

JAGATJIT INDUSTRIES LIMITED

Annual Report

for the year ended 31st March, 2014





Directors' Report



To the Shareholders

The Directors have pleasure in presenting their Report and Statement of Accounts for the financial year ended 31st March, 2014.

FINANCIAL RESULTS

	2013-14	(Rs. in lacs) 2012-13
Profit for the year after charging all expenses excluding financing charges and depreciation	447	4726
Deduct: Financing Charges	2864	2308
Cash Profit	(2417)	2418
Deduct : Depreciation/ Amortisation	1849	1750
Profit/(Loss) for the year before taxation	(4266)	668
Tax Expenses		
Current Tax		
— For the year	—	135
— Mat credit Entitlement	—	(352)
— Deferred Tax (Benefit)/Charge	257	380
Profit/(Loss) after tax for the year	(4523)	505
Profit brought forward from previous year	13056	12551
Total profit available for appropriations	8533	13056
APPROPRIATIONS		
Balance Carried to Balance Sheet	8533	13056

SALES & PROFIT

During the year under report, the Gross Turnover (including income from Services & Other Sources) was Rs. 1370.81 Crores as compared to Rs.1451.01 Crores during the previous year. The Company incurred a loss before taxation of Rs. 42.66 Crores as compared to profit before taxation of Rs. 6.68 Crores during the previous year.

DIVIDEND

In view of the losses incurred by the Company during the year, the Board of Directors of your Company do not recommend any dividend for the year under report.

DIRECTORS

Mr. Gautam Pal and Mrs. Gita Bawa ceased to be Directors of the Company w.e.f. 30th May, 2013 and 07th October, 2013 respectively. The Board places on record, its appreciations for the services rendered by Mr. Gautam Pal and Mrs. Gita Bawa during their tenure as Directors.

Mrs. Anjali Varma and Mr. Sudhir Avasthi have been appointed as Additional Directors of the Company on 21st April, 2014 and 10th July, 2014 respectively by the Board of Directors, who hold office upto the date of this Annual General Meeting. The Company has received notices in writing, under Section 160 of the Companies Act, 2013, from members, proposing their names as candidates for the office of Directors.

Mr. Ravi Manchanda, Director, retires by rotation, is eligible and offers himself for re-appointment.

Mrs. Kiran Kapur and Mr. Peri Kameswara Sharma, who had been appointed as Independent Directors liable to retire by rotation under the previous Companies Act, 1956 retire at the ensuing Annual General Meeting. The Company has received notices in writing, under Section 160 of the Companies Act, 2013, from members proposing their names as candidates for the office of Independent Directors in compliance with the provisions of Section 149 of the Companies Act, 2013 and the Listing Agreement with the Stock Exchanges.

SUBSIDIARIES

In terms of the General Circular No.2/2011, dated 8th February, 2011, issued by the Ministry of Corporate Affairs, the documents as prescribed under Section 212(1) of the Companies Act, 1956, in respect to the subsidiary companies viz. M/s. JIL Trading Private Limited, M/s. L. P. Investments Limited, M/s. Sea Bird Securities Private Limited and M/s. S. R. K. Investments Private Limited are not being attached with the balance sheet of the Company. However, the consolidated financial statements of the Company and all its subsidiary companies duly audited by the Statutory Auditors are being presented in the Annual Report of the Company. We undertake that annual accounts of the subsidiary companies and the detailed information shall be made available to shareholders of the holding and subsidiary companies seeking such information at any point of time.

Directors' Report

FIXED DEPOSITS

As on 31st March, 2014, 210 persons whose Fixed Deposits/Loans with the Company amounting to Rs.76.77 Lacs had become due for payment during the year, did not claim or renew their Deposits/Loans. Out of these, Fixed Deposits/Loans of 42 persons amounting to Rs.27.47 Lacs have since been renewed/paid.

AUDITORS

Messrs Mittal Chaudhry & Co., Chartered Accountants, Auditors of the Company, retire and being eligible, offer themselves for re-appointment.

COST AUDITORS

M/s. R. J. Goel & Co., Cost Accountants, Delhi had been reappointed as Cost Auditors to carry out the audit of the Company's cost records for the Financial year ended 31st March, 2014. The report of Cost Auditors for the year ended on 31st March, 2014, will be submitted to the Central Government in due course.

DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors hereby state that :

- i) In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures.
- ii) The Directors have selected such 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 and of the profit or loss of the Company for that period.
- iii) The Directors 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) The Directors have prepared the Annual Accounts on a going concern basis.

CORPORATE GOVERNANCE

A report on Corporate Governance and the Management Discussion and Analysis Report are annexed separately and form part of this report.

PARTICULARS OF EMPLOYEES

Information as per Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, forms part of this report. However, as per the provisions of Section 219(1)(b)(iv) of the Companies Act, 1956, the Report and Accounts are being sent to all shareholders of the Company excluding the statement of particulars of employees. Any shareholder interested in obtaining a copy of the said statement may write to the Secretary at the Registered Office of the Company.

INFORMATION UNDER THE LISTING AGREEMENTS WITH STOCK EXCHANGES

The shares of your Company are listed at the Ludhiana, Delhi and Mumbai Stock Exchanges. The Listing fees for the financial year 2014-15 have been paid.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

As required under Section 217(1)(e) of the Companies Act, 1956, read with Rule 2 of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, the information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo is annexed.

GENERAL

The Auditors have not made any qualification, reservation, adverse remarks or disclaimer in their Report, hence no explanation is required to be given by the Board. The Notes forming part of the Accounts being self-explanatory, the comments made by the Auditors in their Report, are not being dealt with separately.

The Directors place on record their appreciation for the services rendered by the employees of the Company, banks and government officials and all other persons associated with the business and affairs of the Company for their cooperation.

For and on behalf of the Board

Sd/-

Narender Sapra
Managing Director

Sd/-

Ravi Manchanda
Director

Place : New Delhi
Date : 10th July, 2014

ANNEXURE TO THE DIRECTORS' REPORT 2013-14

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Information under Section 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report for the year ended 31st March, 2014.

A. CONSERVATION OF ENERGY

(a) Energy Conservation Measures Taken

The Company lays great emphasis on the conservation of energy and to give impetus to this objective, pollution control devices have been installed with generation of Bio Gas which is used as an alternate source of fuel for energy generation. Steam turbines have been installed for self generation of power thereby saving the cost of energy consumption.

- (b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy.
The Company is continuously investing on the waste heat recovery system and other energy saving devices at appropriate units.
- (c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.
With implementation of the above measures, energy consumption may reduce to a certain extent resulting in a marginal reduction of cost of production.
- (d) Total energy consumption as per prescribed Form A together with Comparative Figures for 2012-13 is as under (in respect of Dairy, Food Processing and Glass Units).

FORM A

CONSERVATION OF ENERGY

(A) Power & Fuel Consumption

1. Electricity	2013-14	2012-13
(a) Purchases		
Units (KWH)	470,300	13,589,700
Total amount (Rs.)	10,332,379	71,881,150
Rate/Unit (Rs.)	21.97	5.29
(b) Own Generation		
(i) Through Diesel generator Units (KWH)	34,094	1,268,862
Units per litre of diesel oil (KWH)	3.46	3.41
Cost/Unit (Rs.)	14.09	11.91
(ii) Through Steam turbine/generator		
Units (KWH)	12,184,835	11,263,071
Units per kg. of steam (KWH)	0.74	0.74
Cost/Unit (Rs.)	1.35	1.21
2. Furnace Oil		
Quantity (Tonnes)	—	35
Total Amount (Rs.)	—	999,861
Average Rate (Rs.)	—	28,251
3. Natural Gas		
Quantity (Cubic Meters)	68,497	13,073,522
Total Cost (Rs.)	2,193,861	369,252,676
Rate/Cubic Meter (Rs.)	32.03	28.24
4. LPG Gas		
Quantity (Tonnes)	9	5
Total Cost (Rs.)	484,246	2,502,684
Rate/MT (Rs.)	54,410	544,062
5. Others/Internal Generation		
Husk		
Quantity (Tonnes)	43,883	40,474
Total Cost (Rs.)	199,528,674	182,152,937
Rate/Unit (Rs.)	4,547	4,500

- (e) The Company operates with a number of factories and produces various products and uses different sources of energy in different combinations for different products. It is, therefore, not feasible to arrive at the energy consumption per unit for each source of energy as prescribed.

B. RESEARCH AND DEVELOPMENT AND TECHNOLOGY ABSORPTION

Continuous R&D effort so as to improve existing products and to develop newer products to meet the challenges of increasing competition is an on-going part of the Company's activities.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Complete information required under this head is shown in Note No. 29.3, 29.4, 29.5 and 45 of Financial Statements. Members are requested to please refer to these Notes for the relevant information.

Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Your Company is a multi-product company manufacturing Alcoholic Beverages (being Indian Made Foreign Liquor and Country Liquor), Malted Milkfood, Dairy Products and Glass Containers. However, as the Alcoholic Beverages business is the major activity, the Management Discussion and Analysis Report is mainly restricted to the Alcoholic Beverages only.

A. INDUSTRY OVERVIEW

Alcoholic Beverage industry in India comprises of Indian Made Foreign Liquor (IMFL) and Country Liquor. IMFL consists of Whisky, Brandy, Rum, Gin and Vodka etc.. Whisky comprises of large portion of IMFL market and accounts for nearly 60% of the market followed by Brandy at around 20% and Rum at around 15%. White spirits viz. Vodka, Gin and white Rum account for the balance of 5% only. The total IMFL industry in India is presently estimated at around 270 million cases growing @ 8-10% per annum. The volume-wise increase rate is much higher in the low-priced segment as compared to the upper segment. Country Liquor segment is about 22 million cases per annum in the state of Punjab and your company has around 12% share in this segment.

Your Company has a market share of around 7% of IMFL industry with ARISTOCRAT, ARISTOCRAT PREMIUM, AC BLACK, BONNIE SPECIAL, BINNIES and AC SEKC as the leading brands available across the Country. The Company has introduced a new brand ROYAL PRIDE in the market in the current year. The Brands introduced in the previous year i.e. KING HENRY Scotch whisky in the Bottled in India Scotch Whisky Segment and IICE Vodka in the premium Indian vodka range are well accepted in the market. The response to ROYAL PRIDE is also encouraging. Country liquor is manufactured and sold in the State of Punjab and your Company has market share of around 12% in the state of Punjab.

The Company also manufactures Malted Milkfood on the Contract Manufacturing basis for the leading manufacturers in this industry.

The Industry experienced the effect of the recessionary trend during the previous years. Inflationary trend eroded the buying power of the general public. However, the things have now started improving and also the prices of main raw materials viz. molasses, grains and spirit have stabilized. The increase of production of contributory brands will increase the margins leading to higher profitability.

Further, the outlook of the Liquor Industry appears to be promising. Vodka is also fast growing IMFL segment in India growing @ around 10-12% per annum. The overall industry is growing @ 8-10% per annum and the growth is likely to continue in near future. The consumption of liquor in India has been in an uptrend in the past few years and is expected to improve further. The Glass Container industry has suffered a slowdown during the year due to the increase in natural gas prices and substantial increase of the capacity in north India. The Glass division plant of the Company has been shut down.

B. REGULATORY ENVIRONMENT

Alcoholic Beverage industry in India is highly regulated. The State Governments control the production, Excise Duty structure and the distribution. Some State Governments also control the prices. The incidence of duties is very high and there is no unanimity of policies amongst various States. The advertising of alcoholic beverages is not permitted in India.

C. OPPORTUNITIES AND THREATS

The industry suffers due to heavy taxation and over-regulations which have affected the profitability. Heavy Excise Duty levied on the products increases the selling price thus restricting the sales. Further, the competition from domestic, multinationals and unlicensed manufacturers have also increased which is affecting the margins and restricting the sales. In line with its commitment with WTO, the Government of India has been consistently reducing the import duty on spirits, which is also a cause of concern for the liquor industry. The liquor industry is also suffering due to illicit liquor production, whereby not only the industry is suffering but also the State Governments are losing heavily on account of excise duty and sales tax etc. However, the increasing acceptance of alcohol consumption among rich and aspiring middle class coupled with rising disposable income and a large young population indicate high growth potential for the sector. With the trend of shifting from Country liquor to IMFL sector, the Industry is witnessing a strong growth in the middle and lower price segments, where your Company is a leading player.

D. OUTLOOK

After observing a regular increase for past many years, the sales of Alcoholic Beverages (IMFL) declined around 5% during the year under review. The Company incurred operational losses on account of closure of Glass division, reduction of sales of IMFL in Andhra Pradesh due to political instability and increase of expenses on sales promotion of various IMFL brands. However, the Company foresees the increasing trend inline with the industry in the current year and years to come. With introduction of new brands and their acceptance in the market, your Company is hopeful to clock higher sales during the current year. With the cost of raw materials expected to be favorable and increasing sales turnover, your company is hopeful of posting better results in the current year and maintain the same in the coming years. The market scenario during the current year also appears to be encouraging and the demand of liquor is improving constantly. To meet its production requirements in IMFL, the Company has also entered into lease and bottling agreements to augment its production capacity. To further improve the market share and the profitability, the Company entered in the premium segment of Alcoholic Beverages by launching the new brand ROYAL PRIDE which has got encouraging response in the market. The Company has already launched KING HENRY Scotch whisky in Bottled in India Scotch Whisky Segment and IICE Vodka in the premium Indian Vodka segment and both the products have been well accepted by the public. The Company had to incur substantial amount on the brand building of the new brands introduced in the market. The Company expects that the investment made in the brand building will start yielding results in the coming years leading to higher sales and profits.

The Company is also expecting increase of production volumes of the malted milkfood products being manufactured by it. This will increase the profitability of the Company. The profitability of the Glass division was adversely affected due to the increase in natural gas prices and substantial increase of the capacity in north India. The substantial increase in capacity is the result of cheap natural gas being supplied in the Firozabad area in Uttar Pradesh. Due to this, the production of Glass division became unviable and the Company had to stop the production and the Glass division remained almost inoperative during the year under review. This also resulted in the lower sales turnover and incurring of losses by the Company during the year under review.

Prices of raw materials continued to put pressure on the margins during the year. Effective measures are being taken regularly to reduce the overheads costs coupled with optimum utilization of resources and better product mix.

E. INTERNAL CONTROL SYSTEMS

The Company has adequate internal control systems supplemented by internal audits by professional firms commensurate with its size and nature of business to ensure to safe guard and protect the interests and assets of the Company. A strong net work of Management Information System has been implemented to ensure the reliability of the reports and documents.

CORPORATE GOVERNANCE REPORT

1. Company's Philosophy on Corporate Governance

The Company believes that compliance of the code of Corporate Governance is always helpful for smooth operations of the Company and to maintain the transparency and accountability in all the transactions of the Company. To excel with due diligence, is the underlying guiding force to further strengthen management and decision making process. The Board of Directors and Management of the Company always keep in mind the confidence of the Shareholders reposed in them.

2. Board of Directors

The Board of Directors Comprises of eminent persons who have the expertise and experience to guide and manage the Company. The Board presently consists of six members consisting of two executive and four non executive Directors.

The Composition of Board of Directors and other details are as under :

Name of the Director	Category	No. of Board Meetings held during the tenure	No. of Board Meetings attended	No. of other Director-ship held	No. of memberships/ Chairmanships in other Board Committees	Last Annual General Meeting attended
Mrs. Gita Bawa *	Non-Executive Independent	4	4	—	—	Yes
Mr. Narender Sapra	Executive	7	6	6	—	Yes
Mr. Ravi Manchanda	Executive	7	6	7	—	No
Mrs. Kiran Kapur	Non-Executive Independent	7	7	1	—	No
Mr. Gautam Pal **	Non-Executive Independent	1	1	-	—	N/A
Mr. Peri Kameswara Sharma ***	Non-Executive Independent	4	4	2	—	No
Mrs. Anjali Varma****	Non-Executive Non-Independent	—	—	2	—	N/A
Mr. Sudhir Avasthi*****	Non-Executive Independent	—	—	12	—	N/A

* Mrs. Gita Bawa ceased to be Director of the Company w.e.f. 7th October, 2013.

** Mr. Gautam Pal was appointed as an Additional Director of the Company on 2nd April, 2013 and ceased to be Director of the Company w.e.f. 30th May, 2013.

*** Mr. Peri Kameswara Sharma was appointed as an Additional Director of the Company on 30th May, 2013 and he was appointed as a Director liable to retire by rotation at Annual General Meeting (AGM) held on 30th September, 2013. Mr. Sharma retires at the ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing to appoint Mr. Sharma as an Independent Director.

**** Mrs. Anjali Varma has been appointed as an Additional Director of the Company w.e.f. 21st April, 2014 and holds the office of the Director till the ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing to appoint Mrs. Anjali Varma as a Director liable to retire by rotation.

***** Mr. Sudhir Avasthi has been appointed as an Additional Director of the Company w.e.f. 10th July, 2014 and holds the office of the Director till the ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing to appoint Mr. Sudhir Avasthi as an Independent Director.

Mrs. Kiran Kapur was appointed as a Director liable to retire by rotation. She retires at the ensuing Annual General Meeting. The Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing to appoint Mrs. Kiran Kapur as an Independent Director.

Brief Profile of Directors being appointed at the ensuing Annual General Meeting:

1. Mr. Ravi Manchanda, Director retires at the ensuing Annual General Meeting, is eligible and offers himself for re-appointment. Mr. Ravi Manchanda is an Engineering graduate and holds Post Graduate Diploma in Marketing. He has experience of around three decades in the fields of Project Management and Administration. Mr. Ravi Manchanda is a Director of following other Companies :

1. Grand Regency Hospitalities Private Limited
2. Ispace Developers Private Limited
3. Jagatjit Bottlers Private Limited.

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4. Vasu Realcon Private Limited
5. Axis Buildwell Private Limited
6. Gaiety Infracon Private Limited
7. Fortune Infratech Private Limited

Mr. Ravi Manchanda is not holding Chairmanship/membership of any of the Committees in any other public limited Company. He holds 100 shares in the Company.

2. Mr. Peri Kameswara Sharma aged about 63 years is a Graduate in Economics and holds post graduation diplomas in Marketing Management, Material Management and Import-Export Management and has around four decades of experience in the fields of marketing and project implementation. He holds directorship in the following other companies :
 1. Sterling Agro Industries Limited
 2. Milky Food Specialities Private Limited

He is not holding Chairmanship/membership of any of the Committees in any other Public Limited Company. He holds 100 equity shares in the Company.

3. Mrs. Anjali Varma is a Graduate and holds diploma in Hotel Management and has around twenty years of experience in the fields of Marketing and Administration. She is holding directorship in following companies:
 1. Mata Construction and Builders Private Limited
 2. G. Management Services Private Limited

She is not holding Chairmanship/membership of any of the Committees in any other Public Limited Company. She holds 100 equity shares in the Company.

4. Mr. Sudhir Avasthi is a Chartered Accountant and has around three decades of experience in the fields of Finance, Accounts, Taxation and Administration. He is holding directorship in following companies :
 1. Fast Buck Investment Trading Private Limited
 2. Hyderabad Distilleries And Wineries Private Limited
 3. Blue Skies Investments Private Limited
 4. Quick Return Investment Co. Limited
 5. Double Durable Investments Limited
 6. Snowwhite Holdings Private Limited
 7. Palm Beach Investments Private Limited
 8. Beas Hillview Hotels Private Limited
 9. Life Time Construction Private Limited
 10. Varsha Construction Private Limited
 11. Anjani Estates Limited
 12. Prini Constructions Private Limited

He is not holding Chairmanship/membership of any of the Committees in any other Public Limited Company. He holds 100 equity shares in the Company.

5. Mrs. Kiran Kapur is an undergraduate and has vast administration and management experience of around four decades. Mrs. Kiran Kapur is a Director of following other Company:
 1. Jagatjit Properties And Developers Private Limited

Mrs. Kiran Kapur is not holding Chairmanship/membership of any of the Committees in any other public limited Company. She holds 100 shares in the Company.

The Company held seven Board Meetings during the period under review i.e on 2nd April, 2013, 10th April, 2013, 30th May, 2013, 14th August, 2013, 7th October, 2013, 14th November, 2013 and 14th February, 2014.

Audit Committee

The Audit Committee comprises of Mrs. Kiran Kapur, Mr. Narender Sapra and Mr. Peri Kameswara Sharma. Mr. Peri Kameswara Sharma is the Chairman of the Audit Committee. Mrs. Gita Bawa ceased to be Chairperson and member of the Committee on 7th October, 2013 and Mr. Peri Kameswara Sharma was appointed as the Member and Chairman of the Committee on 7th October, 2013.

The terms of reference of this Committee cover the matters specified for Audit Committee under Clause 49 of the Listing Agreement as well as in Section 177 of the Companies Act, 2013.

During the year under review the Audit Committee held four meetings i.e on 30th May, 2013, 14th August, 2013, 14th November, 2013 and 14th February, 2014.

Attendance record of Audit Committee members

Name of Members	No of meetings held during the tenure	Meetings attended
Mrs. Gita Bawa	2	2
Mrs. Kiran Kapur	4	4
Mr. Narender Sapra	4	3
Mr. Peri Kameswara Sharma	2	2

4. Remuneration Committee

The Remuneration Committee comprises of Mrs. Kiran Kapur, Mrs. Anjali Varma and Mr. Peri Kameswara Sharma, all being non executive directors. Mr. Gautam Pal was appointed as the member of the Committee w.e.f 2nd April, 2013 and ceased to be the member of the Committee on 30th May, 2013. Mrs. Gita Bawa ceased to be the member of the Remuneration Committee on 07th October, 2013. Mr. Peri Kameswara Sharma was appointed as member of the Committee w.e.f. 14th November, 2013. Mr. Ravi Manchanda ceased to be member of the Committee and Mrs. Anjali Varma was appointed as a member of the Committee on 10th July, 2014. Mr. Peri Kameswara Sharma is the Chairman of the Committee. In compliance with Section 178 of the Companies Act, 2013, the said committee has been renamed as Nomination and Remuneration Committee w.e.f. 10th July, 2014.

The functions and terms of reference of the Committee are as prescribed under Section 178 of the Companies Act, 2013 and the Listing Agreement with the Stock Exchanges. The Committee has been constituted to oversee the method, criteria and quantum of compensation for directors based on their performance and define assessment criteria. It also determines inter alia the Company's policy on all elements of remuneration packages of all the Directors including salary, benefits, bonus, stock options, pension rights and compensation payment etc. and reviews all aspects of benefits and compensation to employees throughout the Company including policies on the same.

Remuneration policy of the Company is such as to retain the employees on long term basis and is comparable with other industries in the region.

During the year under review the Remuneration Committee held one meeting on 4th April, 2013.

