



Dhampure Speciality Sugars Ltd.

21ST Annual Report
2012 - 2013

www.sugarindia.com

21st ANNUAL REPORT

BOARD OF DIRECTORS

MR. SORABH GUPTA

Managing Director

MR. N. K. GUPTA

Director

MR. MURLI MANOHAR

Director

MR. DESHRAJ SINGH

Director

AUDITORS

M/S. S PRASAD AGARWAL & CO.

REGISTERED OFFICE & WORKS

Village - Pallawala, Tehsil - Dhampur

Distt. - Bijnor (U. P.) - 246761

CORPORATE OFFICE & INVESTORS' RELATION CELL

24, School Lane, Near World Trade Centre

New Delhi - 110001

E-mail : ilyas@dhampuresugar.com

REGISTRAR & SHARE TRANSFER AGENT

MAS Service Ltd.

T-34, 2nd Floor, Okhla Industrial Area

Phase-II, New Delhi - 110020

E-mail : info@masserv.com

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NOTICE

Notice is hereby given that the 21st Annual General Meeting of the members of DHAMPURE SPECIALITY SUGARS LIMITED will be held on , the 30 September, 2013 at 2.00PM at its registered office at village Pallawala, Tehsil – Dhampur, Distt – Bijnor (U.P.)-246761 to transact the following business :

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013, the Profit & Loss account for the year ended on that date and reports of Directors and Auditors thereon.
2. To appoint a Director in place of Deshraj Singh, who retires by rotation and being eligible offers himself for reappointment.
3. To consider and declare the dividend for the year 2012-13 on equity shares of the company.
4. To appoint auditors and to fix their remuneration.

By Order of the Board

For **Dhampure Speciality Sugars Limited**

Place : New Delhi
Date : 05.09.2013

Sorabh Gupta
Managing Director

Registered Office :
Village - Pallawala, Tehsil - Dhampur
Distt. - Bijnor (U. P.)

Notes :

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and proxy need not be a member of the company. Proxy in order to be effective must be received by the company not later than 48 hours before meeting.
2. Members are requested to notify immediately to the company any change in their registered address.
3. Members/Proxies should bring the attendance slip duly filled in for attending the meeting.
4. The accounts, the report and all other documents required under the law to be annexed thereto, will be available for inspection during working hours of the registered office of the company on any working day except Saturdays and Sundays prior to the date of the Annual General Meeting.
5. Shareholders desiring any information as regards the accounts are requested to write to the company at an early date so as to enable the management to keep the information ready.
6. The register of members and shares transfer books of the company will remain closed from 25.09.2013 to 30.09.2013 (both days inclusive) for the purpose of Annual General Meeting.
7. Shareholders who are still holding physical share certificates are advised to dematerialize their shareholding to avail benefits of dematerialization which includes, easy liquidity since trading is permitted in dematerialized form, electronic transfers, savings in stamp duty and prevention of forgery.

By Order of the Board

For **Dhampure Speciality Sugars Limited**

Place : New Delhi
Date : 05.09.2013

Sorabh Gupta
Managing Director

Registered Office :
Village - Pallawala, Tehsil - Dhampur
Distt. - Bijnor (U. P.)

DIRECTORS' REPORT

To

The Members,

Dhampure Speciality Sugars Limited

Your Directors have pleasure in presenting the 21st Annual Report together with the Audited Accounts of the Company for the accounting year ended on 31st March, 2013.

FINANCIAL RESULTS

The working results of the Company are briefly given below :

	(Rupees) Current Year	(Rupees) Previous Year
Sales & other income	456676495	411833191
Operating Profit before Depreciation & tax		
Depreciation & tax	13514567	12072742
Less : Depreciation	2006162	2049198
Profit before tax	11508405	10023544
Less : a) Proposed Dividend	5728960
b) Provision for Tax		
(i) Current Tax	3676323	3081135
(ii) Deferred Tax	(24445)	(19138)
(iii) Income Tax paid for Earlier Year	115385	5586
(iv) Dividend tax	929381
Profit after Tax	<u>1082801</u>	<u>6955961</u>

REVIEW AND PROSPECT

Company produced 952 MT of Invert Sugar during the year as against 1070 MT in the previous year. Speciality Sugar produced 404 MT during the year against 223 in the previous year.

The Company has achieved a turnover of Rs. 456676495 doing value addition of speciality sugars and chemicals during the year as against Rs. 411833191 in the previous year. The overall performance of the company resulting profit during the year. This was achieved by leveraging the brand value of the company, using strategic relationship with the customers and utilization of the logistics infrastructure of the company.

The company has not achieved significant success in the exporting of value added speciality sugars, due to restriction imposed by Govt. of India on export of sugar.

The company has taken major strides in becoming leader in supplying speciality sugar products not only in India but also Internationally. The company is focusing to increase the base in domestic market for invert sugar and Speciality Sugars.

PUBLIC DEPOSIT

The Company has not accepted any deposits from the public during the financial year.

DIVIDEND

Your directors recommended dividend of 8% (Rs. 0.80) per equity share of face value Rs. 10/- each for your approval.

DIRECTORS

In term of section 255 and 256 of the Company Act. 1956 and articles of Association of the company, Mr. Deshraj Singh is retiring by rotation but being eligible, has offered himself for reappointment.

DIRECTORS' RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217 (2AA) OF THE COMPANIES ACT, 1956

The Board of Directors of the Company confirms:

- i. That in the preparation of the Annual Accounts, the applicable accounting standards have been followed and there has been no material departure;
- ii. That the directors has selected accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the company as at March 31, 2013 and of the profit & loss of the company for the period ;
- iii. That the directors has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. That the annual accounts have been prepared on a going concern basis.

