrowing costs

Borrowing costs include interest; amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalization of such asset is added to the cost of the assets. Capitalization of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.



2.12 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis.

2.13 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit /(loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or **income** relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

2.14 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternate **Tax** (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognized as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.



Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off.

2.15 Insurance Claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that there is no uncertainty in receiving the claims.

2.16 Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilizing the credits.

2.17 Miscellaneous expenditure

Preliminary expenses are written-off over a period of ten years from the year of commencement of commercial production.

The company has accounted for miscellaneous expenditure during the financial year 2012-13 as the company has entered into Collaboration Agreement for running sugar factory with Shivshakti Shetkari Sahakari Sakhar Karkhana Ltd, Washi, Dist. Osmanabad. The main object of the Collaboration is to utilize the full potential of the Sugar Factory established by Shivshakti so that the Sugar factory is operated efficiently with the farmers and members being paid remunerative prices for their Sugarcane and at the same time, to reduce the liabilities of banks and other financial institutions. By this collaboration agreement, Bhairavnath has undertaken all the liabilities of Karkhana as mentioned in agreement. In this regard Bhairavnath is given the exclusive authority and power to run, manage and operate the said sugar factory by bringing necessary financial and managerial resources. Bhairavnath has



directly paid to the banks and other financial institutions, Government dues, other legal and statutory dues which were to be payable by Shivshakti. The payments are made as financial assistance to the factory. The same would be recovered over the period of 18 years by operating the sugar factory by Bhairavnath.

The management of the company has decided to amortize the amount paid under collaboration agreement over the period of 18 years starting from FY 2013-14. Hence, the payments made under collaboration agreement are shown under miscellaneous expenditure.

2.18 Previous Year's Figures

The Revised Schedule VI has become effective from 1 April, 2011 for the preparation of financial statements. This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

2.19 Provisions, contingent liabilities and contingent assets

Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation, if any:

- If the Company has a present obligation as a result of the Past event.
- A Probable outflow of resources is expected to settle the Obligation.
- The amount of the obligation can be easily estimated.

Contingent Liability is disclosed in the case of

A Present Obligation arising from the Past events, which is not probable that an outflow of resource will be required to settle the obligations.

A possible obligation, unless the probability of outflow of resource is remote.

Depending on facts of each case and after due evaluation of relevant legal aspects, claims against the Company not acknowledged as debts are disclosed as contingent liabilities. In respect of statutory matters, contingent liabilities are disclosed only for those demand(s) that are contested by the Company.

Outstanding Commitments - There are outstanding commitments with respect of bank guarantees issued in favour of as enlisted below-

- a. Regional Officer Maharashtra Pollution Control Board, Regional officer Pune, of Rs. 28,00,000/-.
- b. Regional Officer Maharashtra Pollution Control Board, Regional officer Pune, of Rs. 20,00,000/-.
- c. Regional Officer Maharashtra Pollution Control Board, Regional officer Pune, of Rs. 30,10,000/-.
- d. Regional Officer Maharashtra Pollution Control Board, Regional officer Pune, of Rs. 10,00,000/-.
- e. Chief Director (Sugar), Department of Food & Public Distribution, Ministry of Consumers Affairs, Food & Distribution, Krishi Bhawan, New Delhi, of Rs. 1,00,00,000/-.

Contingent Assets are neither recognized nor disclosed

2.20 Impairment of assets

In terms of accounting standard AS 28 on impairment of assets there was no impairment **indicators** exist as of reporting date as per the internal management estimates done and hence no impairment charge is recognized during the year under review.