Attendance record of Remuneration Committee members

Name of Members	No of meetings held during the tenure	Meetings attended
Mrs. Gita Bawa	1	1
Mrs. Kiran Kapur	1	1
Mr. Ravi Manchanda	1	1
Mr. Gautam Pal	1	1

During the period under report Mr. Narender Sapra, Managing Director and Mr. Ravi Manchanda, Director were paid remuneration as under :

Name of the Directors	Salary (Rs.)	Perquisites & others (Rs.)	Total (Rs.)
Mr. Narender Sapra	74,40,000	40,98,828	1,15,38,828
Mr. Ravi Manchanda	13,80,000	20,67,487	34,47,487

(Perquisites & others include contribution to Funds, Commission and other allowances)

Details of Sitting Fees paid towards attending the Board and Committee Meetings during the Year:

Sl. No.	Name of the Directors	Total Sitting Fees Paid (Rs.)
1.	Mrs. Gita Bawa	1,40,000
2.	Mrs. Kiran Kapur	2,40,000
3.	Mr. Peri Kameswara Sharma	1,20,000
4.	Mr. Gautam Pal	40,000

Details of shareholding of Non-executive Directors

Sl No.	Name of Director	No. of shares held
1.	Mrs. Kiran Kapur	100
2.	Mr. Peri Kameswara Sharma	100
3.	Mrs. Anjali Varma	100
4.	Mr. Sudhir Avasthi	100

Directors' Report

5. Investors Grievance Committee

The Investors Grievance Committee comprises of Mr. Narender Sapra, Mr. Ravi Manchanda and Mr. Peri Kameswara Sharma. Mr. Peri Kameswara Sharma a Non- executive Independent Director, is the Chairman of the Committee. Mrs. Gita Bawa ceased to be member of the Committee on 7th October, 2013 and Mr. Peri Kameswara Sharma was appointed as member of the Committee w.e.f. 14th November, 2013. Mr. K. K. Kohli, Company Secretary, is the Compliance Officer. In compliance with Section 178 of the Companies Act, 2013, the said committee has been renamed as Stakeholders Relationship Committee w.e.f. 10th July, 2014.

The functioning and terms of reference of the Committee are as prescribed under and in due compliance with Section 178 of the Companies Act, 2013 and the Listing Agreement with the Stock Exchanges with particular reference to the transfers and complaints of the shareholders of any nature.

The Company has received one complaint from shareholders and the said complaint was redressed during the year ended 31st March, 2014.

No transfer was pending on 31st March, 2014 for more than 15 days of its receipt.

During the year under review the Investors Grievance Committee held one meeting on 14th November, 2013.

Attendance record of Investors Grievance Committee members

Sl. No.	Name of Members	No. of meetings held during the tenure	Meetings attended
1.	Mr. Narender Sapra	1	1
2.	Mr. Ravi Manchanda	1	1
3.	Mr. Peri Kameswara Sharma	—	—

6. General Body Meetings

The last three Annual General Meetings of the Company were held at the Registered Office of the Company at Jagatjit Nagar-144802, Distt. Kapurthala (Punjab), as per details given below :

Year	Date	Day	Time
2011	29.09.2011	Thursday	09.30 A.M.
2012	28.09.2012	Friday	09.30 A.M.
2013	30.09.2013	Monday	09.30 A.M.

The Company has passed three Special Resolutions in the last three Annual General Meetings. No Special Resolution was passed by way of Postal Ballot during the year under report. However, the Company has proposed one special resolution to be passed at the Extra-ordinary General Meeting of the Company scheduled to be held on 30th July, 2014.

7. Code Of Conduct

The Code of Conduct for the Directors and senior management of the Company has been laid down by the Board and the same is posted on the website of the Company.

Declaration as required under Clause 49 of the Listing Agreement

I, Narender Sapra, Managing Director, hereby declare that the Code of Conduct adopted by the Company for its Board and Senior Management personnel has been duly complied by all Board Members and Senior Management personnel of the Company.

Place : New Delhi
Date : 10th July, 2014

Sd/-
Narender Sapra
Managing Director

8. Disclosures

There was no transaction of material nature with the Directors or the Management or their relatives during the year, which may have conflict with the interests of the Company at large. There was no instance of non-compliance on any matter related to the capital markets during the last three years.

9. Means of Communication

The Quarterly and the Annual financial results are submitted to the Stock Exchanges in accordance with the Listing Agreement and are published in newspapers in a widely circulated English daily and a Punjabi daily as required under the Listing Agreement. The results are displayed on the website of the Company www.jagatjit.com under the heading investors. The same are also forwarded to the shareholders on their request. Management Discussion and Analysis Report is enclosed and forms part of the Annual Report.

10. General Shareholders Information

a) Annual General Meeting

Date	: 30th September, 2014
Time	: 09.30 A. M.
Venue	: Registered Office

b) Financial Calendar (2014-15)

(i) First Quarter Results	: Mid of August, 2014
(ii) Second quarter Results	: Mid of November, 2014
(iii) Third Quarter Results	: Mid of February, 2014
(iv) Annual Results	: By 30th May, 2015

c) Dates of Book Closure

The Register of Members and Share Transfer Books will remain closed from 27th September, 2014 to 30th September, 2014 (both days inclusive).

d) Dividend Payment Date

The Board of Directors have not recommended any dividend for the year under review.

e) Listing on Stock Exchanges

The details regarding Listings and payment of Listing Fee to Stock Exchanges are given below :

Sl. No.	Name of Stock Exchanges Where Listed	Stock Code No.
1.	Ludhiana Stock Exchange Ltd.	JIND
2.	Delhi Stock Exchange Ltd.	10004
3.	BSE Limited	507155

The Listing Fees for the year 2014-15 have been paid.

f) Stock Market Data

The monthly high and low share prices of the Company in Rs. and the Sensex during the last financial year at the BSE are as follows :

Month	High	Low	Sensex High	Sensex Low
April, 2013	59.75	42.25	19622.68	18144.22
May, 2013	57.00	46.80	20443.62	19451.26
June, 2013	49.25	40.70	19860.19	18467.16
July, 2013	44.55	40.10	20351.06	19126.82
August, 2013	43.85	38.95	19569.20	17448.71
September, 2013	54.40	39.95	20739.69	18166.17
October, 2013	54.95	48.40	21205.44	19264.72
November, 2013	53.40	44.10	21321.53	20137.67
December, 2013	51.25	41.30	21483.74	20568.70
January, 2014	44.45	40.10	21409.66	20343.78
February, 2014	50.70	41.00	21140.51	19963.12
March, 2014	56.15	42.60	22467.21	20920.98

g) Registrar and Transfer Agent

In line with the guidelines of the Securities and Exchange Board of India and to provide better services to its shareholders, the Company is doing all the share registry related work In-house.

h) Share Transfer System

Share Transfer work of physical segment is attended to by the Company within the prescribed time period under law and the Listing Agreement with Stock Exchanges.

All share transfers are approved by a committee constituted by the Board of Directors, which meets periodically.

Directors' Report

i) Distribution of Shareholding as on 31st March, 2014

Category (in Rs.)	No. of Shareholders	% of Share holders	No. of Shares held	% of Shareholding
Upto - 5000	3214	78.52	448045	00.97
5001 - 10000	371	09.06	273375	00.59
10001 - 20000	218	05.33	327182	00.71
20001 - 30000	82	02.00	213372	00.46
30001 - 40000	46	01.12	159935	00.35
40001 - 50000	27	00.67	126791	00.27
50001 - 100000	75	01.83	524458	01.14
Above - 100000	60	01.47	44074954	95.51
Total	4093	100.00	46148112	100.00

Shareholding pattern as on 31st March, 2014

Sl. No.	Category	No. of Shares held	% of total Shareholding	% of Voting Rights
1.	Promoters' Holding	15699208	34.02	92.35
2.	Mutual Funds & UTI	1100	00.00	00.00
3.	Banks, Financial Institutions, Govt. Companies	2172	00.00	00.00
4.	Private Corporate Bodies	1615098	03.50	02.36
5.	NRIs/FILs (other than Promoters)	216592	00.47	00.32
6.	Indian Public	3403942	07.38	04.97
	Total	20938112	45.37	100.00
7.	GDRs (Underlying Shares)	25210000	54.63	-
	Grand Total	46148112	100.00	100.00

j) Dematerialisation of Shares and Liquidity.

As on 31st March, 2014, 16483314 equity shares being 35.72 % of the total paid-up Capital have been dematerialised. The shares of the Company are being actively traded at the BSE.

The shares of your Company are traded under compulsory dematerialised form. In view of the Guidelines of the Securities and Exchange Board of India, the Company with its aim to provide better services to its Shareholders is doing all the share registry related operations In-house. All the Shareholders and Depository Participants are advised to correspond with Company only for all the works related to share registry.

k) Outstanding GDRs.

The Company has issued 1260500 GDRs in overseas market representing 25210000 underlying equity shares. GDRs have not been converted into equity shares. GDRs do not carry voting rights.

l) Plants Location

The Company has following plants:

Sl. No.	Location
1.	Jagatjit Nagar, Distt. Kapurthala – 144 802 (Punjab)
2.	Site No. IV, Plot No. 17, Sahibabad Industrial Area, Sahibabad -201 010 (U.P.)
3.	C-35, Sector 57, Phase-III, NOIDA -201 301 (U.P.)
4.	Plot Nos. 4A-1/1 & 1/2, Sikandrabad Industrial Area, Sikandrabad- 203 205 (U.P.)
5.	Plot No. SP 1-3, Sotanala, RIICO Industrial Area, Behror, Distt. Alwar -301 701(Rajasthan)

m) Address for Correspondence

Corporate office : Jagatjit Industries Limited,
4th Floor, Bhandari House, 91, Nehru Place, New Delhi-110 019.
Tel: 011- 26432641-42, Fax: 011-26441850, E.mail: jil@jagatjit.com

Registered Office : Jagatjit Industries Limited
Jagatjit Nagar-144 802, Distt. Kapurthala (Punjab)
Tel: 0181- 2783112-16, Fax: 0181-2783118, E.mail: hamira@jagatjit.com

Investor E. mail address : Investor@jagatjit.com



CERTIFICATE OF COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To the Members of Jagatjit Industries Limited

We have examined the compliance of conditions of Corporate Governance by Jagatjit Industries Limited for the year ended on 31st March, 2014, as stipulated in Clause 49 of the Listing Agreement of the Company entered with the Stock Exchanges.

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.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no Investor Grievance was pending for a period exceeding one month against the Company as per the records maintained and produced before us by the Company.

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

For Sharma Sarin & Associates
Company Secretaries

Place: Chandigarh
Date : 10th July, 2014

Sd/-
P.D. Sharma
Partner

Financial Highlights

(Rs. in lacs or as indicated)

	2013-14*	2012-13*	2011-12*	2010-11*	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05
ASSETS										
Fixed Assets (Net Block)	32762	34284	32348	34450	37137	37658	33367	33881	32436	32128
Investments (Current & Non Current)	1229	1318	298	1203	1201	111	106	96	93	93
Current and Non Current Assets	45433	48784	48733	40453	31969	29540	27403	24103	19082	20051
	79424	84386	81379	76106	70307	67309	60876	58080	51611	52272
LIABILITIES										
Loans, Liabilities and Provisions (Current & Non Current)	47559	47705	44894	41955	37958	28670	21325	19716	14328	15025
NET WORTH	31865	36681	36485	34151	32349	38639	39551	38364	37283	37247
REPRESENTED BY										
Equity Share Capital	4615	4615	4615	4615	4615	5194	5194	5194	5194	5194
Reserves and Surplus	27250	32066	31870	29536	27734	33445	34357	33170	32089	32053
TOTAL	31865	36681	36485	34151	32349	38639	39551	38364	37283	37247
OPERATING PERFORMANCE										
Revenue	137081	145101	160484	141370	94297	84191	80042	63970	40775	39996
Gross Profit Earnings	(2417)	2418	5310	6382	2397	1390	4068	3201	1795	414
Profit before Tax	(4266)	668	2847	3507	463	(211)	2402	1996	657	(61)
Profit after Tax	(4523)	505	3510	2526	646	(450)	1762	1637	671	(85)
Earning per Share (Rs.)	(10.36)	1.16	8.04	5.79	1.48	(0.91)	3.56	3.31	1.36	(0.17)
DIVIDEND										
Amount per Share (Rs.)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Rate (%)	0	0	0	0	0	0	0	0	0	0
Book Value per Equity Share (Rs.)	69.05	79.48	79.06	74.00	70.10	74.39	76.15	73.86	71.78	71.71
GROSS EARNINGS										
As a percentage of Revenue	(1.8)	1.7	3.3	4.5	2.5	1.7	5.1	5.0	4.4	1.0
As a percentage of Fixed Assets	(7.4)	7.1	16.4	18.5	6.5	3.7	12.2	9.4	5.5	1.3
As a percentage of Capital Employed	(4.1)	3.9	9.2	11.3	4.8	2.7	8.6	6.9	4.2	1.0

* based on Revised Schedule VI of the Companies Act, 1956

Independent Auditors' Report

TO THE MEMBERS OF JAGATJIT INDUSTRIES LIMITED



Report on the Financial Statements

1. We have audited the accompanying financial statements of Jagatjit Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and 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

2. 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") read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. 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

3. 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.
4. 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 auditors 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. 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.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31, 2014;
 - (b) In the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
 - (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. 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.
8. 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 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 sub-section (3C) of section 211 of the Act read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;
 - (e) On the basis of the written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

Nitin Chaudhry
Partner

Membership No. F 91463
For and on behalf of
Mittal Chaudhry & Co.
Chartered Accountants
Firm Registration No. 002336N

Place : New Delhi
Date : 10th July, 2014

Independent Auditors' Report

TO THE MEMBERS OF JAGATJIT INDUSTRIES LIMITED

ANNEXURE TO INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 7 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of Jagatjit Industries Limited on the financial statements for the year ended March 31, 2014)

- (i) (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets are physically verified by the management according to a phased programme designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed.
(c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the Company during the year.
- (ii) (a) The inventory (excluding stocks with third parties) has been physically verified by the management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. In our opinion, the frequency of verification is reasonable.
(b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
(c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
- (iii) (a) The Company has not granted loans, unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Accordingly, clauses (iii)(b) to (iii)(d) of the paragraph 4 of the Order are not applicable to the Company during the current year.
(e) The Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Act. Accordingly, clauses (iii)(f) to (iii)(g) of the paragraph 4 of the Order are not applicable to the Company during the current year.
- (iv) In our opinion and according to the information and explanations given to us, there is, **in general**, an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods and services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weakness in the aforesaid internal control system.
- (v) (a) In our opinion and according to the information and explanations given to us, 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) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at prices which are prima facie reasonable, having regard to the prevailing market prices at the relevant time where such prices are available.
- (vi) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 58A and 58AA or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. According to the information and explanations given to us, no Order has been passed by the Company Law Board or National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal on the Company in respect of the aforesaid deposits.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government of India, the maintenance of cost records has been prescribed under clause (d) of sub-section (1) of Section 209 of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- (ix) (a) The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth-tax, Service tax, Custom duty, Excise duty, Cess and other material statutory dues with the appropriate authorities.
(b) According to the information and explanations given to us, there were no undisputed dues in respect of Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth-tax, Service tax, Custom duty, Excise duty, Cess and other statutory dues which were outstanding, at the Balance Sheet date, for a period of more than six months from the date they became payable.
(c) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of sales tax, income tax, custom duty, wealth tax, service tax, excise duty and cess as at March 31, 2014 which have not been deposited on account of a dispute, are as follows:-

Name of the statute	Nature of dues	Amount(Rs.)	Period to which the amount relates	Forum where the Dispute is pending
EXCISE DUTY				
Central Excise Act, 1944	Demand of Excise duty on sale of Spent Grain	3,088,547	September 2001 to June 2005	CESTAT, New Delhi
Central Excise Act, 1944	Penalty in the above matter	2,690,619	September 2001 to June 2005	CESTAT, New Delhi
Central Excise Act, 1944	Demand of Cess on manufacturing of Corrugated Paper Board	17,824	November 2010 to October 2011	Commissioner (Appeals) Chandigarh - I

Name of the statute	Nature of dues	Amount(Rs.)	Period to which the amount relates	Forum where the Dispute is pending
Central Excise Act, 1944	Penalty in the above matter	17,824	November 2010 to October 2011	Commissioner (Appeals) Chandigarh - I
SERVICE TAX				
The Finance Act, 1994	Wrong availment of Service Tax Cenvat Credit	13,127,235	October 2003 to September 2007	CESTAT, New Delhi
The Finance Act, 1994	Penalty in the above matter	13,127,235	October 2003 to September 2007	CESTAT, New Delhi
The Finance Act, 1994	Wrong availment of Service Tax Cenvat Credit	6,970,632	October 2007 to March 2008	CESTAT, New Delhi
The Finance Act, 1994	Penalty in the above matter	6,970,632	October 2007 to March 2008	CESTAT, New Delhi
The Finance Act, 1994	Demand of Service Tax on Tie-up Operations and Royalty	3,122,000	July 2003 to March 2004	CESTAT, New Delhi
The Finance Act, 1994	Penalty in the above matter	3,123,000	July 2003 to March 2004	CESTAT, New Delhi
The Finance Act, 1994	Demand of Service Tax on Tie-up Operations and Royalty	9,186,110	2007-2008	CESTAT, New Delhi
The Finance Act, 1994	Penalty in the above matter	18,373,220	2007-2008	CESTAT, New Delhi
SALES-TAX				
Punjab Haryana General Sales Tax Act	Purchase Tax	325,247	1999-2000	Deputy Excise & Taxation Commissioner (Appeals), Patiala
Sales Tax under Bihar Finance Act	Inclusion of excise duty to determine gross turnover	1,896,695	1984-1985	Commercial Tax Tribunal, Ranchi
Central Sales Tax Act	Liquor stock destroyed, reprocessed and resold	133,017	1988-89	Sales Tax Appellate Tribunal, Hyderabad
State and Central Sales Tax Acts	Sales tax on Sales of ENA and Spent Grain	7,300,201	2001-02 to 2002-03	Allahabad, High Court.
INCOME TAX ACT*				

*Departmental Appeals in respect of Income Tax Act, 1961 before the Higher Authorities are not being considered as there is no stay on the Order of Lower Authority favouring the Company and the amount is not ascertainable.

- (x) The Company has no accumulated losses as at March 31, 2014 and it has incurred cash losses in the financial year ended on that date. However the Company had not incurred cash losses in the immediately preceding financial year.
- (xi) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the Company.
- (xiv) In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- (xv) In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- (xvi) In our opinion, and according to the information and explanations given to us, on an overall basis, the term loans have been applied for the purposes for which they were obtained.
- (xvii) On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year.
- (xix) The Company has not issued any debentures accordingly, no securities has been created.
- (xx) The Company has not raised any money by public issues during the year.
- (xxi) During the course of our examination of the 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 instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

Nitin Chaudhry
Partner
Membership No. F 91463
For and on behalf of
Mittal Chaudhry & Co.
Chartered Accountants
Firm Registration No. 002336N

Place : New Delhi
Date : 10th July, 2014

Balance Sheet

as at March 31, 2014

	Note	As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
Equity and Liabilities			
Shareholders' Funds			
Share Capital	2	4,615	4,615
Reserves and Surplus	3	27,250	32,066
Non-Current Liabilities			
Long Term Borrowings	4	10,586	10,499
Deferred Tax Liability (Net)	5	2,199	1,942
Long Term Provisions	6	2,088	2,399
Other Long Term Liabilities	7	848	404
Current liabilities			
Short Term Borrowings	8	7,839	7,208
Trade Payables	9	13,665	13,835
Other Current Liabilities	10	9,882	10,764
Short Term Provisions	11	452	654
		<u>79,424</u>	<u>84,386</u>
Assets			
Non-Current Assets			
Fixed Assets			
Tangible Assets	12	32,163	34,026
Intangible Assets	12	16	19
Capital Work-in-Progress		583	239
Non-current investments	13	1,206	1,295
Long-term loans and advances	14	4,316	4,195
Other non-current assets	15	1,636	1,561
Current Assets			
Current investments	16	23	23
Inventories	17	11,695	14,065
Trade receivables	18	21,828	22,308
Cash and Bank Balances	19	1,047	2,129
Short-term loans and advances	20	4,766	4,297
Other current assets	21	145	229
		<u>79,424</u>	<u>84,386</u>
Significant Accounting Policies	1		

This is the Balance Sheet referred to in our report of even date

The Notes referred to above form an integral part of the financial statements

Nitin Chaudhry

Partner

Membership No. F 91463

For and on behalf of

MITTAL CHAUDHRY & CO.