CORPORATE GOVERNANCE

We are making best efforts to implement the norms, which are promulgated by legislation, or any of the statutory bodies. In line with that , a report on Corporate Governance, along with a certificate from the Statutory Auditors, has been included in the Annual Report, detailing the compliances of corporate governance norms as enumerated in Clause 49 of the Listing Agreements with the Stock Exchanges.

AUDITORS

M/s S. Prasad Agarwal & Co., Chartered Accountants, the retiring statutory Auditors, being eligible, offers themselves for reappointment. They have confirmed that their reappointment if made would be within the limits in accordance with section 224(1B) of the Companies Act,1956.

THE PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956 - Nil (Previous year - Nil).

LISTING OF THE SHARES

Company's shares are listed at Bombay Stock Exchange Ltd. And the listing fee for the year 2012-13 has been paid to the stock exchange.

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

The particulars required to be included in terms of Section 217 (1)(e) of the Companies Act,1956 with regard to conservation of energy, technology absorption, foreign exchange earnings and outgo are given in Annexure.

EMPLOYEE RELATIONS

Employee relations remained cordial during the year under review.

ACKNOWLEDGEMENT

Your Directors acknowledge with gratitude the timely assistance and help extended by the Banks and Financial Institutions. The Board also wish to place on record the valuable contribution of all the officers, staff and workers in ensuring the smooth operations of the company.

On behalf of the Board

Place : New Delhi
Date : 05.09.2013

Murli Manohar
Director

Sorabh Gupta
Managing Director

Registered Office :
Village - Pallawala, Tehsil - Dhampur
Distt. - Bijnor (U. P.)

ANNEXURE TO DIRECTORS' REPORT

PARTICULARS REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

CONSERVATION OF ENERGY

- a) Energy conservation measures taken :
The Company continues its efforts to improve methods of energy conservation and utilization.
- b) Total energy consumption per unit of production is given as per Form- A enclosed.

FOREIGN EXCHANGE EARNING AND OUTGO

The Foreign Exchange earned and outgoing during the year are outlined in Note no. 33 (e) & 34 (f) Notes of financial statement.

FROM - A**DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY**

	Current Year	Previous Year
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A. POWER AND FUEL CONSUMPTION

1. Electricity (Light & Power)		
a) Purchased units	67323	48643
b) Total Amounts (Rs.)	337962	244012
c) Rate/Unit	5.02	5.02
d) Own Generation		
Through Diesel Generator	-	-
Unit	-	-
Unit per ltr. of diesel oil	-	-
Cost / Unit (Rs.)	-	-
2. Consumption of Coal	—	—
3. Furnace Oil		
Quantity (Ltr.)	—	—
Total Cost	—	—
Average Rate	—	—

B) CONSUMPTION PER UNIT (M.T.) OF PRODUCTION

Product	: Invert Speility Sugars & Jaggery	
Electricity	:	45 35

FROM - B**DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION****RESEARCH AND DEVELOPMENT (R&D)**

1. Specific areas in which R&D carried out by the Company :
- a) Company developed automatic & standardized process to produce and pack jaggery (Gur) under the brand name of Dhampure.

- b) Company developed different types of Speciality Sugars, including Demerara Sugar, Water white invert sugar syrup etc.

- c) Company signed MOUs with various Technical institutions of International repute for developing novel products.

2. Benefits derived as a results of above R & D :
- Value addition of finished goods.
 - Catering to an International market with quality products.
 - Helping India enhance its position in the global market.

3. Future plan of action:
The company is constantly trying to improve the product quality with reduction in per unit cost and development and evaluation of alternate raw materials. Overall enhancement of quality, development of International market and offering a range of novel health-friendly sugar products remains the objective.

4. Expenditure on R & D:
Expenditure made is non-allocable

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION :

1. Efforts made towards technology absorption, adoption and innovation:
- Production of chemical free jaggery by retaining its natural health properties and taste appeal.
 - Technology to develop new style of cost effective sugar sachets.
 - Technology to develop a refreshing & healthy sugarcane juice drink.
 - Technology to make free flow demerara sugar and packing in various pack sizes from 5gms to 50 kg
2. Benefit derived as a result of the above efforts:
- Increase in number of customers.
 - Value addition of finished goods.
 - Catering to the global market with quality products.

3. Imported Technology: Nil

On behalf of the Board

Place : New Delhi Murli Manohar Sorabh Gupta
Date : 05.09.2013 Director Managing Director

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The company believes the good and effective corporate governance. Governance lies in managing the business in a transparent, fair accountable manner and sharing the information with the shareholders and not only complying with all the statutory obligations but also taking a role of a good corporate citizen. The philosophy of corporate governance as manifested in the company's functioning is to achieve business excellence by enhancing long term share holders value and interest of all, its stake holders such as customers, employees, financiers and to society in general.

2. BOARD OF DIRECTORS

The Board of Directors consists of three non-executive independent directors & one Managing Director.

During the year 2012-13, the Board met four times on the following dates, namely 30th April, 2012, 31st July, 2012, 31st October, 2012, 31st January, 2013.

The following table gives details of directors, attendance of directors at the Board meeting and at the last annual general meeting, number of memberships held by directors in the Board/Committees of various companies:-

Name of Director	Category of Membership	Attendance Particulars		Number of other directorships and committee Memberships/Chairmanships		
		BMs	Last AGM	Director-Ship	Committee Membership	Committee Chairman Ship
Mr. Sorabh Gupta	Executive (Managing Director)	4	Yes	16	-	-
Mr. Deshraj Singh	Non-Executive	3	Yes	1	-	-
Mr. N. K. Gupta	...do...	4	Yes	-	-	-
Mr. Murli Manohar	...do...	4	Yes	1	-	-

None of the directors is a member in more than ten committees and acts as a chairman in more than five committees across all companies in which he is a director.