3. Notes to the financial statements

- 3.1 Balances appearing under the head sundry creditors, sundry debtors, loans and advances and unsecured loans are subject to confirmation, adjustments, if any, on the receipt/reconciliation of such accounts.
- 3.2 Previous year's figures have been regrouped / rearranged wherever considered necessary
- 3.3 The Board has not proposed any dividend for the year
- 3.4 Central Sales tax and VAT assessments are completed up to Financial Year 2010-11. The liability, if any, in respect of pending assessment is unascertainable, hence not provided for.
- 3.5 Income tax assessments are completed up to the Assessment Year 2011-12 (relevant to the Accounting Year ended on 31.03.2011). The liability, if any, in respect of pending assessments and appeals under the Income Tax Act, 1961 is unascertainable, hence not provided for.
- 3.6 In the opinion of the board, the current assets, Loans & advances have a value on realization in the ordinary course of business at the amount at which they are stated in the balance sheet.
- 3.7 Outstanding Commitments - There are outstanding commitments with respect of bank guarantees issued in favour of as enlisted below-

Sr No	In favour of	Amount
a.	Regional Officer Maharashtra Pollution Control Board, Regional officer Pune	28,00,000
b.	Regional Officer Maharashtra Pollution Control Board, Regional officer Pune	20,00,000
c.	Regional Officer Maharashtra Pollution Control Board, Regional officer Pune	30,10,000
d.	Regional Officer Maharashtra Pollution Control Board, Regional officer Pune	10,00,000
e.	Chief Director (Sugar), Department of Food & Public Distribution, Ministry of Consumers Affairs, Food & Distribution, Krishi Bhawan, New Delhi	1,00,00,000
	Total Commitments	1,88,10,000

F.R.No.
123467V



3.8 Deferred Tax

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets and liabilities are offset if such items relate to taxes on **income** levied by the same governing tax laws and the Company has a legally enforceable right for such set off. The Deferred Tax Asset / Liability is recognized on timing differences between the Accounting Income & Taxable Income as per the Accounting Standard

Particular	Amount
Opening Timing Difference creating DTL	1,24,34,799
Opening Timing Difference creating DTA	0
Add/Less: Current Year Timing Difference creating DTL	
Difference Due To Deprecation	4,93,19,822
Difference Due To Amortization	-36,54,739
Balance Timing Difference creating DTA	3,32,30,284
DTA To be shown in Balance Sheet of F.Y.2013-14 @ 30.9%	1,02,68,158
A. Opening DTL Balance as on 31.03.2013	38,42,353
B. Closing Balance of DTA as on 31.03.2014	1,02,68,158
C. Therefore, Deferred Tax Asset to be credited to Profit & Loss A/c (B+A)	1,41,10,511
D. Closing DTL Balance as on 31.03.2014	0



Uhairavnath Sugar Works Ltd

Notes forming part of the financial statements

Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year ended 31 March, 2014
		₹
3.9	Details of borrowing costs capitalised Borrowing costs capitalised during the year - as fixed assets / intangible assets / capital work-in-progress - as inventory	0.00 0.00



Disclosures under Accounting Standards (contd.)

Note	Particulars						
3.10	Segment information The Company has identified business segments as its primary segment and geographic segments as its secondary segment. Business segments are primarily Sonari, Vihal, Washi and Lavangi. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. Geographical revenues are allocated based on the location of the customer.						
Rs. In Lacs							
Particulars	For the year ended 31 March, 2014						
	Business segments				Elimination s	Total	
	A	B	C	D			
	Sonari	Vihal	Washi	Lavangi			
Revenue	11229.18	11784.70	117.92	0.00	0.00	23131.81	
Inter-segment revenue	0.00	0.00	0.00	0.00	0.00	0.00	
Segment result	Total	11229.18	11784.70	117.92	0.00	0.00	23131.81
		11229.18	11784.70	117.92	0.00	0.00	23131.81
Operating income		1482.50	1626.31	210.23	0.00	0.00	3319.03
Other income (net)		197.40	6.73	4.02	0.00	0.00	208.15
Profit before taxes		335.64	190.61	4.72	0.00	0.00	530.97
Tax expense		34.99	38.82	0.95	0.00	0.00	74.75
Net profit for the year		300.65	151.79	3.78	0.00	0.00	456.22

Particulars	For the year ended 31 March, 2014				
	Business segments				Total
	A			B	
	Sonari	Vihal	Washi	Lavangi	
Segment assets	24032.10	21233.89	6493.92	8750.35	60510.26
Unallocable assets	0.00	0.00	0.00	0.00	0.00
Total assets	24032.10	21233.89	6493.92	8750.35	60510.26
Segment liabilities	24032.10	21233.89	6493.92	8750.35	32782.45
Unallocable liabilities	0.00	0.00	0.00	0.00	0.00
Total liabilities	24032.10	21233.89	6493.92	8750.35	32782.45
<u>Other information</u>					
Capital expenditure (unallocable)	0.00	0.00	0.00	0.00	0.00
Depreciation and amortisation (unallocable)	0.00	0.00	0.00	0.00	0.00



Disclosures under Accounting Standards (contd.)