Chartered Accountants

Firm Registration No.002336N

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors

Statement of Profit and Loss

for the year ended 31st March, 2014



		Note	For the year Ended March 31 2014 (Rs. in lacs)	For the year Ended March 31 2013 (Rs. in lacs)
Income	Revenue from Operations (Gross)	22	136,728	144,432
	Less: Excise Duty		43,140	45,092
			93,588	99,340
	Other Income	23	353	669
			93,941	100,009
Expenses	Cost of Materials Consumed	24	39,992	41,785
	Purchases of Stock-in-Trade	25	8,556	7,971
	Changes in Inventories of Finished Goods, Work-in-Process and Stock-in-Trade	26	3,456	(1,113)
	Employee Benefits Expense	27	7,321	7,223
	Finance Costs	28	2,864	2,308
	Depreciation and Amortisation Expense	32	1,849	1,750
	Other Expenses	29	34,169	40,704
			98,207	100,628
	Profit/(Loss) before exceptional items and tax		(4,266)	(619)
	Exceptional expenses/(incomes)	30	—	(1,287)
Profit/(Loss) before Tax			(4,266)	668
Less: Tax Expenses	Current tax :			
	- For the year		—	135
	- MAT Credit Entitlement		—	(352)
	Deferred Tax (benefit)/charge	5	257	380
			257	163
Profit/(Loss) after Tax			(4,523)	505
	Basic and Diluted Earnings per share (Rs.) (Face Value of Rs. 10 each)	39	(10.36)	1.16
	Significant Accounting Policies	1		

This is the Statement of Profit & Loss referred to in our report of even date

The Notes referred to above form an integral part of the financial statements

Nitin Chaudhry
Partner
Membership No. F 91463
For and on behalf of
MITTAL CHAUDHRY & CO.
Chartered Accountants
Firm Registration No.002336N

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors

Cash Flow Statement

for the year ended March 31, 2014

	2014 (Rs. in lacs)	2013 (Rs. in lacs)
A. Cash Flow from Operating Activities:		
Net Profit/(Loss) before tax	(4,266)	668
Adjustments for:		
Depreciation	1,849	1,750
Interest Expense	2,864	2,308
Interest Income	(138)	(269)
(Profit)/Loss on Fixed Assets sold (net)	3	(39)
Fixed Assets written off	9	5
Debts / Advances/Stock written off	7	18
Provision for Bad & Doubtful Debts and Advances	81	—
Liability no longer required written back	(50)	(197)
Provision for Gratuity & Leave Encashment	(310)	(88)
Unrealised Foreign Exchange (gain)/loss (net)	2	(4)
Operating Profit before Working Capital Changes	51	4,152
Adjustments for changes in Working Capital :		
(Increase)/ Decrease in Trade Receivables	271	(2,592)
(Increase)/ Decrease in Short Term Loans & Advances	(381)	(847)
(Increase)/ Decrease in Long Term Loans & Advances	(43)	(69)
(Increase)/ Decrease in Other Current Assets	(152)	(210)
(Increase)/ Decrease in Inventories	2,364	341
Increase/ (Decrease) in Trade Payables	20	(89)
Increase/(Decrease) in other current liabilities	(1,288)	(1,282)
Increase/(Decrease) in Other Long Term Liabilities	444	(475)
Increase/(Decrease) in Long Term Provisions	(1)	(1)
Increase/(Decrease) in Short Term Provisions	4	—
Cash generated from operations	1,289	(1,072)
Taxes (Paid)/ Received (Net of TDS)	(88)	(93)
Exceptional items		
Provisions for investment Written Back	—	20
Provisions for Advance to subsidiary Written Back	—	1,267
Net Cash from/ (used) Operating Activities	1,201	(2,452)
B. Cash flow from Investing Activities:		
Purchase of Fixed Assets including Capital Work- in -Progress and Capital advances	(925)	(3,172)
Proceeds from Sale of Fixed Assets	143	84
Advances to Subsidiaries	7	(2)
Interest Received (Revenue)	177	228
Release/(Addition) of Cash (from)/for restrictive use	55	(60)
Net Cash from Investing Activities	(543)	(2,922)
C. Cash Flow from Financing Activities:		
Proceeds from short term Borrowings (Net)	631	(1,542)
Proceeds from long term Borrowings (Net)	163	6,193
Interest Paid	(2,534)	(2,423)
Interest Paid - Capitalised	—	(241)
Net cash used in Financing Activities	(1,740)	1,987
Net Increase/ (Decrease) in Cash & Bank Balances	(1,082)	(3,387)
Cash and Cash equivalents at the beginning of the year	2,113	5,503
Other Bank Balance at the beginning of the year	16	13
Cash and Cash equivalents at the end of the year	1,033	2,113
Fixed Deposits with Banks	2	4
Margin Money Account	12	12
Cash and Bank Balances at the end of the year	1,047	2,129
Cash and Bank Balances Comprise		
Cash, Cheques & Drafts (in hand) and Remittances in transit	145	274
Balance with Scheduled Banks	902	1,855
	<u>1,047</u>	<u>2,129</u>
Cash and Cash Bank Balances Include :		
Cash and Bank Balances	1,047	2,129
Unrealised gain on foreign currency	—	—
Total Cash and Cash Equivalents	<u>1,047</u>	<u>2,129</u>

Notes :-

- The aforesaid Cash Flow Statement has been prepared under the "Indirect Method" and in accordance with Accounting Standard (AS)-3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- Fixed Deposits with banks having maturity period of more than one year (including those pledged with statutory authorities) have been disclosed in other non current assets (Note 15) and do not form part of cash and bank balances.
- Figures in brackets indicate cash outgo.
- Previous year's figures have been regrouped and recast wherever necessary to conform to the current year classification.

This is the Cash Flow Statement referred to in our report of even date

Significant Accounting Policies and Notes to Accounts form an integral part of the financial statements

Nitin Chaudhry

Partner
Membership No. F 91463
For and on behalf of
MITTAL CHAUDHRY & CO.
Chartered Accountants
Firm Registration No.002336N

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors

on Financial Statements for the year ended March 31, 2014

1 SIGNIFICANT ACCOUNTING POLICIES:

1.1. BASIS FOR PREPARATION OF ACCOUNTS

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (GAAP) under the historical cost convention on accrual basis, except for certain tangible assets which are being carried at revalued amounts. These financial statements have been prepared to comply in all material aspects with the accounting standards as prescribed by Companies (Accounting Standards) Rule, 2006, as amended and the other relevant provisions of the Companies Act, 1956 (to the extent applicable) and the Companies Act, 2013 (to the extent notified) read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.

1.2. USE OF ESTIMATES

The preparation of financial statements require estimates and assumptions to be made that affect the reported amount of assets and liabilities on date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

1.3. FIXED ASSETS

a) Tangible:

Fixed Assets are stated at cost of acquisition / revalued amounts less accumulated depreciation. Cost of acquisition includes taxes, duties, freight and other costs that are directly attributable to bringing assets to their working condition for their intended use. Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalised. Spares that can be used only with particular items of plant and machinery and such usage is expected to be irregular are capitalised.

b) Intangible:

Intangible Assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment loss, if any.

1.4. DEPRECIATION / AMORTISATION

a) Tangible:

Principal Straight Line Method (SLM) rates, in the manner prescribed by Schedule XIV of the Companies Act, 1956, have been adopted for the purpose of calculation of depreciation except for the amount added on revaluation of certain assets which are depreciated on the estimate provided by the valuer of the remaining useful life of such assets. Leasehold land is amortised over the period of lease. Depreciation on the assets which have been impaired is provided on the basis stated in note 1.5 below.

b) Intangible:

Intangible assets are amortised on a straight line basis over their estimated useful lives and have been amortised @ 10% per annum.

1.5. IMPAIRMENT OF ASSETS

All assets other than inventories, investments and deferred tax assets, are reviewed for impairment, in accordance with Accounting Standard (AS 28), "Impairment of assets", issued by the Institute of Chartered Accountants of India, wherever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognised impairment loss shall be increased or reversed depending on changes in circumstances. However the carrying amount after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

1.6. INVESTMENTS

Long Term Investments are stated at cost and provision for diminution is made to recognise a decline, other than temporary, in the value of investments. Current Investments are stated at lower of cost and fair value.

1.7. INVENTORIES

Inventories are valued at the lower of cost (inclusive of excise duty, as applicable) or net realisable value. Cost is determined on a weighted average basis and it includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

1.8. INCOME

a) Sale is recognised on dispatches made from respective locations of the Company and is inclusive of excise duty on sales wherever payable by the Company. Sales include goods sold by contract manufacturers on behalf of the Company, since risk and reward belongs to the company in accordance with the terms of the relevant contract manufacturing agreements.

b) Revenue from job work is recognised on the completion of a relevant job.

c) Interest on Income Tax refunds, Insurance claims, Export benefits and Other refunds are accounted for as and when amounts receivable can be reasonably determined as being acceptable to authorities. Royalty income is accounted on an accrual basis in accordance with terms specified in the relevant agreements.

1.9. EMPLOYEE BENEFITS

(i) Gratuity and leave encashment which are defined benefits, are accrued based on actuarial valuations at the balance sheet date, carried out by an independent actuary.

(ii) Contributions payable to the Government provident fund and approved superannuation fund which are defined contribution schemes, are charged to Profit and Loss account.

(iii) Compensated absences are provided for based on actuarial valuation carried by an actuary as at the end of the year.

(iv) Actuarial gains/losses are immediately taken to profit and loss account and are not deferred.

1.10. FOREIGN CURRENCY TRANSACTIONS

Monetary items are reported using the closing rate and resultant exchange difference is taken to Profit & Loss Account. Non monetary items are reported using exchange rate at the date of transaction.

1.11. INTEREST ON BORROWINGS

Interest on Working Capital Management is charged against profit for the year in which it is incurred. Interest on borrowings for capital assets is capitalised till the date the asset is ready to be put to use.

1.12. LEASE ACCOUNTING

Operating Lease payments are recognized as an expense in the Profit and Loss Account on straight-line basis over the lease term [Note 45].

1.13. TAXATION

Tax expense/ earning is the aggregate of current tax and deferred tax charged/ credited to Profit and Loss Account for the year. Current tax is the amount of tax payable in respect of taxable income for the year and measured by using the applicable tax rates and laws. Deferred tax assets and liabilities are recognized on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized subject to the consideration of prudence. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantially enacted by the balance sheet date.

1.14. PROVISIONS AND CONTINGENT LIABILITIES

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation and a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

Notes

Continued

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
2. Share Capital			
2.1	Authorised Capital 75,000,000 (Previous year—75,000,000) Equity Shares of Rs.10 each	<u>7,500</u>	<u>7,500</u>
2.2	Issued, Subscribed and Paid-up Capital 46,148,112 (Previous year-46,148,112) Equity Shares of Rs.10 each fully paid up.	<u>4,615</u>	<u>4,615</u>
2.3	Detail of Equity Shares Issued	No. of Shares	No. of Shares
	Original issue of Equity Shares	500,000	500,000
	Less : Equity Shares Forfeited due to non payment of calls	170,492	170,492
		329,508	329,508
	Add : Forfeited Equity Shares issued to existing share holders on pro-rata basis at Rs.2.50 per share	169,737	169,737
		499,245	499,245
	Add : Total Bonus Equity Shares issued from 1970 to 1994-95	23,732,979	23,732,979
	Add : GDR issue (Note 2.7 b)	25,210,000	25,210,000
	Add : Preferential allotment (Note 2.7 c)	2,500,000	2,500,000
	Less : Shares repurchased (Buy- Back) (note 2.4)	5,794,112	5,794,112
		46,148,112	46,148,112
2.4	Changes In Share Capital During Last Five Years 5,794,112 Equity Shares of Rs. 10 each fully paid up were bought back by the company in FY-2009-10 as directed by the Hon'ble Company Law Board (CLB), vide their order dated 12.03.2009.		
2.5	Reconciliation of Number of Shares & Share Capital	As on 31.03.2014	As on 31.03.2013
		No. of Equity Shares	Rs. in lacs
	At the beginning of the year	46,148,112	4,615
	Add : Issued during the year	—	—
	Less : Bought Back during the year	—	—
	Outstanding at the end of the year	46,148,112	4,615
2.6	Detail of Shareholders Holding more than 5% Equity Shares of the Company #	As on 31.03.2014	As on 31.03.2013
	Name of the Shareholders	No. of Equity Shares	Percentage holding
	Equity Shares of Rs. 10/-each		No. of Equity Shares
	a) The Bank of New York (the Depository) (Note 2.7 b)	25,210,000	54.63
	b) LPJ Holdings Pvt. Ltd.	7,418,648	16.08
	c) LPJ Holdings Pvt. Ltd. (Note 2.7 c)	2,500,000	5.42
	# As per the records of the Company, including its register of members.		
2.7	Terms/Rights Attached To Equity Shares		
	a) 18,438,112 shares referred to as equity shares are having face value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share and dividend, if declared.		
	b) 25,210,000 underlying Equity Shares of Rs.10/- each fully paid up ranking pari-passu with existing shares were issued in the name of the Depository, The Bank of New York, representing the Global Depository Receipt (GDR) issue. GDRs do not carry any voting rights until they are converted into underlying equity shares.		
	c) 2,500,000 Equity Shares of Rs 10/- each are held by LPJ Holdings Pvt. Ltd., fully paid up at a premium of Rs 20/- per share, as a special series with differential rights to dividend and voting, were issued during the financial year 2004-05. These shares have no right to the dividend and each share carries twenty voting rights per share as compared to one voting right per existing equity share and were under the lock-in-period of three years from the date of allotment.		
	d) The holders of all the above equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in event of liquidation of the Company.		



		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
3. Reserves and Surplus	Capital Reserve		
	Surplus on forfeited shares sold	0	0
	Capital Redemption Reserve		
	As per last Balance Sheet	580	580
	Revaluation Reserve		
	Revaluation Reserve as at the beginning of the year	12,278	12,587
	Less : Adjusted during the year	5	0
	Less : Transferred to Statement of Profit & Loss	288	309
		<u>11,985</u>	<u>12,278</u>
	Securities Premium Account		
As per last Balance Sheet	3,697	3,697	
	<u>3,697</u>	<u>3,697</u>	
General Reserve			
As per last Balance Sheet	2,455	2,455	
Surplus as per Statement of Profit & Loss			
As per last Balance Sheet	13,056	12,551	
Add: Profit/(Loss) for the year	(4,523)	505	
	<u>8,533</u>	<u>13,056</u>	
	<u>27,250</u>	<u>32,066</u>	
4. Long Term Borrowings	Secured		
	From Banks		
	- Term Loan	5,638	4,501
	- Car Loans	17	53
	From others		
	- Car Loans	17	169
		<u>5,672</u>	<u>4,723</u>
	Unsecured		
	Fixed Deposits	3,436	4,568
	Fixed Deposits guaranteed by Directors	1,419	1,149
Loans and advances from related parties	59	59	
	<u>4,914</u>	<u>5,776</u>	
	<u>10,586</u>	<u>10,499</u>	

4.1 Nature of Security and terms of repayment for Long Term Secured Borrowings:

Nature of Security

- i. Term Loan amounting to Rs.39 lacs (Previous year Rs. 193 lacs) for Malt Extract Extension is secured by all the machineries and accessories including Civil work related to Filter and instrumentation installed at its works at Jagatjit Nagar, Distt Kapurthala.
- ii. Term Loan amounting to Rs.841 lacs (Previous year Rs. 1,214 lacs) for installation of Water Pollution Control Equipments is secured by all the machineries and accessories including Civil work related to aforementioned equipments installed at its works at Jagatjit Nagar, Distt Kapurthala.
- iii. Term Loan amounting to Rs. Nil (Previous year Rs. 220 lacs) for Malt Spirit Plant and Malted Milk Food Plant is secured by all the machineries and accessories including Civil work related to Plants installed at its works at Jagatjit Nagar, Distt Kapurthala.
- iv. Term Loan amounting to Rs. 306 lacs (Previous year Rs.444 lacs) for machinery (IS machine) is secured by all the machineries and accessories including civil work related to the aforementioned machinery installed at its works at Site IV, Plot No.17 Sahibabad Industrial Area Sahibabad (U.P).

Terms of Repayment

- Repayable in 20 equal quarterly installments commencing from June, 2009. Last installment due in March, 2014. Rate of Interest 13.20%p.a.(Previous year 13.25% p.a.) as at year end. Last installment of March, 2014 was paid on 1st April 2014.
- Repayable in 28 equal quarterly installments commencing from September, 2009. Last installment due in June, 2016. Rate of Interest 14.25% p.a.(Previous year 14.25% p.a.) as at year end.
- Repayable in 20 equal quarterly installments commencing from April, 2009. Last installment was due and paid on January 2014. Rate of interest Nil (Previous year 15.50% p.a.) as at year end.
- Repayable in 20 equal quarterly installments commencing from September, 2011. Last installment due on July, 2016 Rate of interest 14.75% p.a (Previous year 14.25% p.a.) as at year end.

Notes

Continued

- | | | |
|------|--|--|
| v | Term Loan amounting to Rs.Nil (Previous year Rs. 161 lacs) for plant & machinery is secured by all the machineries and accessories including civil work related to aforementioned machinery installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 20 equal quarterly installments commencing from April, 2012. Last installment was initially due on January 2017. However, Loan has been squared off prematurely on January 2014, because company had not availed the whole sanctioned amount of loan. Rate of interest Nil (Previous year 15.50%p.a.) as at year end. |
| vi. | Term Loan amounting to Rs.1,519 lacs (Previous year Rs. 2,008 lacs) for Boiler is secured by all the machineries and accessories including civil work related to the aforementioned machineries installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 20 equal quarterly installments commencing from April, 2013. Last installment due on January, 2018. Rate of interest 13.20% p.a (Previous year 13.25% p.a.) as at year end. |
| vii | Term Loan amounting to Rs.1,200 lacs (Previous year Rs. 2,640 lacs) is secured by land with building thereon where the Hamira (Punjab) plant of company is situated. Loan was taken for General Corporate purpose including strengthening of Net Working Capital and to meet normal capex of the company. | Repayable in 25 equal Monthly installments commencing from January 2013. Last installment due on January 2015 Rate of interest 13.95% p.a.: (Previous year 13.25% p.a.) as at year end. |
| viii | Term Loan amounting to Rs.464 lacs (Previous year Rs. 580 lacs) for turbine is secured by all the machineries and accessories including civil work related to turbine installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 60 equal monthly installments commencing from April, 2013. Last installment due on March, 2018. Rate of interest 14.25% p.a (Previous year 14.25 p.a) as at year end. |
| ix | Term Loan amounting to Rs.4,432 lacs (Previous year Nil) is secured against lease rent receivables of leased space at Plot No. 78, Institutional area, Sector-18, Gurgaon, Haryana and 9th & 10th Floor, Ashoka Estate, 24 Barakhamba Road, New Delhi for the purpose of Working Capital needs of the company. | Repayable in 88 structured monthly installments commencing from June, 2013. Last installment due on Sept, 2020. Rate of interest 12.25% p.a. (Previous year Nil) as at year end. |
| x | Car Loans are secured by hypothecation of the related cars. | Repayable in 36-60 equal monthly installments. Rate of interest 8.25% to 11.25% p.a. |

4.2 Terms of repayment for Long Term Unsecured Borrowings:

- | | | |
|----|--|--|
| i. | Unsecured Inter Corporate deposit Rs. 59 lacs (Previous year Rs. 59 lacs) from related party (Fast Buck Investment and Trading Pvt. Ltd). | Rate of Interest 8% on Rs. 24 lacs and 12% on Rs 35 lacs; Previous year 8% on Rs 24 lacs and 12% on Rs. 35 lacs. |
|----|--|--|

Note : Installments falling due in respect of all the above loans up to 31.3.2015 have been grouped under "Current maturity of long-term debt" (Refer Note 10).

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
5. Deferred Tax Liability (Net)	Deferred Tax Liability		
	Depreciation on Fixed Assets	3,273	2,977
	Total Deferred Tax Liabilities (A)	<u>3,273</u>	<u>2,977</u>
	Statutory Liabilities	244	160
	Employee Retirement Benefits	683	752
	Provision for Bad Debts	147	123
	Total Deferred Tax Assets (B)	<u>1,074</u>	<u>1,035</u>
	Net Deferred Tax liabilities (A-B)	<u>2,199</u>	<u>1,942</u>
	Deferred Tax benefit/(expense) for the year	(257)	(380)
6. Long Term Provisions	Provision for employee benefits		
	- Gratuity	1,297	1,364
	- Leave Encashment	287	324
	Provisions for Litigations		
	- Service Tax	402	402
	- Sales Tax	24	24
	- Excise Duty	78	78
	Provisions for Tax (Net of advance Tax)	—	206
	Provision for wealth Tax	—	1
	<u>2,088</u>	<u>2,399</u>	
7. Other Long Term Liabilities	Security Deposits	848	404
		<u>848</u>	<u>404</u>
8. Short Term Borrowings	Secured		
	- Working Capital Loans from Banks	4,988	5,771
	Unsecured		
	- Fixed Deposits	2,257	1,236
	- Fixed Deposits guaranteed by Directors	594	201
	<u>7,839</u>	<u>7,208</u>	
9. Trade Payables	Micro, Small and Medium Enterprises	182	192
	Others	13,483	13,643
		<u>13,665</u>	<u>13,835</u>

9.1 This information regarding Micro and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

Notes

Continued

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
I	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of the year		
	- Principal Amount Unpaid	182	192
	- Interest due	3	3
II	The amount of interest paid by the buyer in term of section 16, of the Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to suppliers beyond the appointed day during the year		
	- Payment made beyond the Appointed date	584	803
	- Interest paid beyond the Appointed date	—	—
III	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006.	31	30
IV	The amount of interest accrued and remaining unpaid at the end of the year	138	107
10. Other Current Liabilities	Current maturities of long-term debt	3,356	3,280
	Advances from Customers	726	645
	Unclaimed matured deposits (Refer Note 37)	77	117
	Interest accrued but not due	683	386
	Interest accrued and due	154	121
	Due to Directors	2	2
	Security Deposits	324	706
	Employee Benefits	900	953
	Statutory Liabilities	2,595	3,485
	Other Liabilities	1,065	1,069
		9,882	10,764
11. Short Term Provisions	Provision for employee benefits		
	- Gratuity	278	458
	- Leave Encashment	147	173
	Wealth Tax	27	23
		452	654

12. Fixed Assets

(Rs. in lacs)

	GROSS BLOCK-COST OR REVALUED VALUE					DEPRECIATION				NET BLOCK		
	As at April 1, 2013	Added on Revaluation	Additions	Deletion/ Adjustments	As at March 31, 2014	As at April 1, 2013	For the Year	Impairment of Assets	Deletion/ Adjustments	As at March 31, 2014	As at March 31, 2013	As at March 2013
(i) Tangible Assets												
Land												
— Free Hold	4,276	—	—	—	4,276	—	—	—	—	4,276	4,276	
— Lease Hold	1,350	—	—	—	1,350	307	19	—	—	326	1,024	1,043
Buildings	19,807	—	150	14	19,943	6,076	364	—	12	6,428	13,515	13,731
Plant & Machinery	36,791	—	229	729	36,291	24,124	1,454	—	623	24,955	11,336	12,667
Furniture & Fixtures	835	—	1	7	829	480	39	—	7	512	317	355
Vehicles-Owned	2,341	—	16	123	2,234	779	214	—	78	915	1,319	1,562
Office Equipments	977	—	35	12	1,000	585	44	—	5	624	376	392
Total Tangible Assets	66,377	—	431	885	65,923	32,351	2,134*	—	725	33,760	32,163	34,026
Previous Year	62,248	—	4,348	219	66,377	30,464	2,056*	—	169	32,351		
(ii) Intangible Assets												
Patents, Trade Marks	29	—	—	—	29	10	3	—	—	13	16	19
Total Intangible Assets	29	—	—	—	29	10	3*	—	—	13	16	19
Previous Year	29	—	—	—	29	7	3*	—	—	10		