3. AUDIT COMMITTEE

The Audit committee constituted by the Board of Directors consists of three non-executive directors namely Mr. N.K. Gupta, Mr. Murli Manohar and Mr. Deshraj.

The terms of reference of the committee covers all items stated in clause 49 of Listing Agreement with the stock exchanges and such other functions as may be specifically delegated to the committee by the Board from time to time. The constitution of Audit committee also meets with the requirements under section 292A

of the companies Act, 1956. The committee reviews the all financial statements before they are placed before the Board during the year. Under review the committee meet on 30th April, 2012, 31st July, 2012, 31st October, 2012 & 31st January, 2013.

4. SHARE TRANSFER COMMITTEE/SHAREHOLDERS GRIEVANCE COMMITTEE

The committee has been constituted with Mr. Sorabh Gupta, Mr Murli Manohar & Mr. N.K. Gupta. Mr Sorabh Gupta is the Chairman of the committee. The Committee interalia, approves issue of duplicate certificates and oversees and reviews all matters connected with the share transfer. The committee also looks into redressing of investors' complaints like transfer of shares, non-receipt of Balance Sheet etc. and also notes transfers/transmissions of securities issued by the company. The committee oversees the performance of the registrar and share transfer agent and recommends measures for overall improvement of the quality of Investor services. The Board of Directors have delegated the power to Mr. Sorabh Gupta, Managing Director and Mr. Ilyas Ahmed, Manager-Accounts to approve the transfer and transmission of shares, folio consolidation change of name, transposition, certificate split and consolidation, dematerialisation or rematerialisation of share, replacement of certificate etc.

As on 31st March, 2013, No request for transfer & dematerialisation was pending.

The Company has also adopted a code of conduct for prevention of insider trading in the shares of the company, pursuant to the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992. The Board has designated Mr. Ilyas Ahmad, Manager-Accounts, as the compliance officer and authorised the committee to monitor the compliance's as required under the aforesaid regulations.

5. DIRECTORS' REMUNERATION

The remuneration to the Directors and approved by the Board of Directors of the company and the interested Director is not present when such business is taken up. The remuneration is approved by the Board considering, the educational qualification, past experience and the dedication to the duties. None of the non-executive Directors of the company have any pecuniary relationship or transactions with the company.

Rs. 15,00,000/- paid to the Managing Director towards remuneration & no sitting fee paid during the financial year 2012-13 to any Executive or non-executive Directors

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6. GENERAL BODY MEETING

The last three Annual General Meeting were held as under :-

Financial Year	Date	Time	Location
2011 - 12	29.09.2012	2.00 P.M.	Village-Pallawala, Dhampur
2010 - 11	30.09.2011	2.00 P.M.	-- do --
2009 - 10	30.09.2010	2.00 P.M.	-- do --

All the resolutions set out in respective notice were passed by the shareholders

7. DISCLOSURES

- (a) Disclosures of transactions with related parties during the financial year 2012-2013. There were no materially significant transactions entered into between the company and its promoters, Directors or the managements, subsidiaries or relatives etc. that may have potential conflict with the interests of the company at large. None of the transactions with any of the related parties were in conflict with the interests of the company.
- (b) Disclosures of Accounting Treatment in preparation of Financial statements. The company has followed the Accounting Standards laid down by the companies (Accounting Standards) Rules, 2006 in preparation of its financial statements.

8. MEANS OF COMMUNICATION

- (a) The company is not sending half-yearly report to each household of shareholders.
- (b) The results are being sent to all the stock exchanges where the shares of the company are listed for putting in their own website.
- (c) The Company has published its quarterly results in Delhi editions of Financial Express (English) & Jansatta (Hindi).
- (d) Management discussion and analysis forms part of the annual report which is posted to the shareholders of the company.

9. GENERAL SHAREHOLDER INFORMATION

a) Annual General Meeting

Date : 30th September, 2013 at 2.00 pm
 Venue : Dhampur Speciality Sugars Limited
 Village : Pallawala, Dhampur
 Distt - Bijnor (U. P.)

b) Book Closure Date :

25.09.2013 to 30.09.2013
 (both days inclusive)

c) Financial Calender 2013 - 2014 (Tentative)

Adoption of Quarterly Result Ended	Date of Submission to Stock Exchange
30th June, 2013	Last week of July, 2013
30th September, 2013	Last week of October, 2013
31st December, 2013	Last week of January, 2014
31st March, 2014	Last week of April, 2014

d) Dividend

The Board of Directors recommended a dividend of 8% per equity share, subject to the approval of shareholder.

e) Stock Exchange Listing

Shares of the company are listed on Bombay Stock Exchanges and pursuant to clause 38 of the Listing Agreement. The annual listing fee have been paid and there is no outstanding payment towards the exchanges as on 31st March, 2013.

f) Stock Code

- (i) Trading Symbol at
 The Stock Exchange, Mumbai - DHAMPURE SGR
 BSE Scrip Code - 531923
- (ii) Demat ISIN Numbers in
 NSDL & CDSL - INE 956B01013

g) Registrar & Share Transfer Agent :