Note	Particulars									
3.11	Related party transactions									
	Details of related parties:									
	Description of relationship		Names of related parties							
	Ultimate Holding Company		-							
	Holding Company		-							
	Ultimate Holding Company		-							
	Subsidiaries		-							
	Fellow Subsidiaries (to be given only if there are transactions)		-							
	Associates		-							
	Key Management Personnel (KMP)		Shri. Tanaji J. Sawant Shri. Shivaji J. Sawant Shri. Kiran Sawant Shri. Ravindra Sawant Shri. Dhananjay Sawant Shri. Kalidas Sawant							
	Company in which KMP / Relatives of KMP can exercise significant influence		Giriraj Promoters Pvt Ltd							
	Note: Related parties have been identified by the Management.									
	Details of related party transactions during the year ended 31 March, 2014 and balances outstanding as at 31 March, 2014:									
										₹ in lacs
		Ultimate Holding Company	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	Total
	Purchase of goods	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	350 (350)	0 (0)	YYY (XXX)	350 (350)
	Sale of goods	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)
	Purchase of fixed assets	YYY (XXX)	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)
	Sale of fixed assets	YYY (XXX)	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	YYY (XXX)
	Rendering of services	YYY (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)
	Receiving of services	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	16 (22.81)	YYY (XXX)	1/1 (XXX)	16 (22.81)
	Agency arrangements	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)
	Leasing or hire purchase arrangements	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	510.65 (491.90)	1/1 (XXX)	510.65 (491.90)
	Transfer of research and development	YYY (XXX)	YYY (XXX)	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)
	License agreements	1/1 (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)
	Finance (including loans and equity contributions in cash or in kind)	YYY (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	5750 (650.00)	2300 (XXX)	0 (0.00)	8050 (650.00)
	Guarantees and collaterals	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)	YYY (XXX)
	Management contracts including for deputation of employees	YYY (XXX)	YYY (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)
	Provision for doubtful receivables, loans and advances	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	1/1 (XXX)	YYY (XXX)
	Write off / write back made during the year	YYY (XXX)	YYY (XXX)	YYY (XXX)	SSV (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)	YYY (XXX)
	Note: Figures in bracket relates to the previous year									



Name of the Company

Notes forming part of the financial statements

Note 30 Disclosures under Accounting Standards (contd.)

Note	Particulars	For the year ended 31 March, 2014	For the year ended 31 March, 2013
		₹	₹
3.12	Details of leasing arrangements		
	The Company has entered into operating lease arrangements for certain facilities and office premises. The leases are non-cancellable and are for a period of 5 years and may be renewed for a further period of 5 years based on mutual agreement of the parties.		
	Future minimum lease payments		
	not later than one year	71689500	49189500
	later than one year and not later than five years	286758000	196758000
	later than five years	358447500	245947500
	Lease payments recognised in the Statement of Profit and Loss	51064510	49189500
	Contingent rents recognised as expense during the year (state basis)	0	0
	Future minimum sublease payments expected to be received under non-cancellable subleases	0	0
	Sublease payments received / receivable recognised in the Statement of Profit and Loss	0	0



Share capital (contd.)

Particulars									
Notes: 3.13									
(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:									
Particulars	Opening Balance	Fresh issue	Right Issue	Bonus	ESOP	Conversion	Buy back	Other changes (give details)	Closing Balance
Equity shares with voting rights									
Year ended 31 March, 2014									
- Number of shares	53500000	0	49500000	0	0	0	0	0	103000000
- Amount (₹)	535000000	0	495000000	0	0	0	0	0	1030000000
Year ended 31 March, 2013									
- Number of shares	47000000	0	6500000	0	0	0	0	0	53500000
- Amount (₹)	470000000	0	65000000	0	0	0	0	0	535000000