*Please refer Note 32



	As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
13. Non Current Investments		
TRADE INVESTMENTS		
IN EQUITY SHARES		
UNQUOTED		
IN ASSOCIATES		
Hyderabad Distilleries & Wineries Pvt. Ltd. 1,650 (Previous year-1,650) shares of Rs.100 each fully paid	2	2
OTHER-INVESTMENTS		
IN EQUITY SHARES		
QUOTED		
Mohan Meakin Limited 281,961(Previous year-281,961) shares of Rs.5 each fully paid.	84	84
Milkfood Limited 1,350 (Previous year-1,350) Shares of Rs.10 each fully paid	0	0
Punjab National Bank Limited 993 (Previous year -993) shares of Rs.10 each fully paid	4	4
UNQUOTED		
Chic Interiors Private Limited 3,352 (Previous year-3,352) shares of Rs.10 each fully paid	0	0
UNQUOTED-IN SUBSIDIARIES		
S.R.K. Investments Pvt. Ltd. 10,000 (Previous year 10,000) Shares of Rs. 10 each fully paid	1	1
Sea Bird Securities Pvt. Ltd. 8,000 (Previous year 8,000) Shares of Rs. 10 each fully paid	1	1
JIL Trading Pvt. Ltd. 10,000 (Previous year 10,000) Shares of Rs. 10 each fully paid	1	1
L.P. Investments Limited 10,157,500 (Previous year-10,157,500) shares of Rs.10 each fully paid (Purchased During the year Nil (Previous year 10,000,000) shares of Rs.10 each fully paid)	1,016	1016
IN PREFERENCE SHARES		
UNQUOTED		
Qube Corporation Pvt. Ltd. 900,000 (Previous year 1,800,000 Cumulative Redeemable preference shares of Rs. 10 each) (Sold During the year 900,000 (Previous year Nil) shares of Rs.10 each fully paid)	90	180
IN SUBSIDIARIES		
L.P. Investments Limited 4,500 (Previous year-4,500) 9.5% Redeemable Cumulative shares of Rs.100 each fully paid	4	4
IN GOVERNMENT SECURITIES		
UNQUOTED		
06 year National Saving Certificates (lodged with Govt. authorities)	3	2
	1,206	1,295
Aggregate Value of Unquoted Investments	1,118	1,207
Aggregate Value of Quoted Investments	88	88
Market Value/NAV of Quoted Investments	413	412

Notes

Continued

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
14. Long Term Loans and Advances	Capital Advances		
	Unsecured, considered good	114	103
		<u>114</u>	<u>103</u>
	Security Deposits		
	Unsecured, considered good	544	489
	Unsecured, considered doubtful	3	1
	Less: Provision for doubtful deposits	3	1
		<u>544</u>	<u>489</u>
	Loans and advances to related parties		
	Unsecured, considered good	3,236	3,243
		<u>3,236</u>	<u>3,243</u>
	Other loans and advances		
	Unsecured, considered good		
	Advance/claim recoverable in cash or in kind	421	358
Unsecured, considered doubtful	54	54	
Less: Provision for doubtful loans and advances	54	54	
Balances with Statutory Authorities	1	2	
	<u>422</u>	<u>360</u>	
	<u>4,316</u>	<u>4,195</u>	
15. Other Non-Current Assets	MAT Credit Receivable	1,068	1,068
	Fixed Deposits With Bank (Pledged as security)	124	179
	Fixed Deposits With Banks having maturity period of more than one year	3	82
	Advance Wealth tax (Net of Provision)	3	—
	Advance income tax (Net of Provision)	438	232
		<u>1,636</u>	<u>1,561</u>
16. Current Investments	IN MUTUAL FUND		
	Principal PNB Long Term Equity Fund - 3 year Plan - Series I & II	8	8
	Principal PNB Long Term Equity Fund - 3 year Plan - Principal Emerging Bluechip Fund-Growth	10	10
	Principal Mutual Fund		
	UTI Infrastructure Advantage Fund Series I	5	5
		<u>23</u>	<u>23</u>
	Aggregate Value of Quoted Investments/Mutual Funds	23	23
	Market Value/NAV of Quoted Investments/Mutual Funds	42	33



		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
17. Inventories	Raw Materials and Packing Materials	4,300	3,223
	- In Transit	792	1,045
	Less : Provision for obsolete Inventory	23	23
		5,069	4,245
	Work-in-Progress	290	310
	Finished Goods	5,001	8,471
	Stock-in-Trade	208	174
	Store and Spares	1,072	820
	- In Transit	55	45
		11,695	14,065
17.1	Details of Raw and Packaging Materials		
	Grains	888	647
	Molasses	420	166
	ENA	536	582
	Chemicals	31	45
	Color & Essence	74	64
	Bottles	937	350
	Tins & Other Containers	211	170
	Labels	289	292
	Seals	575	508
	Others	339	399
		4,300	3,223
17.2	Details of Work in Progress		
	Malt	6	10
	Glass	22	22
	Malt Extract	3	21
	Liquor	242	241
	Malted Milk Food	17	16
		290	310
17.3	Details of Finished Goods		
	Malt	438	371
	Malt Extract	2	32
	Liquor	4,159	4,677
	Malted Milk Food	1	1
	Carbondioxide Gas	0	0
	Glass	345	3,321
	Containers	9	9
	Others	47	60
		5,001	8,471
17.4	Details of Stock -in-trade		
	Petroleum and its Products	42	49
	Wine	162	121
	Liquor	4	4
		208	174

Notes

Continued

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
18. Trade Receivables	(a) Unsecured overdue for more than six months		
	Considered Good	3,268	2,352
	Considered Doubtful	363	311
	Less: Provision for doubtful receivables	363	311
	(b) Others		
	Considered Good	18,560	19,956
		<u>21,828</u>	<u>22,308</u>
19. Cash and Bank Balances	(i) Cash & Cash Equivalents		
	Cash on hand	144	131
	Cheques on hand	1	112
	Funds in transit	0	31
	Balances with Banks		
	- Current Accounts	357	528
	- Fixed Deposits	531	1,311
	(With Original maturity period of up to 3 months)		
	(ii) Other Bank Balances		
	Fixed Deposits with Bank	2	4
Margin Money Accounts	12	12	
		<u>1,047</u>	<u>2,129</u>
20. Short Term Loans and Advances	Unsecured—Considered Good		
	Others Loan and Advance		
	- Balance with Revenue authorities	948	1,697
	- Advances to Suppliers	2,584	1,318
	- Security Deposits	87	81
	- Others	1,147	1,201
	Unsecured—Considered Doubtful		
	- Others	15	13
	- Less: Provision for Doubtful Advances	15	13
			<u>4,766</u>
21. Other Current Assets	Interest Receivable	59	114
	Other Income Receivable	56	85
	Duty Drawback receivable	9	9
	Fixed Assets held for sale	21	21
		<u>145</u>	<u>229</u>



		For the year ended March 31 2014 (Rs. in lacs)	For the year ended March 31 2013 (Rs. in lacs)
22. Revenue from Operations (Gross)	Sale of Products		
	Manufactured Goods	117,809	126,402
	Traded Goods	9,296	8,080
	Less: Other Discount & Allowances	0	60
		<u>127,105</u>	<u>134,422</u>
	Income from Services		
	Job Work (tax deducted at source Rs.112 lacs; Previous Year Rs. 96 lacs)	5,583	4,961
		<u>5,583</u>	<u>4,961</u>
	Other Operating Revenues		
	Rent (Tax deducted at source Rs.170 lacs; Previous year - Rs.173 lacs)	1,680	1,770
	Royalty (Tax Deducted at Source Rs 19 lacs; Previous year - Rs. 3 lacs)	1,046	1,120
	Duty Drawbacks	18	1
	Scrap Sales	535	318
	Miscellaneous Income (Tax deducte at source Rs. 7 lacs; Previous year Rs.9 lacs)	761	1,840
		<u>4,040</u>	<u>5,049</u>
	<u>136,728</u>	<u>144,432</u>	
22.1 Details of Sale of Products (Net of discount)			
(a) Manufactured Goods			
Malt & Malt Extract	3,808	3,418	
Malted Milk Food	192	606	
Liquor	111,628	116,400	
Glass Bottles	728	4,188	
Carbondioxide Gas	30	32	
Others	1,423	1,698	
	<u>117,809</u>	<u>126,342</u>	
(b) Traded Goods			
Petroleum and its Products	1,861	1,880	
Wine	8	20	
Liquor	7,384	6,134	
others	43	46	
	<u>9,296</u>	<u>8,080</u>	
Total (a) + (b)	<u>127,105</u>	<u>134,422</u>	
23. Other Income	Dividends		
	On Other Investments	0	0
	Interest		
	- Fixed Deposits — Gross (Tax deducted at source Rs.15 lacs ;Previous year Rs 25 lacs)	122	259
	- Others - Gross (Including interest on income tax Refund Rs Nil ; Previous year Rs.Nil)	16	10
	(Tax deducted at source Rs.1 lac; Previous year Rs.Nil)		
	Profit on Sale of Fixed Assets	17	62
	Insurance Claims	10	61
	Liabilities/provisions no longer required written back	182	266
	Foreign Exchange Fluctuation (Net)	6	11
	<u>353</u>	<u>669</u>	

Notes

Continued

		For the year ended March 31 2014 (Rs. in lacs)	For the year ended March 31 2013 (Rs. in lacs)
24. Cost of Materials Consumed	Opening Stocks	4,268	5,655
	<i>Add:</i> Purchases of raw and packing materials	40,816	40,398
		<u>45,084</u>	<u>46,053</u>
	<i>Less:</i> Closing Stocks	5,092	4,268
		<u>39,992</u>	<u>41,785</u>
	24.1 Details of Raw and Packaging Materials Consumed		
	Grains	3,402	3,250
	Molasses	4,730	5,216
	Soda Ash	86	1,512
	Sand	3	570
	ENA	9,503	8,549
	Bottles	9,956	6,357
	Tins & Other Containers	1,936	2,182
	Seals	3,570	3,695
	Cullet Outside Purchase	0	1,452
	Milk	1,133	1,516
	Packing Materials	2,157	3,208
	Others	3,516	4,278
		<u>39,992</u>	<u>41,785</u>
25. Purchases of Stock-in-Trade	Petroleum and its Products	1,818	1,840
	Liquor	6,696	6,087
	Others	42	44
		<u>8,556</u>	<u>7,971</u>
26. Change in Inventories of Finished Goods work in progress and Stock-in-trade	Opening Stocks		
	Work-in-Progress	310	189
	Finished Goods	8,471	7,426
	Stock-in-Trade	174	227
		<u>8,955</u>	<u>7,842</u>
	Closing Stocks		
	Work-in-Progress	290	310
	Finished Goods	5,001	8,471
	Stock-in-Trade	208	174
		<u>5,499</u>	<u>8,955</u>
	Decrease/(Increase)	<u>3,456</u>	<u>(1,113)</u>
27. Employee Benefits Expenses	Salaries, Wages, Bonus and Gratuity	6,174	6,076
	Contribution to Provident, Family Pension and Superannuation Funds	715	669
	Employees' State Insurance	173	159
	Staff Welfare Expenses	259	319
		<u>7,321</u>	<u>7,223</u>
28. Finance Cost	On Fixed Loans	2,127	1,500
	Others	737	808
		<u>2,864</u>	<u>2,308</u>

	For the year ended March 31 2014 (Rs. in lacs)	For the year ended March 31 2013 (Rs. in lacs)
29. Other Expenses		
Manufacturing Expenses		
Consumption of Stores and Spare parts excluding charged to other revenue heads Rs.4,292 lacs (Previous year - Rs. 4,411 lacs)	415	866
Consumption of Moulds (Outside Purchase)	0	67
Power and Fuel	4,449	8,529
Repairs - Buildings	208	320
Plant and Machinery	584	640
Excise Duty*	(207)	998
Other Expenses	3,181	4,049
	<u>8,630</u>	<u>15,469</u>
*Excise Duty shown under expenditure represents the aggregate of excise duty borne by the Company and difference between excise duty on opening and closing stock of finished goods (Refer Note 38).		
Administration and Selling Expenses		
Rent (Net)	303	302
Lease Rental	214	274
Rates & Taxes	3,584	3,594
Insurance	281	311
Travelling Expenses	1,319	1,203
Repairs to Buildings	106	152
Other Repairs & Maintenance	256	285
Bad Debts, Advances and Stock written off	7	18
Provision for Doubtful Debts and advances	81	—
Fixed Assets written off	9	5
Loss on sale of Fixed Assets	20	23
Reimbursement of Expenses to Directors	13	30
Directors Fee	6	6
Forwarding Charges	2,340	2,076
Advertisement, Publicity and Sales Promotion	14,384	14,092
Legal & Professional Expenses	924	931
Miscellaneous Expenses	1,692	1,933
	<u>25,539</u>	<u>25,235</u>
	<u>34,169</u>	<u>40,704</u>
29.1 Details of Payments to Auditors (excluding service tax)		
For Audit Fee	15	15
For Tax Audit Fee	5	5
For Limited Reviews	3	3
For Other Services	1	—
Out of Pocket Expenses	1	1
	<u>25</u>	<u>24</u>
29.2 Prior Period Expenses/Income		
Other Expenses	6	4
	<u>6</u>	<u>4</u>
29.3 Value of Imports on C.I.F. Basis		
Raw Materials	2,425	3,856
Spare Parts including Stores	0	62
29.4 Expenditure in Foreign Currency (On Cash Basis)		
Other Matters - Commission, Traveling etc.	180	98
29.5 Earnings in Foreign Exchange		
Export of goods calculated on FOB basis (Including sales to Nepal in rupee terms, Rs. 192 lacs; Previous year-Rs. 165 lacs)	812	576
30. Exceptional expenses/(incomes)		
Provision for Doubtful Advances written back	—	(1,267)
Provision for permanent diminution in investment written back	—	(20)
	<u>—</u>	<u>(1,287)</u>

Notes

Continued

31. CONTINGENT LIABILITIES:

The following are the details of Contingent liabilities the outflow of which is uncertain at this stage:

- 31.1 Particulars of various claims against the Company not acknowledged as debts Rs. 195 lacs (Previous year Rs. 184 lacs):
- Claim by Punjab Government in respect of amount paid to Mahalaxmi Sugar Mills pending before the 'The Court of Civil Judge (Senior Division), Kapurthala' Rs. 22 lacs (Previous year Rs. 22 lacs).
 - Claim in respect of case filed by ESI Corporation Rs. 6 lacs (Previous year Rs. 6 lacs)
 - Employees related claims Rs. 167 lacs (Previous year Rs. 156 lacs)
 - There are certain claims against the Company relating to usage of trade mark etc., which have not been acknowledged as debts. The outcome of such claims is not ascertainable at this stage.
- 31.2 Particulars of various Excise & Service Tax demands under dispute Rs. 1,111 lacs (Previous year Rs. 902 lacs) which have not been deposited on account of dispute:
- Demand of Service Tax and penalty in respect of wrong availment of Service Tax Cenvat Credit Rs. 261 lacs (Previous year Rs. 247 lacs).
 - Demand of Excise Duty in respect of reversal of Cenvat Credit on Turbine Rs. 74 lacs (Previous year Rs. 74 lacs).
 - Demand in respect of service tax, interest and penalty on income from Tie-up operations and royalty Rs. 569 lacs (Previous year Rs. 569 lacs).
 - Demand of cess and penalty under Central Excise Act on manufacturing of corrugated paper board Rs.1 lac (Previous year Rs.1 lac).
 - Demand of service tax on renting of immovable property Rs.127 lacs (Previous year Rs. 11 lacs).
 - Demand of service tax under service of supply of tangible goods Rs. 62 lacs (Previous year Nil).
 - Demand of service tax and penalty under management, maintenance and repair services Rs. 17 lacs (Previous year Nil).
- 31.3 Particulars of various Sales tax demands under dispute Rs. 82 lacs (Previous year Rs. 76 lacs) :
- Demand of Sales Tax under Central Sales Tax Act on account of incomplete submission of sales tax forms Rs. 9 lac (Previous year Rs.0 lacs).
 - Demand of Sales Tax under UP Sales Tax Act & Central Sales Tax Act Rs. 73 lacs (Previous year Rs. 74 lacs).
 - Demand on account of non-submission of sales tax forms Rs. Nil (Previous year Rs. 2 lacs)
- 31.4 Certain matters relating to various assessment years of Income Tax are pending at the various levels of tax authorities and High Court. The financial impact, if any, on the outcome of these matters is not determinable at this stage.

32. Land, Building and Plant & Machinery at various locations have been revalued as on 31st March, 1998 by an independent approved valuer on a current replacement cost basis. The excess on revaluation of Rs. 4,832 lacs has been transferred to Revaluation Reserve.

	2013-14 (Rs. in lacs)	2012-13 (Rs. in lacs)
Depreciation for the year calculated in accordance with accounting policy mentioned [Refer Note 1.4 (a) and 12] on Tangible assets	2,134	2,056
Depreciation for the year calculated in accordance with accounting policy mentioned [Refer Note 1.4 (b) and 12] on Intangible assets	3	3
Less: Adjusted against Revaluation Reserve	<u>288</u>	<u>309</u>
Net depreciation for the year charged to Profit & Loss Account	<u>1,849</u>	<u>1,750</u>

33. The additions to fixed assets includes interest on borrowing which has been capitalised amounting to Rs. Nil (Previous year Rs. 263 lacs)
34. Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances) Rs. 262 lacs (Previous year Rs. 5 lacs).
35. Maximum amount of advances due from Subsidiary companies, 'S.R.K. Investments Pvt. Limited', 'JIL Trading Pvt. Ltd', 'Sea Bird Securities Pvt. Ltd.' and L.P Investments Limited at any time during the year is Rs. 3,251 lacs (Previous year Rs. 4,244 lacs).
36. In the earlier years, the company had given unsecured advances amounting to Rs. 122 lacs which was unrecoverable from its wholly owned subsidiary Anjani Estates Ltd. (formerly known as Binnies Estate Ltd.). Out of the aforesaid amount, a provision of Rs. 81 lacs had been made against the unsecured advance. During the financial year 2011-12, the company has been able to recover the entire unsecured advance of Rs. 122 lacs from Anjani Estates Ltd. (AEL) therefore, necessitating write-back of earlier provision amount of Rs. 81 Lacs. There was also an investment amounting to Rs. 5 lacs (against which provision for diminution was made in earlier years) that the company had made in Anjani Estates Ltd. (AEL) which was sold during the financial year 2011-12. Consequently, Anjani Estates Ltd (AEL) ceased to be a wholly owned subsidiary of the company as on March 31st 2012. AEL again became the subsidiary of the company by virtue of the provisions of section 4 (3) (b) of the Companies Act, 1956 during the previous financial year. However during the current financial year, AEL ceased to be subsidiary of the company.
37. At the end of the year unclaimed deposits of Rs.77 lacs (previous year Rs. 117 lacs) disclosed under current liabilities are not required to be transferred to the Investor Education and Protection Fund (IEPF) in terms of section 205C of the Companies Act, 1956, as these deposits are unclaimed for less than 7 years from the date of their maturity. Additional unclaimed deposits of Rs. 0.37 lacs as on 31.3.2014 (Previous year Rs. 0.68 lacs) lying unclaimed for more than 7 years have been deposited in the IEPF on 12th April, 2014 (Previous year 15th April, 2013).
38. In accordance with ASI 14 on 'Disclosure of Revenue from Sales Transactions' issued by Institute of Chartered Accountants of India, excise duty on turnover amounting to Rs. 43,140 lacs (Previous year Rs. 45,092 lacs) has been reduced from turnover in Statement of Profit & Loss. Differential excise duty on opening and closing stock of finished goods amounting to Rs. (207) lacs (Previous year Rs. 998 lacs) has been separately shown in Manufacturing Expenses under 'Other Expenses Schedule' (Refer Note 29).
39. Earnings per share (EPS) : Numerators and denominators used to calculate basic and diluted earning per share

	Year ended 31.03.2014 Amount (Rs)	Year ended 31.03.2013 Amount (Rs)
Net Profit/(Loss) attributable to Shareholders	(452,321,445)	50,536,583
Number of equity shares in issue	43,648,112*	43,648,112*
Basic / Diluted Earnings per share of Rs.10 each (Rs.)	(10.36)	1.16

Notes: The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and diluted earning per share of the Company remain the same.

* The preferential allotment of 2,500,000 equity shares, having no right to dividend has not been considered in the above computation of EPS (Refer Note 2.7c).

40. EMPLOYEE BENEFITS

The Company has classified various employee benefits as under:

40.1 Defined Contribution Plans

During the year, the Company has recognised the following amounts in the Statement of Profit and Loss:

	For the Year ended 31.03.2014 (Rs. in lacs)	For the Year ended 31.03.2013 (Rs. in lacs)
(i) Employers' Contribution to Superannuation Fund	190	171
(ii) Employers' Contribution to Provident Fund	525	498
(iii) Employers' Contribution to Employees' State Insurance	173	159

Included in 'Contribution to Provident, Family Pension and Superannuation Funds' and 'Employees' State Insurance (Refer Note 27)

40.2 Defined Benefit Plans

Valuation in respect of Gratuity and Leave Encashment have been carried out by independent actuary, as at 31st March, 2014, based on the following assumptions:

	Leave Encashment (Unfunded) (Rs. in lacs)	Gratuity (Unfunded) (Rs. in lacs)
(I) Assumptions		
(a) Discount Rate	9.15%	9.15%
(b) Rate of increase in Compensation Levels	5%	5%
(c) Rate of return of Plan Assets	N.A.	N.A.
(d) Expected Average remaining working lives of employees (in years)	7.85-18.00	7.85-18.00
(II) Change in the Present Value of Obligation		
(a) Present value of obligation as at April 1, 2013	497	1,822
(b) Interest cost	27	152
(c) Current service cost	124	112
(d) Benefit paid	(56)	(317)
(e) Actuarial (gain)/loss on obligations	(158)	(194)
(f) Present value of obligation as at March 31, 2014	434	1,575
(III) Amount recognised in the Balance Sheet		
(a) Present value of obligation as at March 31, 2014	434	1,575
(b) Fair Value of Plan Assets as at the year end	—	—
(c) (Asset) / Liability recognised in the Balance Sheet	434	1,575
(IV) Expenses recognised in the Statement of Profit and Loss		
(a) Current service cost	124	112
(b) Interest cost	27	152
(c) Expected Return on Plan Assets	—	—
(d) Settlement Cost/Credit	(56)	(317)
(e) Actuarial (gain)/loss recognised in period	(158)	(194)
(f) Total Expenses recognised in the Statement of Profit and Loss	(63)	(247)

Valuation in respect of Gratuity and Leave Encashment was carried out by independent actuary, as on 31st March, 2013, based on the following assumptions:

(I) Assumptions		
(a) Discount Rate	8.00-8.25%	8.00-8.25%
(b) Rate of increase in Compensation Levels	5%	5%
(c) Rate of return of Plan Assets	N.A.	N.A.
(d) Expected Average remaining working lives of employees (in years)	8.74-17.92	8.74-17.92
(II) Change in the Present Value of Obligation		
(a) Present value of obligation as at April 1, 2012	575	1,831
(b) Interest cost	28	139
(c) Current service cost	112	113
(d) Benefit paid	(52)	(268)
(e) Actuarial (gain)/loss on obligations	(166)	7
(f) Present value of obligation as at March 31, 2013	497	1,822
(III) Amount recognised in the Balance Sheet		
(a) Present value of obligation as at March 31, 2013	497	1,822
(b) Fair Value of Plan Assets as at the year end	—	—
(c) (Asset) / Liability recognised in the Balance Sheet	497	1,822
(IV) Expenses recognised in the Statement of Profit and Loss		
(a) Current service cost	112	113
(b) Interest cost	28	139
(c) Expected Return on Plan Assets	—	—
(d) Settlement Cost/Credit	(52)	(268)
(e) Actuarial (gain)/loss recognised in period	(166)	7
(f) Total Expenses recognised in the Statement of Profit and Loss	(78)	(9)

41. Segment Reporting

i) Primary Segment Reporting (by Business Segments)

Composition of Business Segments

Segments have been identified and reported taking into account, the nature of products and services, the differing risks and returns, the organisation structure, and the internal financial reporting systems. The Company's business segments are as under:

Beverages : Segment includes manufacturing and supply of Bottled Indian Made Foreign Liquor, Country Liquor, Industrial Alcohol and licensing use of its IMFL brands.