MAS Services Ltd.
 T-34, II Floor,
 Okhla Indl. Area, Phase-II, New Delhi-110020

h) Distribution of shareholding

a) Shareholding Pattern as on 31st March 2013

Category	No. of Shares held	Percentage of Shareholding
Promoters	3085649	43.09
Private Corporate Bodies	893407	12.48
Indian Public	3182144	44.43
Total	7161200	100.00

b) Shareholding Pattern as on 31st March 2013

No. of Shares	No. of Share Holders	% of Share Holders	No. of Shares Held	% of Share Holding
Upto 5000	3508	80.20	695602	9.71
5001 - 10000	399	9.12	332038	4.64
10001 - 20000	195	4.46	304137	4.25
20001 - 30000	71	1.62	183983	2.57
30001 - 40000	46	1.05	165698	2.30
40001 - 50000	40	0.92	191792	2.68
50001 - 100000	58	1.32	425045	5.94
10001 & above	57	1.31	4862905	67.91
Total	4374	100.00	7161200	100.00

i) Dematerialisation of shares

6929750 shares were dematerialised upto 31st March, 2013. The dematerialisation level as at 31st March, 2013 stands at 96.77%.

j) PLANT LOCATIONS

- 1) Village - Pallawala, Dhampur,
 Distt - Bijnor (U. P.)
- 2) Village - Bachhawala, Tehsil Nehtaur,
 Distt - Bijnor (U. P.)

k) Address for Correspondence :

Ilyas Ahmed, Manager-Account
 Dhampur Speciality Sugars Ltd.
 24, School Lane, Near World Trade Centre,
 New Delhi - 110001

AUDITOR'S REPORT ON CORPORATE GOVERNANCE

To,

The Members of

Dhampure Speciality Sugars Limited

We have examined the compliance of the conditions of Corporate Governance by DHAMPURE SPECIALITY SUGARS LIMITED for the year ended 31st March,2013, as stipulated in Clause 49 of the Listing Agreement of said company with the Stock Exchanges.

The compliance of the 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 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 clause 49 of the Listing Agreement. We state that in respect of investor grievances received during the year ended 31st March,2013, no investor grievance is pending for a period exceeding one month against the company as per the records maintained by the Company and presented to the Shareholders/Investors' Grievance/Share Transfer and Transmission Committee. We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For **S. Prasad Agarwal & Co.**
Chartered Accounts
Firm Regn. No. 021425N

Place : New Delhi
Date : 05.09.2013

(S. P. Agarwal)
Proprietor
M. No. : F-092194

AUDITORS' REPORT

To the Members of

DHAMPURE SPECIALITY SUGARS LIMITED

Report on the financial statement

We have audited the accompanying financial statements of **Dhampure Speciality Sugars Limited**, which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013; and
- (b) in the case of the statement of Profit and Loss, of the profit for the year ended on that date; and

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - e. on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For **S. Prasad Agarwal & Co.**
Chartered Accounts
Firm Regn. No. 021425N

Place : New Delhi
Date : 29.05.2013

(S. P. Agarwal)
Proprietor
M. No. : F-092194

Dhampure Speciality Sugars Limited

ANNEXURE TO THE AUDITOR'S REPORT

(As referred to in Paragraph 1 of our report of even date)

- (i) a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets of the company have been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.
- (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 has been physically verified by the management during the year. 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) According to the information and explanations given to us the terms and conditions of the loans granted or taken secured or unsecured to/from companies, firms or others parties covered in the register maintained under section 301 of the Companies Act, 1956 are not prima facie, prejudicial to the interest of the company and the payment of the principal amount and interest are also regular whenever contractually payable or recoverable. There are no overdue amounts as the loans are repayable on demand.
- (iv) In our opinion and according to the information and explanations explanation given to us, the internal control system are generally adequate and 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 examinations 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 major weakness in the aforesaid internal control procedures.
- (v) (a) In our opinion and according to the information and explanation given to us, the transactions that need to be entered into the register in pursuance to Section 301 of the Act have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered into the Register in pursuance of Section 301 of the Act exceeding the value of Rupees Five Lakhs in respect of any party during the year.
- (vi) As informed to us, during the year, the company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Act and the rules framed there under.
- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (viii) The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the company.
- (ix) (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is generally regular in depositing the undisputed statutory dues including provident fund, investor, education and protection fund, employees' state insurance, income-tax, sales-tax, wealth tax, customs duty, excise duty and other material statutory dues, as applicable, with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the company examined by us there are no disputes and dues with Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and cases which have remained outstanding as at 31.03.2013 for a period of more than six months from the date they became payable, however an income tax demand for the Assessment Year 2009-10 of Rs. 75967/- is yet to deposit and a show cause notice serve by The Central Excise Department, Meerut – II for excise duty to Rs. 17,51,993/- leviable on Jaggery, matter is under finalization.
- (c) According to the information and explanations given to us, there are no dues of Sales tax, Income tax, Wealth tax, Service tax, Custom duty, Excise duty and ceases which have not been deposited on account of any dispute, subject to Para No.(b) of point No. 9, as above.
- (x) The company has no accumulated losses as at March 31, 2013 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
- (xi) According to the records of the company examined by us and the information and explanations given to us, the company has not defaulted in payment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
- (xii) The company has not granted any loan on the basis of security by way of pledge of shares.
- (xiii) The provisions of any special statute applicable to chit fund/ nidhi/provinal 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 investment, however the company made investment in some quoted and unquoted shares.
- (xv) That the company has taken a cash credit limit of Rs. 3,00,00,000/- from schedule bank which is secured by hypothecation of stock and debtors.
- (xvi) In our opinion and according to the information and explanations given to us the company has not obtained any type of term loan facility.
- (xvii) On the basis of an overall examination of the balance sheet of the company, 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, and vice versa.
- (xviii) The company has not made preferential allotment of shares to the 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 which have remained outstanding at the year end.
- (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 us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we have been informed of such case by the management

For S. Prasad Agarwal & Co.
Chartered Accounts
Firm Regn. No. 021425N

Place : New Delhi
Date : 29.05.2013

(S. P. Agarwal)
Proprietor
M. No. : F-092194

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Balance Sheet as at 31st March' 2013