Food : Segment includes manufacturing and supplies of food products and providing services for manufacture of food products.

Packaging : Segment includes manufacturing and supplies of Glass to open market and for its captive consumption.

Others : Segment includes sale of Petroleum products and Khad . It also includes dividend from and profit on sale of investments and income from marketing services.

ii) As part of Secondary reporting, revenues are attributed to geographical areas based on the location of the customers.

iii) Inter Segment Pricing - At cost plus margin.

Notes

Continued

Information about Business Segment - Primary for the year 2013-14

	Beverages	Food	Packaging	Others	Total
REVENUE					
Sales (Net of Excise duty), Services and Other income	80,420	10,430	749	1,911	93,510
Inter Segment Sales	—	—	1,755	—	1,755
Unallocated Income	—	—	—	—	293
Total Revenue	80,420	10,430	2,504	1,911	95,558
RESULTS					
Segment Results (Refer Note vii below)	2,126	668	(1,062)	22	1,754
Unallocated expenditure	—	—	—	—	(3,294)
Net of unallocated income	—	—	—	—	138
Interest Income	—	—	—	—	(2,864)
Interest Expense	—	—	—	—	(4,266)
Profit/(Loss) before exceptional items	—	—	—	—	—
Exceptional items	—	—	—	—	(4,266)
Profit/ (Loss) before tax	—	—	—	—	(4,266)
Less: Tax expense:	—	—	—	—	—
Current Tax :	—	—	—	—	—
- For the year	—	—	—	—	—
- MAT Credit Entitlement	—	—	—	—	—
Deferred Tax (benefit)/ charge	—	—	—	—	257
Profit/ (Loss) after tax	—	—	—	—	(4,523)
OTHER INFORMATION					
Segment Assets (Refer Note ii below)	50,139	8,240	5,103	96	63,578
Unallocated Assets	—	—	—	—	15,846
Total Assets	—	—	—	—	79,424
Segment Liabilities	19,760	1,439	377	3	21,579
Unallocated Liabilities	—	—	—	—	25,980
Total Liabilities	—	—	—	—	47,559
Capital Expenditure	169	555	—	—	724
Unallocated Capital Expenditure	—	—	—	—	62
Total Capital Expenditure	—	—	—	—	786
Depreciation	930	471	277	5	1,683
Unallocated Depreciation	—	—	—	—	166
Total	—	—	—	—	1,849
Non - cash expenditure other than depreciation	88	—	4	—	92
Unallocable Non Cash expenditure	—	—	—	—	5
Total	—	—	—	—	97

Information about Secondary Business Segments - Geographical by location of customers

(Rs. in lacs)

	Domestic	Overseas	Total
Revenues (Net of Excise Duty)	92,981	822	93,803
Other information:			
Carrying amount of segment assets by location of assets	79,424	—	79,424
Addition to Fixed Assets/Capital Work- in- Progress (including Capital Advances)	786	—	786

Information about Business Segment - Primary for the year 2012-13

(Rs. in lacs)

	Beverages	Food	Packaging	Others	Total
REVENUE					
Sales (Net of Excise duty), Services and Other income	83,330	10,197	3,812	1,936	99,275
Inter Segment Sales	58	—	6,534	—	6,592
Unallocated Income	—	—	—	—	1,752
Total Revenue	83,388	10,197	10,346	1,936	107,619
RESULTS					
Segment Results (Refer Note vii below)	4,172	1,024	(844)	24	4,376
Unallocated expenditure	—	—	—	—	(2,956)
Net of unallocated income	—	—	—	—	269
Interest Income	—	—	—	—	(2,308)
Interest Expense	—	—	—	—	(619)
Profit/ (Loss) before exceptional items	—	—	—	—	(1,287)
Exceptional items	—	—	—	—	668
Profit/ (Loss) before tax	—	—	—	—	—
Less: Tax expense:	—	—	—	—	—
Current Tax :	—	—	—	—	135
- For the year	—	—	—	—	(352)
- MAT Credit Entitlement	—	—	—	—	380
Deferred Tax (benefit)/ charge	—	—	—	—	—
Provision for earlier year written back	—	—	—	—	—
Profit/ (Loss) after tax	—	—	—	—	505
OTHER INFORMATION					
Segment Assets (Refer Note ii below)	49,958	8,094	9,257	114	67,423
Unallocated Assets	—	—	—	—	16,963
Total Assets	—	—	—	—	84,386
Segment Liabilities	18,674	1,555	2,498	8	22,735
Unallocated Liabilities	—	—	—	—	24,971
Total Liabilities	—	—	—	—	47,706
Capital Expenditure	1,479	1,797	67	—	3,343
Unallocated Capital Expenditure	—	—	—	—	219
Total Capital Expenditure	—	—	—	—	3,562
Depreciation	590	424	526	5	1,545
Unallocated Depreciation	—	—	—	—	205
Total	—	—	—	—	1,750
Non - cash expenditure other than depreciation	13	—	—	—	13
Unallocable Non Cash expenditure	—	—	—	—	10
Total	—	—	—	—	23

Information about Secondary Business Segments - Geographical by location of customers(Rs. in lacs)

	Domestic	Overseas	Total
Revenues (Net of Excise Duty)	100,442	585	101,027
Other information:			
Carrying amount of segment assets by location of assets	84,386	—	84,386
Addition to Fixed Assets/Capital Work- in- Progress (including Capital Advances)	3,562	—	3,562

NOTES:

- The Company is focused on the segment of Beverages (including Liquor) in India. The commercial terms and conditions of Liquor sales being identical in India, there are no differential risks and return on the basis of such business segmentation. The Company's year to date export turnover being less than 1% of its total turnover (Previous year less than 1%), the commercial risks and returns involved on the basis of geographic segmentation are therefore considered insignificant and immaterial.
- Segment assets include Capital Work- in- Progress & Capital Advances aggregating to Rs.697 lacs (Previous year-Rs. 342 lacs). While most assets are directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis.
- Capital expenditure pertains to additions made to Fixed Assets/ Capital Work-in-Progress (including Capital Advances) during the year.
- Unallocated assets includes land, administration building and cash & bank balances etc. at Jagatjit Nagar.
- Unallocated liabilities include interest bearing liabilities and tax provisions and deferred tax liability.
- Non cash items includes bad debts, advances and stocks written off, provision for doubtful debts & advances and fixed assets written off.
- Sales Services and other Income of Beverages segment includes rental income (net) of Rs. 1,479 lacs (Previous year Rs. 1,602 lacs) from the surplus properties of the Company.

42. Related Party Disclosures

In accordance with the requirements of "Accounting Standard 18" issued by The Institute of Chartered Accountants of India on the Related Party Disclosures, the transactions and Related Parties with whom transactions have taken place during the year are as follows:

42.1 Related parties and transactions with them as identified by the management and relied upon by the Auditors are given below:

Subsidiary Companies
JIL Trading Pvt. Ltd.
S.R.K. Investments Pvt. Ltd.
Sea Bird Securities Pvt. Ltd.
L.P. Investments Limited.

42.2 Enterprises over which Major shareholders, Key Management Personnel and their relatives have significant influence / control :

Milkfood Ltd.
Hyderabad Distilleries & Wineries Pvt. Ltd. (Associate)
Fast Buck Investments & Trading Pvt. Ltd.
Jagatjit Industries Limited Employees Superannuation Scheme
Pashupati Properties & Estates Pvt. Limited
Qube Corporation Pvt. Ltd.

42.3 Key Management Personnel (Directors) and their relatives :

Mr. Narender Sapra (Managing Director)
Mr. Arvind Behl (Ceased to be Director of the Company w.e.f. 7th July, 2012)
Mr. Ravi Manchanda (Director)
Mrs. Mansi Behl (Wife of Mr. Arvind Behl)
Mrs. Nimmi Manchanda (Wife of Mr. Ravi Manchanda)

42.4 Details of transactions carried out with the related parties in the ordinary course of business:

(Rs. in lacs)

	For the Year ended March 31, 2014				For the Year ended March 31, 2013			
	With Persons Mentioned in Note 42.1	With Persons Mentioned in Note 42.2	With Persons Mentioned in Note 42.3	Total	With Persons Mentioned in Note 42.1	With Persons Mentioned in Note 42.2	With Persons Mentioned in Note 42.3	Total
PARTICULARS OF TRANSACTIONS								
Sales of Goods (Hyderabad Distilleries & Wineries Pvt. Ltd.)	—	9	—	9	—	8	—	8
Job Work rendered (Milkfood Limited)	—	—	—	—	—	3	—	3
Royalty Received (Hyderabad Distilleries & Wineries Pvt. Ltd.)	—	3	—	3	—	2	—	2
Purchases of goods (Milkfood Limited)	—	18	—	18	—	62	—	62
Interest accrued (Refer Note 3 below)	—	6	—	6	—	6	—	6
Reimbursement of Payments Made on Behalf of Company (Refer Note 4 below)	—	104	—	104	—	108	—	108
Expenses paid by Company on Behalf of related party (Refer Note 5 below)	1	26	—	27	1	19	—	20
Rent received (Milkfood Limited)	—	4	—	4	—	4	—	4
Loans including interest repaid (Refer Note 6 below)	—	2	—	2	—	3	—	3
Managerial Remuneration (Refer Note 2 below)	—	—	150	150	—	—	124	124
Purchase of Shares (L. P. Investments Ltd)	—	—	—	—	1,000	—	—	1,000
Sale of shares to Hyderabad Distilleries & Wineries Pvt. Ltd.	—	45	—	45	—	—	—	—
Advance Given (Refer Note 8 below)	10	—	—	10	2	—	—	2
Refund of Advance Given (Refer Note 9 Below)	17	—	—	17	1,000	—	—	1,000
Bottling Charges paid (Hyderabad Distilleries & Wineries Pvt. Ltd.)	—	202	—	202	—	242	—	242
Lease Rent paid (Refer Note 7 below)	—	147	10	157	—	147	13	160
Provision for Permanent Diminution in value of Investments written Back (Refer Note 10 below)	—	—	—	—	20	—	—	20
Provision for Doubtful Advances written back (L. P. Investments Ltd.)	—	—	—	—	1,266	—	—	1,266
Contribution to Superannuation Fund (Jagatjit Industries Limited Employees Superannuation Scheme)	—	134	—	134	—	172	—	172
BALANCES OUTSTANDING AT THE YEAR END								
Unsecured Advances (Note 11)	3,236	—	—	3,236	3,243	—	—	3,243
Payable (Net of Receivable)	—	157	—	157	—	(371)	—	(371)
Unsecured Loans (Including interest accrued)	—	74	—	74	—	70	—	70
Investments (Note 12)	1,023	92	—	1,115	1,023	182	—	1,205

Notes:

- The above information has been compiled on the basis of disclosures received from all directors of the Company.

Notes

Continued

- 2) The above payments does not include expenses incurred by / reimbursed to directors during the course of performance of duty.
- 3) Interest Accrued is in respect of the following :
Fast Buck Investments & Trading Pvt. Ltd. Rs. 6 lacs (Previous year Rs. 6 lacs)
- 4) Reimbursement of Payments Made on behalf of the Company is in respect of the following :
Milkfood Ltd. Rs. 94 lacs (Previous year Rs. 92 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 10 lacs (Previous year Rs.16 lacs)
- 5) Expenses paid by the Company on behalf of related parties is in respect of the following :
Milkfood Ltd. Rs. 13 lacs (Previous year Rs. 15 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 13 lacs (Previous year Rs. 4 lacs)
Anjani Estates Ltd. Rs. Nil (Previous year Rs. 1 lacs)
JIL Trading Pvt. Ltd. Rs 0 (Previous Year Rs. Nil)
S. R. K. Investments Pvt. Ltd. Rs. 0 (Previous year Rs. Nil)
L. P. Investments Pvt. Ltd. Rs 0 (Previous year Rs. Nil)
- 6) Loans including interest repaid is in respect of the following :
Fast Buck Investments & Trading Pvt. Ltd. Rs. 2 lacs (Previous year Rs. 3 lacs)
- 7) Lease Rent paid
Pashupati Properties & Estates Pvt. Limited Rs. 12 lacs (Previous year Rs. 12 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 135 lacs (Previous year Rs. 135 lacs)
Mrs. Nimmi Manchanda Rs. 10 lacs (Previous year Rs. 10 lacs)
Mrs. Mansi Behl Rs. Nil (Previous year Rs. 3 lacs)
- 8) Advances Given
S. R. K. Investments Pvt. Ltd. Rs.4 lacs (Previous year Rs. Nil)
JIL Trading Pvt. Ltd.Rs. 6 lacs (Previous year Rs. 2 lacs)
- 9) Refund of Advance
L.P. Investments Ltd. Rs. 15 lacs (Previous year Rs. 1,000 lacs)
S. R. K. Investments Pvt. Ltd. Rs.2 lacs (Previous year Rs. Nil)
- 10) Provision for Permanent Diminution in value of Investments written back
L.P. Investments Ltd. Rs. Nil (Previous year Rs. 20 lacs)
- 11) Unsecured Advances Outstanding
S.R.K. Investments Pvt. Ltd. Rs. 2,977 lacs (Previous year Rs. 2,975 lacs)
L.P. Investments Ltd. Rs. 252 lacs (Previous year Rs. 266 lacs)
JIL Trading Pvt. Ltd. Rs. 7 lacs (Previous year Rs. 2 lacs)
- 12) Investments
S.R.K. Investments Pvt. Ltd. Rs. 1 lacs (Previous year Rs. 1 lacs)
L.P. Investments Ltd. Rs. 1,020 lacs (Previous year Rs. 1,020 lacs)
JIL Trading Pvt. Ltd. Rs. 1 lacs (Previous year Rs. 1 lacs)
Sea Bird Securities Pvt. Ltd. Rs. 1 lacs (Previous year Rs. 1 lacs)
Qube Corporation Pvt. Ltd. Rs. 90 lacs (Previous year Rs. 180 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. (Associate) Rs. 2 lacs (Previous year Rs. 2 lacs)

43. Value of Imported/Indigenous Raw and Packing Materials, Stores and Spare Parts consumed:

	2013-14		2012-13	
	Value (Rs. in lacs)	%	Value (Rs.in lacs)	%
Raw and Packing Materials				
Imported	2,780	6.95	4,274	10.23
Indigenous	37,212	93.05	37,511	89.77
	<u>39,992</u>	<u>100.00</u>	<u>41,785</u>	<u>100.00</u>
Stores and Spare Parts				
Imported	3	0.06	44	0.83
Indigenous	4,704	99.94	5,233	99.17
	<u>4,707</u>	<u>100.00</u>	<u>5,277</u>	<u>100.00</u>

44. Sundry Debtors, Sundry Creditors and Loans & Advances are subject to confirmation and are in the process of reconciliation.

45. The Company normally acquires vehicles under operational lease with the respective underlying assets as security. Minimum lease payments outstanding as on March 31, 2014 in respect of these assets are as under:

	Total minimum lease payments outstanding as on March 31, 2014 (Rs. in lacs)	Total minimum lease payments outstanding as on March 31, 2013 (Rs. in lacs)
Due within one year	—	9
Due later than one year and not later than five years	—	—

Lease payments of Rs. 9 lacs (Previous year Rs. 53 lacs) have been recognised as an expense in the profit and loss account for the year ended March 31, 2014.

46. During the year, production activities at the Glass Division of the company situated at Sahibabad (U.P) have been discontinued w.e.f. 3rd April, 2013. The glass container business of the company became unviable due to substantially higher price of natural gas charges from the company by GAIL (I) Ltd (based upon imported LNG prices) as compared to prices (based on Administered Price Mechanism of Govt of India) charged by GAIL (I) Ltd from similar glass manufacturers in Agra-Firozabad (U.P) area.

47. During the previous financial year, the company acquired 1 crore shares of M/s L.P. Investments Ltd, by conversion of outstanding loan of Rs. 10 crores. By virtue of this transaction M/s L.P. Investments Ltd. has become subsidiary of the company in the previous financial year.

48. Previous year's figures have been regrouped / reclassified whenever necessary to correspond with the current year's classification/disclosure.



Consolidated Financial Statements

Independent Auditors' Report

TO THE MEMBERS OF JAGATJIT INDUSTRIES LIMITED

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of Jagatjit Industries Limited ("the Company") and its subsidiaries and associate company; hereinafter referred to as the 'Group' (refer Note 32 of the attached consolidated financial statements), which comprise the Consolidated Balance Sheet as at March 31, 2014, and the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

2. The Company's Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the Company's internal control. 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 consolidated financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. We report that the consolidated financial statements have been prepared by the Company's Management in accordance with the requirements of Accounting Standard (AS) 21 – Consolidated Financial Statements and Accounting Standard (AS) 23 – Accounting for Investments in Associates in Consolidated Financial Statements notified under Section 211(3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013.
7. Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the components of the Group as referred to above, and to best of our information and according to the explanations given to us, in our opinion, the attached consolidated financial statements give a true and fair view in conformity with accounting principles generally accepted in India:
 - (a) In the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2014;
 - (b) in the case of the Consolidated Statement of Profit and Loss, of the loss of the Group for the year ended on that date; and
 - (c) in the case of the Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

Other Matter

8. We did not audit the financial statements of four subsidiaries included in the consolidated financial statements, which constitute total assets of Rs. 3,086 lacs as at March 31, 2014, total revenue of Rs. 5 lacs, net loss of Rs. 6 lacs and net cash outflow amounting to Rs. 10 lacs for the year then ended and an associate company whose financial statements reflect the Group's share of profit upto March, 2014 amounting to Rs. 203 lacs and the Group's share of loss of Rs. 9 lacs for the year ended on that date as considered in the Consolidated Financial Statements. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion on the consolidated financial statements to extent they have been derived from such financial statements is based solely on the report of such other auditors.

Nitin Chaudhry
Partner
Membership No. F 91463
For and on behalf of
Mittal Chaudhry & Co.
Chartered Accountants
Firm Registration No. 002336N

Place : New Delhi
Date : 10th July, 2014

Consolidated Balance Sheet

as at March 31, 2014

	Note	As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
Equity and Liabilities			
Shareholders' Funds			
Share Capital	2	4,615	4,615
Reserves and Surplus	3	27,446	32,260
Minority Interest		—	—
Non-Current Liabilities			
Long Term Borrowings	4	10,669	10,739
Deferred Tax Liability (Net)	5	2,199	1,942
Long Term Provisions	6	2,088	2,399
Other Long Term Liabilities	7	848	404
Current liabilities			
Short Term Borrowings	8	7,839	7,208
Trade Payables	9	13,665	13,835
Other Current Liabilities	10	9,884	10,771
Short Term Provisions	11	452	654
		<u>79,705</u>	<u>84,827</u>
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	12	32,163	34,140
Intangible Assets	12	1,265	1,298
Capital Work-in-Progress		583	239
Non-current investments	13	473	570
Long-term loans and advances	14	4,058	3,930
Other non-current assets	15	1,649	1,573
Current Assets			
Current investments	16	23	23
Inventories	17	11,695	14,065
Trade receivables	18	21,828	22,308
Cash and Bank Balances	19	1,057	2,155
Short-term loans and advances	20	4,766	4,297
Other current assets	21	145	229
		<u>79,705</u>	<u>84,827</u>
Significant Accounting Policies	1		

This is the Balance Sheet referred to in our report of even date

The Notes referred to above form an integral part of the financial statements

Nitin Chaudhry

Partner

Membership No. F 91463

For and on behalf of

MITTAL CHAUDHRY & CO.

Chartered Accountants

Firm Registration No.002336N

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors

Consolidated Profit and Loss

for the year ended March 31, 2014



			For the year Ended March 31 2014 (Rs. in lacs)	For the year Ended March 31 2013 (Rs. in lacs)
Income	Revenue from Operations (Gross)	22	136,728	144,432
	Less: Excise Duty		<u>43,140</u>	<u>45,092</u>
			93,588	99,340
	Other Income	23	<u>358</u>	<u>682</u>
			<u>93,946</u>	<u>100,022</u>
Expenses	Cost of Materials Consumed	24	39,992	41,785
	Purchases of Stock-in-Trade	25	8,556	7,971
	Changes in Inventories of Finished Goods, Work-in-Process and Stock-in-Trade	26	3,456	(1,113)
	Employee Benefits Expense	27	7,321	7,223
	Finance Costs	28	2,864	2,308
	Depreciation and Amortisation Expense	33	1,849	1,750
	Other Expenses	29	<u>34,180</u>	<u>40,709</u>
			<u>98,218</u>	<u>100,633</u>
	Profit/(Loss) before exceptional items and tax		<u>(4,272)</u>	(611)
	Exceptional expenses/(incomes)	30	<u>—</u>	<u>(1,287)</u>
Profit/(Loss) before Tax			<u>(4,272)</u>	676
Less: Tax Expenses	Current tax :			
	- For the year		—	135
	- MAT Credit Entitlement		—	(352)
	Deferred Tax (benefit)/charge	5	<u>257</u>	<u>380</u>
			<u>257</u>	<u>163</u>
	Profit/(Loss) after Tax before share of results of associates and minority interest		<u>(4,529)</u>	<u>513</u>
	Less : Minority Interest		<u>0</u>	<u>0</u>
	Add : Share of Net Profit/(Loss) of Associates		<u>(9)</u>	<u>2</u>
Profit/(Loss) after Tax and after share of results of associates and minority interest			<u>(4,538)</u>	<u>515</u>
	Basic and Diluted Earnings per share (Rs.) (Face Value of Rs. 10 each)	38	<u>(10.40)</u>	1.18
	Significant Accounting Policies	1		

This is the Statement of Profit & Loss referred to in our report of even date

The Notes referred to above form an integral part of the financial statements

Nitin Chaudhry

Partner

Membership No. F 91463

For and on behalf of

MITTAL CHAUDHRY & CO.

Chartered Accountants

Firm Registration No.002336N

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors

Consolidated Cash Flow Statement

for the year ended March 31, 2014

	2014 (Rs. in lacs)	2013 (Rs. in lacs)
A. Cash Flow from Operating Activities:		
Net Profit/(Loss) before tax	(4,272)	676
Adjustments for:		
Depreciation	1,849	1,750
Interest Expense	2,864	2,308
Interest Income	(138)	(269)
(Profit)/Loss on Fixed Assets sold (net)	3	(39)
Fixed Assets written off	9	5
Debts / Advances/Stock written off	7	18
Provision for Bad & Doubtful Debts and Advances	81	—
Liability no longer required written back	(50)	(197)
Provision for Gratuity & Leave Encashment	(310)	(88)
Unrealised Foreign Exchange (gain)/loss (net)	2	(4)
Operating Profit before Working Capital Changes	45	4,160
Adjustments for changes in Working Capital :		
(Increase)/ Decrease in Trade Receivables	270	(2,592)
(Increase)/ Decrease in Short Term Loans & Advances	(381)	(847)
(Increase)/ Decrease in Long Term Loans & Advances	(43)	(69)
(Increase)/ Decrease in Other Current Assets	(152)	(210)
(Increase)/ Decrease in Inventories	2,364	341
Increase/ (Decrease) in Trade Payables	20	(89)
Increase/(Decrease) in other current liabilities	(1,287)	(1,280)
Increase/(Decrease) in Other Long Term Liabilities	444	(475)
Increase/(Decrease) in Long Term Provisions	(1)	(1)
Increase/(Decrease) in Short Term Provisions	4	—
Cash generated from operations	1,283	(1,062)
Taxes (Paid)/ Received (Net of TDS)	(88)	(95)
Exceptional items		
Provisions for investment Written Back	—	20
Provisions for Advance to subsidiary Written Back	—	1,267
Net Cash from/ (used) Operating Activities	1,195	(2,444)
B. Cash flow from Investing Activities:		
Purchase of Fixed Assets including Capital Work- in -Progress and Capital advances	(925)	(3,172)
Proceeds from Sale of Fixed Assets	143	84
Proceeds from Sale of Investments	3	—
Interest Received (Revenue)	177	228
Release/(Addition) of Cash (from)/for restrictive use	55	(60)
Net Cash from Investing Activities	(547)	(2,925)
C. Cash Flow from Financing Activities:		
Proceeds from short term Borrowings (Net)	631	(1,542)
Proceeds from long term Borrowings (Net)	163	6,193
Interest Paid	(2,534)	(2,423)
Interest Paid - Capitalised	—	(241)
Net cash used in Financing Activities	(1,740)	1,987
Net Increase/ (Decrease) in Cash & Bank Balances	(1,092)	(3,382)
Cash and Cash equivalents at the beginning of the year	2,133	5,524
Other Bank Balance at the beginning of the year	16	13
Cash and Cash equivalents at the end of the year	1,043	2,139
Fixed Deposits with Banks	2	4
Margin Money Account	12	12
Cash and Bank Balances at the end of the year	1,057	2,155
Cash and Bank Balances Comprise		
Cash, Cheques & Drafts (in hand) and Remittances in transit	154	275
Balance with Scheduled Banks	903	1,880
	<u>1,057</u>	<u>2,155</u>
Cash and Cash Bank Balances Include :		
Cash and Bank Balances	1,057	2,155
Unrealised gain on foreign currency	—	—
Total Cash and Cash Equivalents	<u>1,057</u>	<u>2,155</u>

Notes :-

- The aforesaid Cash Flow Statement has been prepared under the "Indirect Method" and in accordance with Accounting Standard (AS)-3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.
- Fixed Deposits with banks having maturity period of more than one year (including those pledged with statutory authorities) have been disclosed in other non current assets (Note 15) and do not form part of cash and bank balances.
- Figures in brackets indicate cash outgo.
- Previous year's figures have been regrouped and recast wherever necessary to conform to the current year classification.

This is the Cash Flow Statement referred to in our report of even date

Significant Accounting Policies and Notes to Accounts form an integral part of the financial statements

Nitin Chaudhry

Partner
Membership No. F 91463
For and on behalf of
MITTAL CHAUDHRY & CO.
Chartered Accountants
Firm Registration No.002336N

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors

Notes on Consolidated

Financial Statements for the year ended March 31, 2014



1 SIGNIFICANT ACCOUNTING POLICIES:

1.1 A) BASIS FOR PREPARATION OF ACCOUNTS

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (GAAP) under the historical cost convention on accrual basis, except for certain tangible assets which are being carried at revalued amounts. These financial statements have been prepared to comply in all material aspects with the accounting standards as prescribed by Companies (Accounting Standards) Rule, 2006, as amended and the other relevant provisions of the Companies Act, 1956 (to the extent applicable) and the Companies Act, 2013 (to the extent notified) read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.

B) BASIS OF CONSOLIDATION

The Financial Statements of the subsidiaries and associates used in the consolidation are drawn up to the same reporting date as that of the parent company i.e. year ended March 31, 2014.

C) PRINCIPAL OF CONSOLIDATION

- i) The financial statement of the parent company and its subsidiaries have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenditure after eliminating intra group balances and intra group transactions.
- ii) The financial statements of the parent company, its subsidiaries and associates have been consolidated using uniform accounting policies for like transactions and other events.
- iii) The investment in associates have been accounted for using the equity method whereby the investment is initially recorded at cost and adjusted thereafter for the post acquisition changes in the Group's share of net assets.
- iv) Goodwill represents the difference between the company's share in the networth and cost of acquisition of subsidiary at each stage of acquisition of investment. Goodwill arising on consolidation is not amortised.

1.2. USE OF ESTIMATES

The preparation of financial statements require estimates and assumptions to be made that affect the reported amount of assets and liabilities on date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

1.3. FIXED ASSETS

a) Tangible:

Fixed Assets are stated at cost of acquisition / revalued amounts less accumulated depreciation. Cost of acquisition includes taxes, duties, freight and other costs that are directly attributable to bringing assets to their working condition for their intended use. Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Spares that can be used only with particular items of plant and machinery and such usage is expected to be irregular are capitalised.

b) Intangible:

Intangible Assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment loss, if any.

1.4. DEPRECIATION / AMORTISATION

a) Tangible:

Principal Straight Line Method (SLM) rates, in the manner prescribed by Schedule XIV of the Companies Act, 1956, have been adopted for the purpose of calculation of depreciation except for the amount added on revaluation of certain assets which are depreciated on the estimate provided by the valuer of the remaining useful life of such assets. Leasehold land is amortised over the period of lease. Depreciation on the assets which have been impaired is provided on the basis stated in note 1.5 below.

b) Intangible:

Intangible assets are amortised on a straight line basis over their estimated useful lives and have been amortised @ 10% per annum.

1.5. IMPAIRMENT OF ASSETS

All assets other than inventories, investments and deferred tax assets, are reviewed for impairment, in accordance with Accounting Standard (AS 28), "Impairment of assets", issued by the Institute of Chartered Accountants of India, wherever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Previously recognised impairment loss shall be increased or reversed depending on changes in circumstances. However the carrying amount after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

1.6. INVESTMENTS

Long Term Investments are stated at cost and provision for diminution is made to recognise a decline, other than temporary, in the value of investments. Current Investments are stated at lower of cost and fair value.

1.7. INVENTORIES

Inventories are valued at the lower of cost (inclusive of excise duty, as applicable) or net realisable value. Cost is determined on a weighted average basis and it includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

1.8. INCOME

a) Sale is recognised on dispatches made from respective locations of the Company and is inclusive of excise duty on sales wherever payable by the Company. Sales include goods sold by contract manufacturers on behalf of the Company, since risk and reward belongs to the company in accordance with the terms of the relevant contract manufacturing agreements.

b) Revenue from job work is recognised on the completion of a relevant job.

c) Interest on Income Tax refunds, Insurance claims, Export benefits and Other refunds are accounted for as and when amounts receivable can be reasonably determined as being acceptable to authorities. Royalty income is accounted on an accrual basis in accordance with terms specified in the relevant agreements.

1.9. EMPLOYEE BENEFITS

(i) Gratuity and leave encashment which are defined benefits, are accrued based on actuarial valuations at the balance sheet date, carried out by an independent actuary.

(ii) Contributions payable to the Government provident fund and approved superannuation fund which are defined contribution schemes, are charged to Profit and Loss account.

(iii) Compensated absences are provided for based on actuarial valuation carried by an actuary as at the end of the year.

(iv) Actuarial gains/losses are immediately taken to profit and loss account and are not deferred.

1.10. FOREIGN CURRENCY TRANSACTIONS

Monetary items are reported using the closing rate and resultant exchange difference is taken to Profit & Loss Account. Non monetary items are reported using exchange rate at the date of transaction.

1.11. INTEREST ON BORROWINGS

Interest on Working Capital Management is charged against profit for the year in which it is incurred. Interest on borrowings for capital assets is capitalised till the date the asset is ready to be put to use.

1.12. LEASE ACCOUNTING

Operating Lease payments are recognized as an expense in the Profit and Loss Account on straight-line basis over the lease term [Note 43].

1.13. TAXATION

Tax expense/ earning is the aggregate of current tax and deferred tax charged/ credited to Profit and Loss Account for the year. Current tax is the amount of tax payable in respect of taxable income for the year and measured by using the applicable tax rates and laws. Deferred tax assets and liabilities are recognized on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized subject to the consideration of prudence. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantially enacted by the balance sheet date.

1.14. PROVISIONS AND CONTINGENT LIABILITIES

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation and a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

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		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
2. Share Capital			
2.1	Authorised Capital		
	75,000,000 (Previous year—75,000,000) Equity Shares of Rs.10 each	<u>7,500</u>	<u>7,500</u>
2.2	Issued, Subscribed and Paid-up Capital		
	46,148,112 (Previous year-46,148,112) Equity Shares of Rs.10 each fully paid up.	<u>4,615</u>	<u>4,615</u>
2.3	Detail of Equity Shares Issued	No. of Shares	No. of Shares
	Original issue of Equity Shares	500,000	500,000
	Less : Equity Shares Forfeited due to non payment of calls	170,492	170,492
		329,508	329,508
	<i>Add</i> : Forfeited Equity Shares issued to existing share holders on pro-rata basis at Rs.2.50 per share	169,737	169,737
		499,245	499,245
	<i>Add</i> : Total Bonus Equity Shares issued from 1970 to 1994-95	23,732,979	23,732,979
	<i>Add</i> : GDR issue (Note 2.7 b)	25,210,000	25,210,000
	<i>Add</i> : Preferential allotment (Note 2.7 c)	2,500,000	2,500,000
	Less : Shares repurchased (Buy- Back) (note 2.4)	5,794,112	5,794,112
		46,148,112	46,148,112
2.4	Changes In Share Capital During Last Five Years		
	5,794,112 Equity Shares of Rs. 10 each fully paid up were bought back by the company in FY-2009-10 as directed by the Hon'ble Company Law Board (CLB), vide their order dated 12.03.2009.		
2.5	Reconciliation of Number of Shares & Share Capital		
		As on 31.03.2014	As on 31.03.2013
		No.of Equity Shares	No.of Equity Shares
		Rs. in lacs	Rs. in lacs
	At the beginning of the year	46,148,112	46,148,112
	<i>Add</i> : Issued during the year	—	—
	<i>Less</i> : Bought Back during the year	—	—
	Outstanding at the end of the year	46,148,112	46,148,112
2.6	Detail of Shareholders Holding more than 5% Equity Shares of the Company #		
	Name of the Shareholders	As on 31.03.2014	As on 31.03.2013
		No. of Equity Shares	No. of Equity Shares
		Percentage holding	Percentage holding
	Equity Shares of Rs. 10/-each		
	a) The Bank of New York (the Depository) (Note 2.7 b)	25,210,000	25,210,000
	b) LPJ Holdings Pvt. Ltd.	7,418,648	7,418,648
	c) LPJ Holdings Pvt. Ltd. (Note 2.7 c)	2,500,000	2,500,000
	# As per the records of the Company, including its register of members.		
2.7	Terms/Rights Attached To Equity Shares		
	a) 18,438,112 shares referred to as equity shares are having face value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share and dividend, if declared.		
	b) 25,210,000 underlying Equity Shares of Rs.10/- each fully paid up ranking pari-passu with existing shares were issued in the name of the Depository, The Bank of New York, representing the Global Depository Receipt (GDR) issue. GDRs do not carry any voting rights until they are converted into underlying equity shares.		
	c) 2,500,000 Equity Shares of Rs 10/- each are held by LPJ Holdings Pvt. Ltd., fully paid up at a premium of Rs 20/- per share, as a special series with differential rights to dividend and voting, were issued during the financial year 2004-05. These shares have no right to the dividend and each share carries twenty voting rights per share as compared to one voting right per existing equity share and were under the lock-in-period of three years from the date of allotment.		
	d) The holders of all the above equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in event of liquidation of the Company.		

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
3. Reserves and Surplus	Capital Reserve		
	Surplus on forfeited shares sold	0	0
	Capital Redemption Reserve		
	As per last Balance Sheet	580	580
	Revaluation Reserve		
	Revaluation Reserve as at the beginning of the year	12,278	12,587
	Less : Adjusted during the year	5	—
	Less : Transferred to Statement of Profit & Loss	288	309
		<u>11,985</u>	<u>12,278</u>
	Securities Premium Account		
	As per last Balance Sheet	3,697	3,697
		<u>3,697</u>	<u>3,697</u>
	General Reserve		
	As per last Balance Sheet	2,575	2,575
		<u>2,575</u>	<u>2,575</u>
Surplus as per Statement of Profit & Loss			
As per last Balance Sheet	13,150	12,635	
Add : Profit/(Loss) for the year	(4,538)	515	
	<u>8,612</u>	<u>13,150</u>	
Less : Minority Interest*	3	20	
	<u>8,609</u>	<u>13,130</u>	
	<u>27,446</u>	<u>32,260</u>	
*The difference in minority interest is of adjustment on account of Anjani Estates Ltd (AEL), which ceased to be a subsidiary of the company as on 31st March, 2014.			
4. Long Term Borrowings	Secured		
	From Banks		
	- Term Loan	5,638	4,501
	- Car Loans	17	53
	From others		
	- Car Loans	17	169
		<u>5,672</u>	<u>4,723</u>
	Unsecured		
	Fixed Deposits	3,436	4,568
	Fixed Deposits guaranteed by Directors	1,419	1,149
	Loans and advances from related parties	142	142
	others	—	157
	<u>4,997</u>	<u>6,016</u>	
	<u>10,669</u>	<u>10,739</u>	

4.1 Nature of Security and terms of repayment for Long Term Secured Borrowings:

Nature of Security

- i. Term Loan amounting to Rs.39 lacs (Previous year Rs. 193 lacs) for Malt Extract Extension is secured by all the machineries and accessories including Civil work related to Filter and instrumentation installed at its works at Jagatjit Nagar, Distt Kapurthala.
- ii. Term Loan amounting to Rs.841 lacs (Previous year Rs. 1,214 lacs) for installation of Water Pollution Control Equipments is secured by all the machineries and accessories including Civil work related to aforementioned equipments installed at its works at Jagatjit Nagar, Distt Kapurthala.

Terms of Repayment

Repayable in 20 equal quarterly installments commencing from June, 2009. Last installment due in March, 2014. Rate of Interest 13.20%p.a.(Previous year 13.25% p.a.) as at year end. Last installment of March, 2014 was paid on 1st April 2014.

Repayable in 28 equal quarterly installments commencing from September, 2009. Last installment Due in June, 2016. Rate of Interest 14.25% p.a.(Previous year 14.25% p.a.) as at year end.

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|------|--|--|
| iii. | Term Loan amounting to Rs. Nil (Previous year Rs. 220 lacs) for Malt Spirit Plant and Malted Milk Food Plant is secured by all the machineries and accessories including Civil work related to Plants installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 20 equal quarterly installments commencing from April, 2009. Last installment was due and paid on January 2014 Rate of interest Nil (Previous year 15.50% p.a.) as at year end. |
| iv | Term Loan amounting to Rs. 306 lacs (Previous year Rs.444 lacs) for machinery (IS machine) is secured by all the machineries and accessories including civil work related to the aforementioned machinery installed at its works at Site IV , Plot No.17 Sahibabad Industrial Area Sahibabad (U.P). | Repayable in 20 equal quarterly installments commencing from September, 2011. Last installment due on July, 2016 Rate of interest 14.75% p.a. (Previous year 14.25% p.a.) as at year end. |
| v | Term Loan amounting to Rs.Nil (Previous year Rs. 161 lacs) for plant & machinery is secured by all the machineries and accessories including civil work related to aforementioned machinery installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 20 equal quarterly installments commencing from April, 2012. Last installment was initially due on January 2017. However, Loan has been squared off prematurely on January 2014, because company had not availed the whole sanctioned amount of loan. Rate of interest Nil (Previous year 15.50%p.a.) as at year end. |
| vi. | Term Loan amounting to Rs.1,519 lacs (Previous year Rs. 2,008 lacs) for Boiler is secured by all the machineries and accessories including civil work related to the aforementioned machineries installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 20 equal quarterly installments commencing from April, 2013. Last installment due on January, 2018. Rate of interest 13.20% p.a (Previous year 13.25% p.a.) as at year end. |
| vii | Term Loan amounting to Rs.1,200 lacs (Previous year Rs. 2,640 lacs) is secured by land with building thereon where the Hamira (Punjab) plant of company is situated. Loan was taken for General Corporate purpose including strengthening of Net Working Capital and to meet normal capex of the company. | Repayable in 25 equal Monthly installments commencing from January 2013. Last installment due on January 2015 Rate of interest 13.95% p.a.: (Previous year 13.25% p.a) as at year end. |
| viii | Term Loan amounting to Rs.464 lacs (Previous year Rs. 580 lacs) for turbine is secured by all the machineries and accessories including civil work related to turbine installed at its works at Jagatjit Nagar, Distt Kapurthala. | Repayable in 60 equal monthly installments commencing from April, 2013. Last installment due on March, 2018. Rate of interest 14.25% p.a (Previous year 14.25% p.a) as at year end. |
| ix | Term Loan amounting to Rs.4,432 lacs (Previous year Nil) is secured against lease rent receivables of leased space at Plot No. 78, Institutional area, Sector-18, Gurgaon, Haryana and 9th & 10th Floor, Ashoka Estate, 24 Barakhamba Road, New Delhi for the purpose of Working Capital needs of the company. | Repayable in 88 structured monthly installments commencing from June, 2013. Last installment due on Sept, 2020. Rate of interest 12.25% p.a. (Previous year Nil) as at year end. |
| x | Car Loans are secured by hypothecation of the related cars. | Repayable in 36-60 equal monthly installments. Rate of interest 8.25% to 11.25% p.a. |

4.2 Terms of repayment for Long Term Unsecured Borrowings:

- | | | |
|------|---|--|
| i. | Unsecured Inter Corporate deposit Rs. 59 lacs (Previous year Rs. 59 lacs) from related party (Fast Buck Investment and Trading Pvt. Ltd) . | Rate of Interest 8% on Rs. 24 lacs and 12% on Rs. 35 lacs; Previous year 8% on Rs. 24 lacs and 12% on Rs. 35 lacs. |
| ii. | Unsecured Inter Corporate deposit Rs. 83 lacs (Previous year Rs. 83 lacs) from related parties (Hybrid Holdings Pvt. Ltd. and Hyderabad Distilleries & Wineries Pvt. Ltd.). | Rate of Interest Nil (Previous year Nil) |
| iii. | Unsecured loan of Rs. 0 lacs (Previous year Rs.0 lacs) from director. | Rate of Interest Nil (Previous year Nil) |

Note: Installments falling due in respect of all the above loans up to 31.3.2015 have been grouped under "Current maturity of long-term debt" (Refer Note 10).

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
5. Deferred Tax Liability (Net)	Deferred Tax Liability		
	Depreciation on Fixed Assets	3,273	2,977
	Total Deferred Tax Liabilities (A)	<u>3,273</u>	<u>2,977</u>
	Statutory Liabilities	244	160
	Employee Retirement Benefits	683	752
	Provision for Bad Debts	147	123
	Total Deferred Tax Assets (B)	<u>1,074</u>	<u>1,035</u>
	Net Deferred Tax liabilities (A-B)	<u>2,199</u>	<u>1,942</u>
	Deferred Tax benefit/(expense) for the year	<u>(257)</u>	<u>(380)</u>
6. Long Term Provisions	Provision for employee benefits		
	- Gratuity	1,297	1,364
	- Leave Encashment	287	324
	Provisions for Litigations		
	- Service Tax	402	402
	- Sales Tax	24	24
	- Excise Duty	78	78
	Provisions for Tax (Net of advance Tax)	—	206
Provision for wealth Tax	—	1	
		<u>2,088</u>	<u>2,399</u>
7. Other Long term Liabilities	Security Deposits	848	404
		<u>848</u>	<u>404</u>
8. Short Term Borrowings	Secured		
	- Working Capital Loans from Banks	4,988	5,771
	Unsecured		
	- Fixed Deposits	2,257	1,236
	- Fixed Deposits guaranteed by Directors	594	201
		<u>7,839</u>	<u>7,208</u>
9. Trade Payables	Micro, Small and Medium Enterprises	182	192
	Others	13,483	13,643
		<u>13,665</u>	<u>13,835</u>

9.1 This information regarding Micro and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors. Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006

I	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of the year		
	- Principal Amount Unpaid	182	192
	- Interest due	3	3
II	The amount of interest paid by the buyer in term of section 16, of the Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to suppliers beyond the appointed day during the year		
	- Payment made beyond the Appointed date	584	803
	- Interest paid beyond the Appointed date	—	—
III	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006.	31	30
IV	The amount of interest accrued and remaining unpaid at the end of the year	138	107

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		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
10. Other Current Liabilities	Current maturities of long-term debt	3,356	3,280
	Advances from Customers	726	649
	Unclaimed matured deposits (Refer Note 36)	77	117
	Interest accrued but not due	683	386
	Interest accrued and due	154	121
	Due to Directors	2	2
	Security Deposits	324	708
	Employee Benefits	900	953
	Statutory Liabilities	2,595	3,485
	Other Liabilities	1,067	1,070
		9,884	10,771
11. Short Term Provisions	Provision for employee benefits		
	- Gratuity	278	458
	- Leave Encashment	147	173
	Wealth Tax	27	23
	Income Tax	0	—
		452	654

12. Fixed Assets

(Rs. in lacs)

	GROSS BLOCK-COST OR REVALUED VALUE					DEPRECIATION				NET BLOCK		
	As at April 1, 2013	Added on Revaluation	Additions	Deletion/ Adjustments	As at March 31, 2014	As at April 1, 2013	For the Year	Impairment of Assets	Deletion/ Adjustments	As at March 31, 2014	As at March 31, 2014	As at March 31, 2013
(i) Tangible Assets												
Land												
– Free Hold	4,276	—	—	—	4,276	—	—	—	—	—	4,276	4,276
– Lease Hold	1,350	—	—	—	1,350	307	19	—	—	326	1,024	1,043
Buildings	19,946	—	150	**152	19,944	6,100	364	—	36	6,428	13,516	13,846
Plant & Machinery	36,791	—	229	729	36,291	24,125	1,454	—	623	24,956	11,335	12,666
Furniture & Fixtures	835	—	1	7	829	480	39	—	7	512	317	355
Vehicles-Owned	2,341	—	16	123	2,234	779	214	—	78	915	1,319	1,562
Office Equipments	977	—	35	12	1,000	585	44	—	5	624	376	392
Total Tangible Assets	66,516	—	431	1,024	65,924	32,376	2,134*	—	749	33,761	32,163	34,140
Previous Year	62,387	—	4,348	219	66,516	30,487	2,056*	—	169	32,376		
(ii) Intangible Assets												
Goodwill	1279	—	—	***30	1,249	0	—	—	—	—	1,249	1,279
Patents, Trade Marks	29	—	—	—	29	10	3	—	—	13	16	19
Total Intangible Assets	1,308	—	—	30	1,278	10	3*	—	—	13	1,265	1,298
Previous Year	29	—	1,279	—	1,308	7	3*	—	—	10		

*Please refer Note 33

**This Adjustment includes an amount of Rs. 139 lacs on account of Anjani Estates Ltd (AEL), which ceased to be a subsidiary of the company as on 31st March, 2014.