	Note No.	As at 31.03.2013 Rupees	As at 31.03.2012 Rupees
I. EQUITY & LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	2	71612000	71612000
Reserves and Surplus	3	110206732	109123931
2. Non-Current Liabilities			
(a) Other Long-Term Liabilities	4	920197	920197
(b) Long -Term Povisions	5	1078327	899134
3. Current Liabilities			
(a) Short-Term Borrowing	6	7773603	874241
(b) Trade Payable	7	14730715	24217616
(c) Other Current Liabilities	8	19341227	10198303
(d) Short-Term Provisions	9	4605704	3081135
TOTAL		<u>230268505</u>	<u>220926557</u>
II. ASSETS			
1. Non -Current Assets			
(a) Fixed Assets			
Tangible Assets	10	20477440	21494948
(b) Deffered Tax Assets	27	8958850	8934405
(c) Non-Current Investments	11	2152881	2174544
(d) Other Non-Current Assets	12	120236160	146083452
2. Current assets			
(a) Inventories	13	11461167	4802021
(b) Trade Receivables	14	59395280	30755725
(c) Cash and Cash Equivalents	15	3602333	1928079
(d) Other Current Assets	16	3984394	4753383
TOTAL		<u>230268505</u>	<u>220926557</u>

Significant accounting policies followed by the company 1
 The accompanying notes are an integral part of the
 financial statements as per our report of even date 2-37

For S.Prasad Agarwal & Co.
 Firm Regn. No. 021425N

On behalf of the Board

(S.P. Agarwal)

Proprietor
 M.No. : F-092194
 Place - New Delhi
 Dated : 29.05.2013

Murli Manohar
 Director

Sorabh Gupta
 Managing Director

Registered Office
 Village- Pallawala, Tehsil-Dhampur
 Distt-Bijnor, U.P. - 246761

Statement of Profit & Loss for the Year Ended 31st March' 2013

	Note No.	As at 31.03.2013 Rupees	As at 31.03.2012 Rupees
REVENUE			
I. Revenu from operations (net)	17	455429466	411082071
II. Other Income	18	1247029	751120
Total Revenue (I+II)		<u>456676495</u>	<u>411833191</u>
III. Expenses			
(a) Cost or Raw Material Consumed	19	422886796	378089594
(b) Increase () / decrease inventories of Finished Goods	20	334505	1184192
(c) Employee benefits expenses	21	8324065	7534154
(d) Finance costs	22	973736	670665
(e) Depreciation and amortization expenses	23	2006162	2049198
(f) Other expenses	24	10642826	12281844
Total Expenses		<u>445168090</u>	<u>401809647</u>
IV. Profit before tax		11508405	10023544
Proposed Dividend		5728960	-
Tax Exepenses			
(i) Current Tax		3676323	3081135
(ii) Deferred Tax	27	(24445)	(19138)
(iii) Income Tax for earlier year		115385	5586
(vi) Dividend Tax		929381	-
V. Profit for the year		<u>1082801</u>	<u>6955961</u>
Earning per Equity share (nominal value of share Rs.10)			
Basic in Rs.	26	0.15	0.97
Diluted in Rs.		0.15	0.97
Significant accounting policies followed by the company	1		
The accompanying notes are an integral part of the Financial statements as per our report of even date	2-37		

For **S.Prasad Agarwal & Co.**
Firm Regn. No. 021425N

On behalf of the Board

(S.P. Agarwal)
Proprietor
M.No. : F-092194
Place - New Delhi
Dated : 29.05.2013

Murli Manohar
Director

Sorabh Gupta
Managing Director

Registered Office
Village- Pallawala, Tehsil-Dhampur
Distt-Bijnor, U.P. - 246761

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1. SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 21.03.2013

a. Method of Accounting

The financial statements are prepared under the historical cost convention and are in accordance with applicable mandatory Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956.

b. Impairment of Assets

The Company identifies impairable tangible fixed assets at the year end in terms of cash generating unit concept for the purpose of arriving at impairment loss thereon being the difference between the book value and recoverable value of relevant assets if indication of impairment exists within the meaning of para 5 to 13 of AS-28 issued by ICAI. Impairment loss if any when crystallizes is charged against revenue of the year.

c. Inventories

Inventories are valued at lower of cost or net realizable value. Cost is determined on FIRST IN FIRST OUT basis. Cost comprises of all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Raw material cost is exclusive of excise duty paid / payable on purchases, as the same has been set off against excise duty payable on sale of finished goods under CENVAT scheme.

d. Revenue Recognition

Revenue is recognized when there is reasonable certainty of its ultimate realization/ collection.

e. Provision for Taxation

(i) Provision for income tax as made on the basis of the estimated taxable income for the current accounting period in accordance with the Income Tax Act, 1961.

(ii) Deferred tax resulting from timing difference between book and tax profit is accounted for under liability method at the current rate of tax to the extent that the timing differences are capable of reversal in one or more subsequent periods. Deferred tax assets are not recognized on unabsorbed depreciation and carry forward of losses unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

f. Bonus, Gratuity and Leave Encashment

Bonus, Gratuity and leave encashment are accounted on due basis.

g. Fixed Assets and Depreciation

(a) Fixed Assets are stated at cost including all direct incidental expenses.

(b) Depreciation on Fixed Assets is provided on Straight line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.

h. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the company has a present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. A disclosure of contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognized nor disclosed in the financial statements.

i. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date.

j. Foreign Exchange Transactions

(i) Transactions in foreign currencies are recorded at the exchange rates prevailing at the date of transactions.

(ii) The exchange rate fluctuation in revenue accounts is adjusted in the respective head in Profit and Loss Accounts.