***This Adjustment on account of Anjani Estates Ltd (AEL), which ceased to be a subsidiary of the company as on 31st March, 2014.

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
13. Non Current Investments	Trade Investment		
	IN EQUITY SHARES		
	Unquoted		
	In Associates		
	Hyderabad Distilleries & Wineries Pvt. Ltd.		
	3,150 (Previous year-3,150) shares of 100 each fully paid up	3	4
	Cost of acquisition		
	Add : Group share of Profit/(Loss) up to 31.03.2014	204	210
		207	214
	Other-Investments		
	IN EQUITY SHARES		
	Quoted		
	Mohan Meakin Limited		
	281,961(Previous year-281,961) shares of Rs.5 each fully paid.	84	84
	Milkfood Limited		
	1,350 (Previous year 1,350) Shares of Rs .10 Each Fully paid	0	0
	Punjab National Bank Limited		
	993 (Previous year -993) shares of Rs.10 each fully paid	4	4
	45 Equity shares (March 31,2013 : 45) of Rs.10 each held in Aditya Birla Nuvo Limited	0	0
	3,000 Equity shares (March 31,2013 : 1,500) of Rs. 2 each held in Alembic Limited	0	0
	1,500 Equity shares (March 31,2013 : 1,500) of Rs.2 each held in Alembic Pharmaceuticals Ltd.	0	0
	75 Equity shares (March 31,2013 : 75) of Re.10 each held in Arlem Breweries Limited	0	0
	50 Equity shares (March 31,2013:50) of Rs.10 each held in Bannari Amman Sugars Limited	0	0
	4 Equity shares (March 31,2013:4) of Rs.10 each held in Bell Ceramics Ltd. Now Orient Bell Ltd.	0	0
	825 Equity shares (March 31,2013:825) of Rs.2 each held in Britannia Industries Limited	0	0
	350 Equity shares (March 31,2013:350) of Rs.10 each held in Cadbury India Limited	0	0
	35 Equity shares (March 31,2013:35) of Rs.10 each held in Ceat Limited	0	0
	463 Equity shares (March 31,2013:463) of Rs.10 each held in Clariant Chemicals (India) Limited	0	0
	1,190 Equity shares (March 31,2013:1,190) of Re.1 each held in Colgate-Palmolive Limited	0	0
	1,330 Equity shares (March 31,2013:1,330) of Rs.2 each held in	0	0
	Dalmia Bharat Sugar And Industries Limited		
	1,330 Equity shares (March 31,2013:1,330) of Re. 2 each held in Dalmia Bharat Limited	0	0
	249 Equity shares (March 31,2013:249) of Rs.10 each held in Dalmia Industries Limited	0	0
	100 Equity shares (March 31,2013:100) of Rs. 10 each held in Electronics Limited	0	0
	921 Equity shares (March 31,2013:921) of Rs. 10 each held in Escorts Limited	0	0
	544 Equity shares (March 31,2013:544) of Rs. 10 each held in	0	0
	GlaxoSmithKline Consumer Healthcare Limited		
	120 Equity shares (March 31,2013:120) of Rs. 10 each held in GlaxoSmithKline	0	0
	Pharmaceuticals Limited		
	160 Equity shares (March 31,2013:160) of Rs.10 each held in Golden Tobacco Limited	0	0
	95 Equity shares (March 31,2013:95) of Rs.10 each held in Grasim Industries Limited	0	0
	4,000 Equity shares (March 31,2013:4,000) of Re. 1 each held in Gujarat Flouro-Chemicals Ltd.	0	0
	65 Equity shares (March 31,2013:65) of Rs.10 each held in Haryana Breweries Limited	0	0
	810 Equity shares (March 31,2013:810) of Rs.2 each held in Hero MotoCorp Limited	0	0
	2,840 Equity shares (March 31,2013:2,840) of Re.1 each held in Hindustan Unilever Limited	0	0
	100 Equity shares (March 31,2013:100) of Rs.10 each held in Indage Vintners Limited	0	0
	50 Equity shares (March 31,2013:50) of Rs.10 each held in IST Limited	0	0
	23,040 Equity shares (March 31,2013:23,440) of Re.1 each held in ITC Limited	0	0
	1,075 Equity shares (March 31,2013:1,075) of Rs.10 each held in J.K.Satoh	0	0
	Agricultural Machine Limited		
	200 Equity shares (March 31,2013:200) of Rs.10 each held in Jupiter Breweries Limited	0	0
	400 Equity shares (March 31,2013:400) of Re.1 each held in Khaitan Chemicals & Fertilizers Ltd.	0	0
	50 Equity shares (March 31,2013:50) of Rs.10 each held in Kothari Industrial Corporation Ltd.	0	0
	100 Equity shares (March 31,2013:100) of Rs. 10 each held in Lazard Credit-Capital Limited	0	0
	104 Equity shares (March 31,2013:104) of Rs.5 each held in Mahindra & Mahindra Limited	0	0
	81 Equity shares (March 31,2013:81) of Rs. 10 each held in McDowell Holdings Limited	0	0
	120 Equity shares (March 31,2013:120) of Rs.10 each held in Metal Box (India) Limited	0	0
	122 Equity shares (March 31,2013:122) of Rs. 10 each held in Modi Industries Limited	0	0
	100 Equity shares (March 31,2013:100) of Rs. 5 each held in Mohan Meakin Limited	0	0
	2,874 Equity shares (March 31,2013:2,874) of Rs. 10 each held in Nestle India Limited	0	0
	206 Equity shares (March 31,2013:206) of Rs. 10 each held in Novartis India	0	0
	Limited formerly in Sandoz (India) Ltd.		
	100 Equity shares (March 31,2013:100) of Rs.10 each held in Pampasar Distillery Limited	0	0

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	As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
150 Equity shares (March 31,2013:150) of Rs. 10 each held in Pearl Polymers Limited	0	0
64 Equity shares (March 31,2013:64) of Rs.10 each held in Pfizer Limited	0	0
130 Equity shares (March 31,2013:130) of Re. 1 each held in Pharmax Corporation Limited	0	0
137 Equity shares (March 31,2013:137) of Rs.10 each held in Poysha Industrial Co. Limited	0	0
594 Equity shares (March 31,2013:594) of Rs.10 each held in Procter & Gamble Hygiene & Healthcare Limited	0	0
1,550 Equity shares (March 31,2013:1550) of Rs. 2 each held in Radico Khaitan Limited	0	0
80 Equity shares (March 31,2013:80) of Rs.10 each held in Rampur Fertilizers Limited	0	0
2,380 Equity shares (March 31,2013:2,380) of Rs. 5 each held in Ranbaxy Laboratories Limited	0	0
50 Equity shares (March 31,2013:50) of Rs. 10 each held in Raymond Limited	0	0
10,000 Equity shares (March 31,2013:10,000) of Rs. 10 each held in Rodal Circaprint Electronics Limited	1	1
1000 Equity shares (March 31,2013:1,000) of Rs. 2 each held in Ruchi Soya Industries Limited	0	0
12 Equity shares (March 31,2013:12) of Rs.100 each held in Shreno Limited	0	0
500 Equity shares (March 31,2013:500) of Rs.10 each held in Sirmour-Sudburg Auto Limited	0	0
103 Equity shares (March 31,2013:103) of Rs. 10 each held in SAB Miller India Ltd	0	0
50 Equity shares (March 31,2013:50) of Rs. 10 each held in SRF Limited	0	0
75 Equity shares (March 31,2013:75) of Rs. 10 each held in Surya Roshni Limited	0	0
100 Equity shares (March 31,2013:100) of Rs. 10 each held in Tasty Bite Eatables Limited	0	0
2,500 Equity shares (March 31,2013:2,500) of Rs. 10 each held in Taurus The Starshare	0	0
20,830 Equity shares (March 31,2013:20,830) of Re.1 each held in Thomas Cook (India) Limited	0	0
140 Equity shares (March 31,2013:140) of Re. 1 each held in Titan Industries Limited	0	0
330 Equity shares (March 31,2013:330) of Re. 1 each held in Triveni Engineering & Industries Limited	0	0
50 Equity shares (March 31,2013:50) of Rs. 10 each held in Tuticorin Alkali Chemical & Feritilisers Limited	0	0
55 Equity shares (March 31,2013:55) of Rs. 10 each held in UltraTech Cement Limited	0	0
1,760 Equity shares (March 31,2013:1,760) of Re. 1 each held in United Breweries Limited	0	0
528 Equity shares (March 31,2013:528) of Rs.10 each held in United Breweries (Holdings) Ltd.	0	0
1,443 Equity shares (March 31,2013:1,443) of Rs. 10 each held in United Spirits Limited	0	0
70 Equity shares (March 31,2013:70) of Re. 1 each held in Voltas Limited	0	0
100 Equity shares (March 31,2013:100) of Rs. 10 each held in Welga Foods Limited	0	0
708 Equity shares (March 31,2013:708) of Rs. 10 each held in Whirlpool of India Limited	0	0
40 Equity shares (March 31,2013:40) of Rs. 10 each held in Xerox Limited	0	0
UNQUOTED		
Chic Interiors Private Ltd		
3352 (Previous year-3352) shares of Rs.10 each fully paid	0	0
LPJ Holdings Pvt Ltd		
600 (Previous year-600) shares of Rs.10 each fully paid	81	81
50 Equity shares (March 31, 2013:50) of Rs.100 each held in Janta Co-operative Sugar Mills Limited	0	0
2 Equity shares (March 31,2013:2) of Rs.10 each held in Panipat Co-operative Sugar Mills Limited	0	0
1 Equity shares (March 31,2013:1) of Rs. 4 each held in Traders Bank Limited	0	0
IN PREFERENCE SHARES		
UNQUOTED		
Qube Corporation Pvt. Ltd		
900,000 (Previous year 1,800,000 Cumulative Redeemable preference shares of Rs. 10 each) (Sold During the year 900,000 (Previous year Nil) shares of Rs.10 each fully paid)	90	180
IN GOVERNMENT SECURITIES		
UNQUOTED		
06 year National Saving Certificates (lodged with Govt. authorities)	3	2
	473	570
Aggregate Value of Unquoted Investments	381	478
Aggregate Value of Quoted Investments	92	92
Market Value/NAV of Quoted Investments	866	796



		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
14. Long term Loans and Advances	Capital Advances		
	Unsecured, considered good	3,085	3,074
		<u>3,085</u>	<u>3,074</u>
	Security Deposits		
	Unsecured, considered good	544	489
	Unsecured, considered doubtful	3	1
	Less: Provision for doubtful deposits	3	1
		<u>544</u>	<u>489</u>
	Loans and advances to related parties		
	Unsecured, considered good	7	6
		<u>7</u>	<u>6</u>
	Other loans and advances		
	Unsecured, considered good		
	Advance/claim recoverable in cash or in kind	421	359
Unsecured, considered doubtful	54	54	
Less: Provision for doubtful loans and advances	54	54	
Balances with Statutory Authorities	1	2	
	<u>422</u>	<u>361</u>	
	<u>4,058</u>	<u>3,930</u>	
15. Other Non-Current Assets	MAT Credit Receivable	1,068	1,068
	Fixed Deposits With Bank (Pledged as security)	124	179
	Fixed Deposits With Banks having maturity period of more than one year	3	82
	Advance Wealth tax (Net of Provision)	3	—
	Advance income tax (Net of Provision)	451	244
		<u>1,649</u>	<u>1,573</u>
16. Current Investments	In Mutual Fund		
	Principal PNB Long Term Equity Fund - 3 year Plan - Series I & II	8	8
	Principal PNB Long Term Equity Fund - 3 year Plan - Principal Emerging Bluechip Fund-Growth	10	10
	Principal Mutual Fund		
	UTI Infrastructure Advantage Fund Series I	5	5
		<u>23</u>	<u>23</u>
	Aggregate Value of Quoted Investments/Mutual Funds	23	23
	Market Value/NAV of Quoted Investments/Mutual Funds	42	33

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	As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
17. Inventories		
Raw Materials and Packing Materials	4,300	3,223
- In Transit	792	1,045
Less : Provision for obsolete Inventory	23	23
	<u>5,069</u>	<u>4,245</u>
Work-in-Progress	290	310
Finished Goods	5,001	8,471
Stock-in-Trade	208	174
Store and Spares	1,072	820
- In Transit	55	45
	<u>11,695</u>	<u>14,065</u>
17.1 Details of Raw and Packaging Materials		
Grains	888	647
Molasses	420	166
ENA	536	582
Chemicals	31	45
Color & Essence	74	64
Bottles	937	350
Tins & Other Containers	211	170
Labels	289	292
Seals	575	508
Others	339	399
	<u>4,300</u>	<u>3,223</u>
17.2 Details of Work in Progress		
Malt	6	10
Glass	22	22
Malt Extract	3	21
Liquor	242	241
Malted Milk Food	17	16
	<u>290</u>	<u>310</u>
17.3 Details of Finished Goods		
Malt	438	371
Malt Extract	2	32
Liquor	4,159	4,677
Malted Milk Food	1	1
Carbondioxide Gas	0	0
Glass	345	3,321
Containers	9	9
Others	47	60
	<u>5,001</u>	<u>8,471</u>
17.4 Details of Stock -in-trade		
Petroleum and its Products	42	49
Wine	162	121
Liquor	4	4
	<u>208</u>	<u>174</u>

		As at March 31 2014 (Rs. in lacs)	As at March 31 2013 (Rs. in lacs)
18. Trade Receivables	(a) Unsecured overdue for more than six months		
	Considered Good	3,268	2,352
	Considered Doubtful	363	311
	Less: Provision for doubtful receivables	363	311
	(b) Others		
	Considered Good	18,560	19,956
		<u>21,828</u>	<u>22,308</u>
19. Cash and Bank Balances	(i) Cash & Cash Equivalents		
	Cash on hand	144	132
	Cheques on hand	1	112
	Funds in transit	0	31
	Balances with Banks		
	- Current Accounts	367	553
	- Fixed Deposits	531	1,311
	(With Original maturity period of up to 3 months)		
	(ii) Other Bank Balances		
	Fixed Deposits with Bank	2	4
	Margin Money Accounts	12	12
		<u>1,057</u>	<u>2,155</u>
20. Short term Loans and Advances	Unsecured—Considered Good		
	Others Loan and Advance		
	- Balance with Revenue authorities	948	1,697
	- Advances to Suppliers	2,584	1,318
	- Security Deposits	87	81
	- Others	1,147	1,201
	Unsecured—Considered Doubtful		
	- Others	15	13
	- Less: Provision for Doubtful Advances	15	13
		<u>4,766</u>	<u>4,297</u>
21. Other Current Assets	Interest Receivable	59	114
	Other Income Receivable	56	85
	Duty Drawback receivable	9	9
	Fixed Assets held for sale	21	21
		<u>145</u>	<u>229</u>

Notes on Consolidated

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		For the year ended March 31 2014 (Rs. in lacs)	For the year ended March 31 2013 (Rs. in lacs)
22. Revenue from Operations (Gross)	Sale of Products		
	Manufactured Goods	117,809	126,402
	Traded Goods	9,296	8,080
	Less: Other Discount & Allowances	0	60
		<u>127,105</u>	<u>134,422</u>
	Income from Services		
	Job Work (tax deducted at source Rs.112 lacs; Previous Year Rs. 96 lacs)	5,583	4,961
	Other Operating Revenues	5,583	4,961
	Rent (Tax deducted at source Rs.170 lacs; Previous year - Rs.173 lacs)	1,680	1,770
	Royalty (Tax Deducted at Source Rs 19 lacs; Previous year - Rs. 3 lacs)	1,046	1,120
	Duty Drawbacks	18	1
	Scrap Sales	535	318
	Miscellaneous Income (Tax deducted at source Rs. 7 lacs; Previous year Rs.9 lacs)	761	1,840
		<u>4,040</u>	<u>5,049</u>
		<u>136,728</u>	<u>144,432</u>
	22.1 Details of Sale of Products (Net of discount)		
	(a) Manufactured Goods		
	Malt & Malt Extract	3,808	3,418
	Malted Milk Food	192	606
	Liquor	111,628	116,400
	Glass Bottles	728	4,188
	Carbondioxide Gas	30	32
	Others	1,423	1,698
		<u>117,809</u>	<u>126,342</u>
	(b) Traded Goods		
	Petroleum and its Products	1,861	1,880
	Wine	8	20
	Liquor	7,384	6,134
	others	43	46
		<u>9,296</u>	<u>8,080</u>
	Total (a)+ (b)	<u>127,105</u>	<u>134,422</u>
23. Other Income	Dividends		
	On Other Investments	5	13
	Interest		
	- Fixed Deposits — Gross (Tax deducted at source Rs.15 lacs; Previous year Rs 25 lacs)	122	259
	- Others - Gross (Including interest on income tax Refund Rs Nil ; Previous year Rs.Nil) (Tax deducted at source Rs.1 lac; Previous year Rs. Nil)	16	10
	Profit on Sale of Fixed Assets	17	62
	Insurance Claims	10	61
	Liabilities/provisions no longer required written back	182	266
	Foreign Exchange Fluctuation (Net)	6	11
	TOTAL	<u>358</u>	<u>682</u>

		For the year ended March 31 2014 (Rs. in lacs)	For the year ended March 31 2013 (Rs. in lacs)
24. Cost of Materials consumed	Opening Stocks	4,268	5,655
	<i>Add:</i> Purchases of raw and packing materials	<u>40,816</u>	<u>40,398</u>
	<i>Less:</i> Closing Stocks	<u>45,084</u> <u>5,092</u>	<u>46,053</u> <u>4,268</u>
		<u><u>39,992</u></u>	<u><u>41,785</u></u>
24.1 Details of Raw and Packaging			
Materials Consumed			
	Grains	3,402	3,250
	Molasses	4,730	5,216
	Soda Ash	86	1,512
	Sand	3	570
	ENA	9,503	8,549
	Bottles	9,956	6,357
	Tins & Other Containers	1,936	2,182
	Seals	3,570	3,695
	Cullet Outside Purchase	0	1,452
	Milk	1,133	1,516
	Packing Materials	2,157	3,208
	Others	3,516	4,278
		<u>39,992</u>	<u>41,785</u>
25. Purchases of Stock-in-Trade	Petroleum and its Products	1,818	1,840
	Liquor	6,696	6,087
	Others	42	44
		<u>8,556</u>	<u>7,971</u>
26. Changes in Inventories of Finished Goods, work in progress and Stock-in-trade	Opening Stocks		
	Work-in-Progress	310	189
	Finished Goods	8,471	7,426
	Stock-in-Trade	174	227
		<u>8,955</u>	<u>7,842</u>
	Closing Stocks		
Work-in-Progress	290	310	
Finished Goods	5,001	8,471	
Stock-in-Trade	208	174	
	<u>5,499</u>	<u>8,955</u>	
	Decrease/(Increase)	<u>3,456</u>	<u>(1,113)</u>
27. Employee Benefits Expenses	Salaries, Wages, Bonus and Gratuity	6,174	6,076
	Contribution to Provident, Family Pension and Superannuation Funds	715	669
	Employees' State Insurance	173	159
	Staff Welfare Expenses	259	319
		<u>7,321</u>	<u>7,223</u>

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		For the year ended March 31 2014 (Rs. in lacs)	For the year ended March 31 2013 (Rs. in lacs)
28. Finance Cost	On Fixed Loans	2,127	1,500
	Others	737	808
		<u>2,864</u>	<u>2,308</u>
29. Other Expenses	Manufacturing Expenses		
	Consumption of Stores and Spare parts excluding charged to other revenue heads Rs.4,292 lacs (Previous year - Rs. 4,411 lacs)	415	866
	Consumption of Moulds (Outside Purchase)	0	67
	Power and Fuel	4,449	8,529
	Repairs - Buildings	208	320
	Plant and Machinery	584	640
	Excise Duty*	(207)	998
	Other Expenses	3,181	4,049
		<u>8,630</u>	<u>15,469</u>
	*Excise Duty shown under expenditure represents the aggregate of excise duty borne by the Company and difference between excise duty on opening and closing stock of finished goods (Refer Note 37).		
	Administration and Selling Expenses		
	Rent (Net)	303	302
	Lease Rental	214	274
	Rates & Taxes	3,587	3,594
	Insurance	281	311
	Travelling Expenses	1,319	1,203
	Repairs to Buildings	106	152
	Other Repairs & Maintenance	256	285
	Bad Debts, Advances and Stock written off	7	18
	Provision for Doubtful Debts and advances	81	—
	Fixed Assets written off	9	5
	Loss on sale of Fixed Assets	20	23
	Reimbursement of Expenses to Directors	13	30
	Directors Fee	6	6
	Forwarding Charges	2,340	2,076
	Advertisement, Publicity and Sales Promotion	14,384	14,092
	Legal & Professional Expenses	931	932
	Miscellaneous Expenses	1,693	1,937
		<u>25,550</u>	<u>25,240</u>
		<u>34,180</u>	<u>40,709</u>
	29.1 Details of Payments to Auditors (excluding service tax)		
	For Audit Fee	15	15
	For Tax Audit Fee	5	5
	For Limited Reviews	3	3
	For Other Services	1	0
	Out of Pocket Expenses	1	1
		<u>25</u>	<u>24</u>
	29.2 Prior Period Expenses/Income		
	Other Expenses	6	4
		<u>6</u>	<u>4</u>
30. Exceptional expenses/ (incomes)	Provision for Doubtful Advances written back	—	(1,267)
	Provision for permanent diminution in investment written back	—	(20)
		<u>—</u>	<u>(1,287)</u>

31. CONTINGENT LIABILITIES:

The following are the details of Contingent liabilities the outflow of which is uncertain at this stage:

- 31.1 Particulars of various claims against the Company not acknowledged as debts Rs. 195 lacs (Previous year Rs. 184 lacs):
- Claim by Punjab Government in respect of amount paid to Mahalaxmi Sugar Mills pending before the 'The Court of Civil Judge (Senior Division), Kapurthala' Rs. 22 lacs (Previous year Rs. 22 lacs).
 - Claim in respect of case filed by ESI Corporation Rs. 6 lacs (Previous year Rs. 6 lacs).
 - Employees related claims Rs. 167 lacs (Previous year Rs. 156 lacs)
 - There are certain claims against the Company relating to usage of trade mark etc., which have not been acknowledged as debts. The outcome of such claims is not ascertainable at this stage.
- 31.2 Particulars of various Excise & Service Tax demands under dispute Rs. 1,111 lacs (Previous year Rs. 902 lacs) which have not been deposited on account of dispute:
- Demand of Service Tax and penalty in respect of wrong availment of Service Tax Cenvat Credit Rs. 261 lacs (Previous year Rs. 247 lacs).
 - Demand of Excise Duty in respect of reversal of Cenvat Credit on Turbine Rs. 74 lacs (Previous year Rs. 74 lacs).
 - Demand in respect of service tax, interest and penalty on income from Tie-up operations and royalty Rs. 569 lacs (Previous year Rs. 569 lacs).
 - Demand of cess and penalty under Central Excise Act on manufacturing of corrugated paper board Rs. 1 lac (Previous year Rs.1 lac).
 - Demand of service tax on renting of immovable property Rs. 127 lacs (Previous year Rs. 11 lacs).
 - Demand of service tax under service of supply of tangible goods Rs. 62 lacs (Previous year Nil).
 - Demand of service tax and penalty under management, maintenance and repair services Rs. 17 lacs (Previous year Nil).
- 31.3 Particulars of various Sales tax demands under dispute Rs. 82 lacs (Previous year Rs. 76 lacs) :
- Demand of Sales Tax under Central Sales Tax Act on account of incomplete submission of sales tax forms Rs. 9 lac (Previous year Rs.0 lacs).
 - Demand of Sales Tax under UP Sales Tax Act & Central Sales Tax Act Rs. 73 lacs (Previous year Rs. 74 lacs).
 - Demand on account of non-submission of sales tax forms Rs. Nil (Previous year Rs.2 lacs)
- 31.4 Certain matters relating to various assessment years of Income Tax are pending at the various levels of tax authorities and High Court. The financial impact, if any, on the outcome of these matters is not determinable at this stage.

32. a) The company has consolidated the Balance Sheet & Profit and Loss Account of its following subsidiaries as on 31.03.2014 in its annual accounts.

S.No.	Name of the Subsidiary Company	Country of Incorporation	Ownership Interest
i)	JIL Trading Pvt. Ltd	India	100%
ii)	S.R.K. Investments Pvt. Ltd.	India	100%
iii)	Sea Bird Securities Pvt. Ltd.	India	80%
iv)	L.P. Investments Ltd.	India	98%

- b) The company has considered the Balance Sheet & Profit and Loss Account of its following Associates as on 31.03.2014 in its annual accounts.

S.No.	Name of the Associates	Country of Incorporation	Ownership Interest
i)	Hyderabad Distilleries & Wineries Pvt. Ltd	India	33.16%

These investments have been accounted for using the equity method whereby the investment is initially recorded at cost and adjusted thereafter for the post acquisition change in the Group's share of net assets.

33. Land, Building and Plant & Machinery at various locations have been revalued as on 31st March, 1998 by an independent approved valuer on a current replacement cost basis. The excess on revaluation of Rs. 4,832 lacs has been transferred to Revaluation Reserve.

	2013-14 (Rs. in lacs)	2012-13 (Rs. in lacs)
Depreciation for the year calculated in accordance with accounting policy mentioned [Refer Note 1.4 (a) and 12] on Tangible assets	2,134	2,056
Depreciation for the year calculated in accordance with accounting policy mentioned [Refer Note 1.4 (b) and 12] on Intangible assets	3	3
Less: Adjusted against Revaluation Reserve	288	309
Net depreciation for the year charged to Profit & Loss Account	1,849	1,750

34. The additions to fixed assets includes interest on borrowing which has been capitalised amounting to Rs. Nil (Previous year Rs. 263 lacs)

35. Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances) Rs. 262 lacs (Previous year Rs. 5 lacs).

36. At the end of the year unclaimed deposits of Rs.77 lacs (previous year Rs. 117 lacs) disclosed under current liabilities are not required to be transferred to the Investor Education and Protection Fund (IEPF) in terms of section 205C of the Companies Act, 1956, as these deposits are unclaimed for less than 7 years from the date of their maturity. Additional unclaimed deposits of Rs. 0.37 lacs as on 31.3.2014 (Previous year Rs. 0.68 lacs) lying unclaimed for more than 7 years have been deposited in the IEPF on 12th April, 2014 (Previous year 15th April, 2013).

37. In accordance with ASI 14 on 'Disclosure of Revenue from Sales Transactions' issued by Institute of Chartered Accountants of India, excise duty on turnover amounting to Rs. 43,140 lacs (Previous year Rs. 45,092 lacs) has been reduced from turnover in Statement of Profit & Loss. Differential excise duty on opening and closing stock of finished goods amounting to Rs. (207) lacs (Previous year Rs. 998 lacs) has been separately shown in Manufacturing Expenses under 'Other Expenses Schedule' (Refer Note 29).

38. Earnings per share (EPS) : Numerators and denominators used to calculate basic and diluted earning per share

	Year ended 31.03.2014 Amount (Rs)	Year ended 31.03.2013 Amount (Rs)
Net Profit/(Loss) attributable to Shareholders	(453,800,000)	51,500,000
Number of equity shares in issue	43,648,112*	43,648,112*
Basic / Diluted Earnings per share of Rs.10 each (Rs.)	(10.40)	1.18

Notes: The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and diluted earning per share of the Company remain the same.

*The preferential allotment of 2,500,000 equity shares, having no right to dividend has not been considered in the above computation of EPS (Refer Note 2.7c).

39. EMPLOYEE BENEFITS

The Company has classified various employee benefits as under:

39.1 Defined Contribution Plans

During the year, the Company has recognised the following amounts in the Statement of Profit and Loss:

	For the year ended March 31, 2014 (Rs. in lacs)	For the year ended March 31, 2013 (Rs. in lacs)
(i) Employers' Contribution to Superannuation Fund	190	171
(ii) Employers' Contribution to Provident Fund	525	498
(iii) Employers' Contribution to Employees' State Insurance	173	159
Included in 'Contribution to Provident, Family Pension and Superannuation Funds' and 'Employees' State Insurance (Refer Note 27)		

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39.2 Defined Benefit Plans

Valuation in respect of Gratuity and Leave Encashment have been carried out by independent actuary, as at 31st March, 2014, based on the following assumptions:

	Leave Encashment (Unfunded) (Rs. in lacs)	Gratuity (Unfunded) (Rs. in lacs)
(I) Assumptions		
(a) Discount Rate	9.15%	9.15%
(b) Rate of increase in Compensation Levels	5%	5%
(c) Rate of return of Plan Assets	N.A.	N.A.
(d) Expected Average remaining working lives of employees (in years)	7.85-18.00	7.85-18.00
(II) Change in the Present Value of Obligation		
(a) Present value of obligation as at April 1, 2013	497	1,822
(b) Interest cost	27	152
(c) Current service cost	124	112
(d) Benefit paid	(56)	(317)
(e) Actuarial (gain)/loss on obligations	(158)	(194)
(f) Present value of obligation as at March 31, 2014	434	1,575
(III) Amount recognised in the Balance Sheet		
(a) Present value of obligation as at March 31, 2014	434	1,575
(b) Fair Value of Plan Assets as at the year end	—	—
(c) (Asset) / Liability recognised in the Balance Sheet	434	1,575
(IV) Expenses recognised in the Statement of Profit and Loss		
(a) Current service cost	124	112
(b) Interest cost	27	152
(c) Expected Return on Plan Assets	—	—
(d) Settlement Cost/Credit	(56)	(317)
(e) Actuarial (gain)/loss recognised in period	(158)	(194)
(f) Total Expenses recognised in the Statement of Profit and Loss	(63)	(247)

Valuation in respect of Gratuity and Leave Encashment was carried out by independent actuary, as on 31st March, 2013, based on the following assumptions:

	Leave Encashment (Unfunded) (Rs. in lacs)	Gratuity (Unfunded) (Rs. in lacs)
(I) Assumptions		
(a) Discount Rate	8.00-8.25%	8.00-8.25%
(b) Rate of increase in Compensation Levels	5%	5%
(c) Rate of return of Plan Assets	N.A.	N.A.
(d) Expected Average remaining working lives of employees (in years)	8.74-17.92	8.74-17.92
(II) Change in the Present Value of Obligation		
(a) Present value of obligation as at April 1, 2012	575	1,831
(b) Interest cost	28	139
(c) Current service cost	112	113
(d) Benefit paid	(52)	(268)
(e) Actuarial (gain)/loss on obligations	(166)	7
(f) Present value of obligation as at March 31, 2013	497	1,822
(III) Amount recognised in the Balance Sheet		
(a) Present value of obligation as at March 31, 2013	497	1,822
(b) Fair Value of Plan Assets as at the year end	—	—
(c) (Asset) / Liability recognised in the Balance Sheet	497	1,822
(IV) Expenses recognised in the Statement of Profit and Loss		
(a) Current service cost	112	113
(b) Interest cost	28	139
(c) Expected Return on Plan Assets	—	—
(d) Settlement Cost/Credit	(52)	(268)
(e) Actuarial (gain)/loss recognised in period	(166)	7
(f) Total Expenses recognised in the Statement of Profit and Loss	(78)	(9)

40. Segment Reporting

i) Primary Segment Reporting (by Business Segments)

Composition of Business Segments

Segments have been identified and reported taking into account, the nature of products and services, the differing risks and returns, the organisation structure, and the internal financial reporting systems. The Company's business segments are as under:

Beverages : Segment includes manufacturing and supply of Bottled Indian Made Foreign Liquor, Country Liquor, Industrial Alcohol and licensing use of its IMFL brands.

Food : Segment includes manufacturing and supplies of food products and providing services for manufacture of food products.

Packaging : Segment includes manufacturing and supplies of Glass to open market and for its captive consumption.

Others : Segment includes sale of Petroleum products and Khad . It also includes dividend from and profit on sale of investments and income from marketing services.

ii) As part of Secondary reporting, revenues are attributed to geographical areas based on the location of the customers.

iii) Inter Segment Pricing - At cost plus margin.
Information about Business Segment - Primary for the year 2013-14

	Beverages	Food	Packaging	Others	Total
REVENUE					
Sales (Net of Excise duty), Services and Other income	80,420	10,430	749	1,916	93,515
Inter Segment Sales	—	—	1,755	—	1,755
Unallocated Income					294
Total Revenue	80,420	10,430	2,504	1,916	95,564
RESULTS					
Segment Results (Refer Note vii below)	2,126	668	(1,062)	17	1,749
Unallocated expenditure					(3,295)
Net of unallocated income					138
Interest Income					(2,864)
Interest Expense					(4,272)
Profit/(Loss) before exceptional items					—
Exceptional items					(4,272)
Profit/ (Loss) before tax					—
Less: Tax expense:					
Current Tax :					
- For the year					—
- MAT Credit Entitlement					—
Deferred Tax (benefit)/ charge					257
Profit/ (Loss) after tax					(4,529)
OTHER INFORMATION					
Segment Assets (Refer Note ii below)	50,139	8,240	5,103	4,636	68,118
Unallocated Assets					11,587
Total Assets					79,705
Segment Liabilities	19,760	1,439	377	88	21,664
Unallocated Liabilities					25,980
Total Liabilities					47,644
Capital Expenditure	169	555	—	—	724
Unallocated Capital Expenditure					62
Total Capital Expenditure					786
Depreciation	930	471	277	5	1,683
Unallocated Depreciation					166
Total					1,849
Non - cash expenditure other than depreciation	88	—	4	—	92
Unallocable Non Cash expenditure					5
Total					97

Information about Secondary Business Segments - Geographical by location of customers

	Domestic	Overseas	Total
Revenues (Net of Excise Duty)	92,987	822	93,809
Other information:			
Carrying amount of segment assets by location of assets	79,705	—	79,705
Addition to Fixed Assets/Capital Work- in- Progress (including Capital Advances)	786	—	786

Information about Business Segment - Primary for the year 2012-13

	Beverages	Food	Packaging	Others	Total
REVENUE					
Sales (Net of Excise duty), Services and Other income	83,330	10,197	3,812	1,949	99,288
Inter Segment Sales	58	—	6,534	—	6,592
Unallocated Income					1,752
Total Revenue	83,388	10,197	10,346	1,949	107,632
RESULTS					
Segment Results (Refer Note vii below)	4,172	1,024	(844)	32	4,384
Unallocated expenditure					(2,956)
Net of unallocated income					269
Interest Income					(2,308)
Interest Expense					(611)
Profit/ (Loss) before exceptional items					(1,287)
Exceptional items					676
Profit/ (Loss) before tax					
Less: Tax expense:					
Current Tax :					
- For the year					135
- MAT Credit Entitlement					(352)
Deferred Tax (benefit)/ charge					380
Provision for earlier year written back					—
Profit/ (Loss) after tax					513
OTHER INFORMATION					
Segment Assets (Refer Note ii below)	49,958	8,094	9,257	4,821	72,130
Unallocated Assets					12,697
Total Assets					84,827
Segment Liabilities	18,674	1,555	2,498	254	22,981
Unallocated Liabilities					24,971
Total Liabilities					47,952
Capital Expenditure	1,479	1,797	67	—	3,343
Unallocated Capital Expenditure					219
Total Capital Expenditure					3,562
Depreciation	590	424	526	5	1,545
Unallocated Depreciation					205
Total					1,750
Non - cash expenditure other than depreciation	13	—	—	—	13
Unallocable Non Cash expenditure					10
Total					23

Notes on Consolidated

Continued

Information about Secondary Business Segments - Geographical by location of customers		(Rs. in lacs)		
	Domestic	Overseas	Total	
Revenues (Net of Excise Duty)	100,455	585	101,040	
Other information:				
Carrying amount of segment assets by location of assets	84,827	—	84,827	
Addition to Fixed Assets/Capital Work- in- Progress (including Capital Advances)	3,562	—	3,562	

NOTES:

- The Company is focused on the segment of Beverages (including Liquor) in India. The commercial terms and conditions of Liquor sales being identical in India, there are no differential risks and return on the basis of such business segmentation. The Company's year to date export turnover being less than 1% of its total turnover (Previous year less than 1%), the commercial risks and returns involved on the basis of geographic segmentation are therefore considered insignificant and immaterial.
- Segment assets include Capital Work- in- Progress & Capital Advances aggregating to Rs.3,668 lacs (Previous year-Rs. 3,313 lacs). While most assets are directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis.
- Capital expenditure pertains to additions made to Fixed Assets/ Capital Work-in-Progress (including Capital Advances) during the year.
- Unallocated assets includes land, administration building and cash & bank balances etc. at Jagatjit Nagar.
- Unallocated liabilities include interest bearing liabilities and tax provisions and deferred tax liability.
- Non cash items includes bad debts, advances and stocks written off, provision for doubtful debts & advances and fixed assets written off.
- Sales Services and other Income of Beverages segment includes rental income (net) of Rs. 1,479 lacs (Previous year Rs. 1,602 lacs) from the surplus properties of the Company.

41. Related Party Disclosures

In accordance with the requirements of "Accounting Standard 18" issued by The Institute of Chartered Accountants of India on the Related Party Disclosures, the transactions and Related Parties with whom transactions have taken place during the year are as follows:

- 41.1 Enterprises over which Major shareholders, Key Management Personnel and their relatives have significant influence / control :

Milkfood Ltd.
Hyderabad Distilleries & Wineries Pvt. Ltd. (Associate)
Fast Buck Investments & Trading Pvt. Ltd.
Jagatjit Industries Limited Employees Superannuation Scheme
Pashupati Properties & Estates Pvt. Limited
Qube Corporation Pvt. Ltd.

- 41.2 Key Management Personnel (Directors) and their relatives :

Mr. Narender Sapra (Managing Director)
Mr. Arvind Behl (Ceased to be Director of the Company w.e.f. 7th July, 2012)
Mr. Ravi Manchanda (Director)
Mrs. Mansi Behl (Wife of Mr. Arvind Behl)
Mrs. Nimmi Manchanda (Wife of Mr. Ravi Manchanda)

- 41.3 Details of transactions carried out with the related parties in the ordinary course of business:

PARTICULARS OF TRANSACTIONS	For the Year ended March 31, 2014			For the Year ended March 31, 2013		
	With Persons Mentioned in Note 41.1	With Persons Mentioned in Note 41.2	Total	With Persons Mentioned in Note 41.1	With Persons Mentioned in Note 41.2	Total
	Sales of Goods ((Hyderabad Distilleries & Wineries Pvt. Ltd.)	9	—	9	8	—
Job Work rendered (Milkfood Limited)	—	—	—	3	—	3
Royalty Received (Hyderabad Distilleries & Wineries Pvt. Ltd.)	3	—	3	2	—	2
Purchases of goods (Milkfood Limited)	18	—	18	62	—	62
Interest accrued (Refer Note 3 below)	6	—	6	6	—	6
Reimbursement of Payments Made on Behalf of Company (Refer Note 4 below)	104	—	104	108	—	108
Expenses paid by Company on Behalf of related party (Refer Note 5 below)	26	—	26	19	—	19
Rent received (Milkfood Limited)	4	—	4	4	—	4
Loans including interest repaid (Refer Note 6 below)	2	—	2	3	—	3
Managerial Remuneration (Refer Note 2 below)	—	150	150	—	124	124
Sale of shares to Hyderabad Distilleries & Wineries Pvt. Ltd.	45	—	45	—	—	—
Bottling Charges paid (Hyderabad Distilleries & Wineries Pvt. Ltd.)	202	—	202	242	—	242
Lease Rent paid (Refer Note 7 below)	147	10	157	147	13	160
Contribution to Superannuation Fund (Jagatjit Industries Limited Employees Superannuation Scheme)	134	—	134	172	—	172
BALANCES OUTSTANDING AT THE YEAR END						
Unsecured Advances (Note 8)	—	—	—	—	—	—
Payable (Net of Receivable)	157	—	157	(371)	—	(371)
Unsecured Loans (Including interest accrued)	157	—	157	153	—	153
Investments (Note 9)	93	—	93	184	—	184

Notes:

- 1) The above information has been compiled on the basis of disclosures received from all directors of the Company.

- 2) The above payments does not include expenses incurred by / reimbursed to directors during the course of performance of duty.
- 3) Interest Accrued is in respect of the following :
Fast Buck Investments & Trading Pvt. Ltd. Rs. 6 lacs (Previous year Rs. 6 lacs)
- 4) Reimbursement of Payments Made on behalf of the Company is in respect of the following :
Milkfood Ltd. Rs. 94 lacs (Previous year Rs. 92 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 10 lacs (Previous year Rs.16 lacs)
- 5) Expenses paid by the Company on behalf of related parties is in respect of the following :
Milkfood Ltd. Rs. 13 lacs (Previous year Rs. 15 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 13 lacs (Previous year Rs. 4 lacs)
- 6) Loans including interest repaid is in respect of the following :
Fast Buck Investments & Trading Pvt. Ltd. Rs. 2 lacs (Previous year Rs. 3 lacs)
- 7) Lease Rent paid
Pashupati Properties & Estates Pvt. Limited Rs. 12 lacs (Previous year Rs. 12 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 135 lacs (Previous year Rs. 135 lacs)
Mrs. Nimmi Manchanda Rs. 10 lacs (Previous year Rs. 10 lacs)
Mrs. Mansi Behl Rs. Nil (Previous year Rs. 3 lacs)
- 8) Unsecured Loans (Including interest accrued)
Fast Buck Investments & Trading Pvt. Ltd. Rs. 74 lacs (Previous year Rs. 70 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. Rs. 81 lacs (Previous year Rs. 81 lacs)
Hybrid Holdings Pvt. Ltd. Rs. 2 lacs (Previous year Rs. 2 lacs)
- 9) Investments
Qube Corporation Pvt. Ltd. Rs. 90 lacs (Previous year Rs. 180 lacs)
Hyderabad Distilleries & Wineries Pvt. Ltd. (Associate) Rs. 3 lacs (Previous year Rs. 4 lacs)

42. Sundry Debtors, Sundry Creditors and Loans & Advances are subject to confirmation and are in the process of reconciliation.

43. The Company normally acquires vehicles under operational lease with the respective underlying assets as security. Minimum lease payments outstanding as on March 31, 2014 in respect of these assets are as under:

	Total minimum lease payments outstanding as on March 31, 2014 (Rs. in lacs)	Total minimum lease payments outstanding as on March 31, 2013 (Rs. in lacs)
Due within one year	—	9
Due later than one year and not later than five years	—	—

Lease payments of Rs. 9 lacs (Previous year Rs. 53 lacs) have been recognised as an expense in the profit and loss account for the year ended March 31, 2014.

44. During the year, production activities at the Glass Division of the company situated at Sahibabad (U.P) have been discontinued w.e.f. 3rd April, 2013. The glass container business of the company became unviable due to substantially higher price of natural gas charged from the company by GAIL (I) Ltd (based upon imported LNG prices) as compared to prices (based on Administered Price Mechanism of Govt of India) charged by GAIL (I) Ltd from similar glass manufacturers in Agra-Firozabad (U.P) area.

45. Particulars regarding subsidiary companies, in accordance with General Circular No. 2/2011 dated 8th February, 2011 from the Ministry of corporate affairs.

(Rs. in lacs)

	JIL Trading Pvt. Ltd.	S.R.K. Investments Pvt. Ltd.	Sea Bird Securities Pvt. Ltd.	L.P. Investments Ltd.
Capital (Paid up)	1	1	1	1038
Reserves	(8)	(6)	(3)	(1258)
Total Assets	1	2972	81	32
Total Liabilities	1	2972	81	32
Investments (Except investment in subsidiaries)	0	0	81	5
Turnover/Income	0	(0)	(0)	5
Profit/(Loss) before tax	(7)	(4)	(0)	5
Provision for Tax	0	0	0	1
Profit/(loss) after Tax	(7)	(4)	(0)	4
Proposed Dividend	—	—	—	—

46. Previous year's figures have been regrouped / reclassified whenever necessary to correspond with the current year's classification/ disclosure.

New Delhi
10th July, 2014

K.K. Kohli
Company Secretary

Anil Girotra
Finance Director

Kiran Kapur
Anjali Verma
Narender Sapra
Ravi Manchanda
Peri Kameswara Sharma
Directors