Notes to Financial Statements for the year Ended 31st March' 2013

	As at 31.03.2013 Rupees	As at 31.03.2012 Rupees
2. SHARE CAPITAL		
Authorised		
2,50,00,000 Equity Shares of Rs. 10/- each	250000000	250000000
Issued , Subscribed and paid up Shares		
7161200 Equity Shares of Rs. 10/- each fully paid up in cash	71612000	71612000

The Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period.

EQUITY SHARES	As at 31.03.2013		As at 31.03.2012	
	No	Rupees	No	Rupees
At the beginning of the period	7161200	71612000	7161200	71612000
Issued during the period	-	-	-	-
Outstanding at the end of the period	<u>7161200</u>	<u>71612000</u>	<u>7161200</u>	<u>71612000</u>

(a) Terms/rights attached to equity shares

(i) The company has only one class of equity shares having par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per shares. The company has proposed dividend @ 8% for the F.Y. 2012 - 2013

(b) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date : **N.A.**

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

Name of the shareholder	As at 31.03.2013		As at 31.03.2012	
	No.	% holding in the class	No.	% holding in the class
Equity shares of Rs. 10 each fully paid				
Sorabh Gupta	2304799	32.18	2280961	31.85
Reena Gupta	687250	9.60	687250	9.60
Mahima Stocks Private Ltd	-	-	500000	6.98

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

3. Reserves and surplus

Surplus in the statement of profit and loss

Balance as per last Financial statements	76053931	69097970
Profit for the year	1082801	6955961
(a) Net Surplus in the statement of profit & Loss	<u>77136732</u>	<u>76053931</u>
(b) Share Premium Account	33070000	33070000
Total (a+b)	<u>10206732</u>	<u>109123931</u>

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	As at 31.03.2013 Rupees	As at 31.03.2012 Rupees
4. Others Long-Term Liabilities		
Advance from Customers	920197	920197
	920197	920197
5. Long-Term Provision		
Provision for Gratuity	1078327	899134
	1078327	899134
6. Short -Term Borrowings		
Secured Loan from Bank		
Punjab National Bank	7773603	874241
(Secured against hypothecation of stock & book debts)	7773603	874241
7. Trade Payables		
Sundry Creditors	14730715	24217616
	14730715	24217616
8. Current Other Liabilities		
(i) Advance from customers	462453	4502250
(ii) Expenses Payable	2657117	663558
(iii) Books Overdraft with Banks	9706186	4404479
(iv) Duties & taxes Payable	786511	628016
(v) Proposed Dividend	5728960	-
	19341227	10198303
9. Short -Term Provision		
Provision for Income Tax	3676323	3081135
Provision for Dividend Tax	929381	-
	4605704	3081135



10 : Fixed Asset

Particulars	Gross Block			Depreciation			Net Block			
	As on 01/04/12	Addition During the year	Sale / adj Druring the year	Total As on 31/03/13	Upto 31/03/12	Dep. for the year	Sale / adj Druring the year	Total As on 31/03/13	As on 31/03/13	As on 31/03/12
TANGIBLE ASSETS										
LAND	2173745	-	-	2173745	-	-	-	-	2173745	2173745
BUILDING	18171265	575530	-	18746795	6207104	606415	-	6813519	11933276	11964161
PLANT & MACHINERY	55654390	93733	-	55748123	53021932	692612	-	53714544	2033579	2632457
ELECTRICAL INSTALLATION	1133183	-	-	1133183	1133183	-	-	1133183	-	-
GENERATOR SETS	2499718	-	-	2499718	1341465	118737	-	1460202	1039516	1158253
COMPUTERS	4256601	79200	-	4335801	4174605	33062	-	4207667	128134	81996
MISC. ASSETS	2948061	240321	-	3188382	1263872	147063	-	1410935	1777447	1684189
FURNITURE & FIXTURE	763892	219071	-	982963	431539	55604	-	487143	495820	332353
VEHICLES	6782804	-	449869	6332935	5315010	352669	230667	5437012	895923	1467794
TOTAL	94383659	1207855	449869	95141645	72888710	2006162	230667	74664205	20477440	21494948
PREVIOUS YEAR	91997223	2386436	-	94383659	70839513	2049198	-	72888710	21494948	-

11 NON CURRENT INVESTMENTS

Name of Script	Opening Balance As at 1.04.2012		Purchase During the year		Sold During the year		Closing Balance As at 31.03.2013		Closing Balance As at 31.03.2012	
	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)
“A” QUOTED SHARES										
Dhampur Sugar Mills	1500	140307					1500	140307	1500	140307
Dishman Pharma & Chemicals	150	34658					150	34658	150	34658
Dwarkesh Sugar Mills	400	46400					400	46400	400	46400
East India Hotel Ltd.	245	29752					245	29752	245	29752
Eiha Hotels	11	2609	39	3900			50	6509	11	2609
FKONCO			400	36031	200	18118	200	17913		
Gee Kay Exim	56000	249200					56000	249200	56000	249200
GVK Power	100	1123	450	7987	450	7439	100	1671	100	1123
HEG Ltd.	100	37777					100	37777	100	37777
Housing Development of India Ltd.	50	19056					50	19056	50	19056
IFCI	200	13956					200	13956	200	13956
Indowind	2000	125165					2000	125165	2000	125165
InformationTech	5000	84017					5000	84017	5000	84017
I G L			100	25278			100	25278	-	-
J K Lakshmi Cement	1250	90535			1250	90535			1250	90535
J.P. Associates	250	33866					250	33866	250	33866
KS Oils	200	11956					200	11956	200	11956
KCP Sugar	500	10958					500	10958	500	10958
Kohinoor Food	500	35415					500	35415	500	35415
L&T Finance Ltd.	100	4777			100	4777			-	-
Maharashtra Krishna Valley Bond	1	23750					1	23750	1	23750
Mahindra Forg	500	60295					500	60295	500	60295



Name of Script	Opening Balance As at 1.04.2012		Purchase During the year		Sold During the year		Closing Balance As at 31.03.2013		Closing Balance As at 31.03.2012	
	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)	Quantity (Nos.)	Value (Rs.)
Mukand Ltd	300	24847					300	24847	300	24847
Rana Sugar	2000	21340					2000	21340	2000	21340
Reliance Ind	25	22343					25	22343	25	22343
Shree Renuka sugar	300	18628					300	18628	300	18628
Tilak Nagar Industry			500	26010			500	26010	-	-
Unitech Ltd.	600	26814					600	26814	600	26814
Sub Total "A"	72282	1169544	1489	99206	2000	120869	71771	1147881	72282	1169544
"B" UNQUOTED SHARES										
Magic Software Pvt. Ltd.	10000	1000000					10000	1000000	10000	1000000
United Service Pvt. Ltd.	500	5000					500	5000	500	5000
Sub_total "B"	10500	1005000					10500	1005000	10500	1005000
GRAND TOTAL (A+B)	82782	2174544	1489	99206	2000	120869	82271	2152881	82782	2174544
Previous year	87122	2495793	1270	79336	5610	400585	82782	2174544		
Market Value of quoted Shares								681113		

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	As at 31.03.2013 Rupees	As at 31.03.2012 Rupees
12 Other Non-Current Assets Loans and Advances		
(Unsecured, considered good unless stated otherwise)		
(i) Security Deposits	99800	129496
(ii) Loan & advances to related parties (note 26)	64136360	89953956
(iii) Loan & advances to others	56000000	56000000
	<u>120236160</u>	<u>146083452</u>
13 Inventories (valued at lower of cost and net relizable value)		
(i) Raw Material	4042449	2537683
(ii) Finished Goods	1597185	1931690
(iii) Stock -in- Trade	5768794	297752
(iv) Stores & Spares	51239	31840
(v) Fuel	1500	3056
	<u>1461167</u>	<u>4802021</u>
14 Trade receivables		
(Unsecured, considered good unless stated otherwise)		
(i) Outstanding for more than six months	349840	284250
(ii) Outstanding for less than six months	59045440	30471475
	<u>59395280</u>	<u>30755725</u>
15 Cash and Cash Equivalents		
(i) Balance with Banks on Current Accounts	2849056	1320750
(ii) Cash in hand	434342	310393
(iii) Fixed Deposits	318935	296936
	<u>3602333</u>	<u>1928079</u>
16 Other Current Assets		
Advanced recoverable in cash or in kind	11812	114363
Advanced to suppliers	1080019	1686377
Prepaid Expenses	71147	142015
Advance to staff	71966	374318
Advance Income tax	2300000	2000000
Balance with Government Authorities		
VAT Receivable	30345	13843
Balance with Excise Deptt.	127812	61903
TDS	152513	221784
IT Refundable	138780	138780
	<u>3984394</u>	<u>4753383</u>
17 Revenue from Operations		
Sales of Products		
(i) Domestic Sales	447554941	406419797
(ii) Export Sales	12959267	8939472
(iii) Less : Excise Duty	5084742	4277198
Revenue from Operations (Net)	<u>455429466</u>	<u>411082071</u>
18 Other Income		
(i) Interest Income	24336	49212
(ii) Net gain/Loss() from investment	28556	-
(iii) Agriculture Income (net)	656654	520478
(iv) Sundry Balance written off	-	7099
(v) Profit on sale of Fixed Assets	14798	-
(vi) Foreign Exchange Fluctuation	261655	-
(vii) Miscellaneous Income	261030	174331
Total	<u>1247029</u>	<u>751120</u>



	As at 31.03.2013 Rupees	As at 31.03.2012 Rupees
19 Cost of Material Consumed		
Opening Stock	2835435	13391817
Purchase	429612652	367445833
Consumption of stores and spares	249952	87379
	<u>432698039</u>	<u>380925029</u>
Less : Closing Stock	9811243	2835435
Net consumupation	<u>422886796</u>	<u>378089594</u>
20 Increase/decrease in Inventories		
Inventories at the end of the year		
Finished Goods	1597185	1931690
Inventories at the beginning of the year		
Finished Goods	1931690	3115882
Net (increase)/decrease in Inventories	<u>334505</u>	<u>1184192</u>
21 Employee Benefits Expenses		
Salaries & Wages	5836116	5244568
Bonus	509831	574709
Director Remuneration	1500000	1125000
Contribution to Provident Fund	107052	156890
Gratuity	222638	313612
Staff Welfacre Expenses	148428	119375
	<u>8324065</u>	<u>7534154</u>
22 Finance Costs		
(a) Interest paid	941249	630688
(b) Bank Charges	32487	39977
	<u>973736</u>	<u>670665</u>
23 Depreciation and amortization expenses		
Depreciation	2006162	2049198
	<u>2006162</u>	<u>2049198</u>
24 Other Expenses		
(a) Auditors Remuneration (as Audit Fee)	24818	24818
(b) Power & fuel	948693	305757
(c) Repair to Building	211375	503096
(d) Repair to Machinery	585462	538429
(e) Repair to others	315386	361776
(f) Vehicle Repair & Maintance	27325	110858
(g) Printing & Stationery	51991	61848
(h) Communication Expneses	790195	432667
(i) Travelling & Conveyance	301930	261500
(j) Insurance charges	41871	42885
(k) Rates & Taxes	69119	80522
(l) Filling Fee	3000	1000
(m) Additional Sales Tax Demand	279439	35446
(n) Legal & Professinal Charges	662246	413005
(o) Loss on sale of share (short term)	-	38377
(p) Share Listing Expenses	108901	79353
(q) Business Promotion	395826	396495
(r) Freight (outward)	687768	1183381
(s) Commission Paid	2211890	5816949
(t) Security Expenses	327558	284960
(u) Rebates & Discount	467347	381407
(v) Godown Handing Expenses	36990	63534
(w) Exports Expenses	1913496	846683
(x) Misc. Expenses	180200	17098
	<u>10642826</u>	<u>12281844</u>

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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2013

25. Quoted investments have been valued at cost, Market value of all the quoted shares as at the balance sheet date is Rs. 681113/-. However diminution in value other than temporary is provided. The profit / loss arising on account of sales are recognized in the statement of Profit & Loss Account.
26. Related party disclosures as per accounting standard - AS-18 issued by the institute of Chartered Accountants of India.

List or Related Parties:-

(a) Directors & Relatives

Mr. Sorabh Gupta	Managing Director
Mr. N.K. Gupta	Director

- (b) Mr. Sorabh Gupta, the Director is the key management personnel who have the authority and responsibility for planning , directing and controlling the activities of the company

Mr. N.K. Gupta	Father
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Other related parties with whom transactions have taken place during the year.

Dhampur Alco Chem Ltd., Key man is also the key man of the company.

(c) Transaction with the Related Parties

Name of Director	Nature of Transactions	Amount
Mr. Sorabh Gupta	Director Renuneration	1500000
Other related party		
Delhi Int. Educational Society	Sugar cane purchase	138972
Dhampur Infrastructure Pvt. Ltd.	Sugar cane purchase	162360
Greater Noida Habitat Centre Ltd.	Sugar cane purchase	176750

27. Sundry Debtors, Creditors, Advance from Customers, Sundry Deposits are subject to confirmation and are as per books of accounts and will require necessary adjustment on reconciliation.
28. Sales Tax Assessments for earlier years are in progress. Demands, if any shall be accounted for on the completion of assessments.
29. Contingent Liabilities
- a. For Sales tax Demand being contested Rs. 3,62,788/- for A.Y. 2009 -10 remand order pending, appellate order already received in our favour and Rs. 1,31,48,319/- for A.Y. 2010-11 matter is under appeal with the special commissioner (objection) New Delhi in regards to C forms not filed at the time of assessment proceedings.
- b. Claims not acknowledged as debts - Nil
30. Payment to Auditors:

(Figures in Rs.)

Particulars	31.03.2013		31.03.2012
Audit Fees	22088		22500
Service Tax	2730		2318
Total	24818		24818

31. Calculation of Earnings per Share (EPS)

Particulars	31.03.2013		31.03.2012
Net Profit/(Loss) for the period (Rs.)	1082801		6955961
Weighted average number of equity shares (Nominal Value of Rs. 10/- per share)	7161200		7161200
Basic & Diluted earnings per Share (Rs.)	0.15		0.97

32. In the opinion of the directors of the company current assets, loans and advances, unsecured loans and current liabilities have a value on realization in the ordinary course of business at least equal to the amount at which they are stated and provisions for all know liabilities have been made.

33. Additional information as required by Part-ii Schedule VI of the Companies Act, 1956:

a) Production

	Current Year	Pervious year
Invert Sugar	951920 kg	1070370 kg
Speciality Sugar	403884 kg	223280 kg
Jaggery	1004 qtl	903 qtl

b) Raw Material Consumed

Particulars	Consumption			
	Current Year		Previous Year	
	Qty.	Value in Rs.	Qty.	Value in Rs.
Suger (in Kg.)	1095000	38263260	985900	30408842
Activated Carbon (in Kg.)	520	76764	980	122342
Sugar Cane (in Qtls.)	12226	2450428	10829	2057586
Stores Consumed	-	249952	-	87379
Total	-	41040404	-	32676149

c) Goods Purchased (Trade)

Particulars	Consumption			
	Current Year		Previous Year	
	Qty.	Value in Rs.	Qty.	Value in Rs.
Ethyl Acetate (in Kg)	3095120	169491152	2561895	147865717
Acetic Acid (in Kg)	806375	30263086	1512535	46820338
Sugar (in Qtls)	43722	177455375	37200	137298921
Total	-	377209613	-	331984976

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d) Sales, closing stock and opening stock

(Value in Rs.)

Particulars	Unit	Sales		Closing Stock		Opening Stock	
		Qty.	Value	Qty.	Value	Qty.	Value
Invert Sugar	kg	966922	43549022	28025	950328	43027	1128104
Speciality Sugars	kg	402349	22348527	7536	69357	6001	226086
Jaggery	qtls	1004	3979779	275	577500	275	577500
TRADED GOODS							
Ethyl Acetate	kg	2933606	181622573	166924	5203327	5410	282309
Acetic Acid	kg	806375	31233761	490	17970	490	15443
Sugar	qtls	43722	177780546	-	-	-	-

e) Expenditure in Foreign Currency

-

-

f) Earnings in Foreign Currency

13220922

8812940

34. Deferred Tax Liability/ Assets

As required by Accounting Standard -22" Accounting for taxes on income " issued by Instituted of Chartered Accountants of India, deferred tax assets on profits for the year has been created.

35. Figures have been rounded off to the nearest paisa.

36. Commission expenses is state net of income amounting to Rs. 1929892 (Previous year Rs. 1399375)

37. Previous year Figures.

The company has classified previous year figures to conform to year's classification.

Auditors' Report

As per our Separate Report of even date annexed

For S. Prasad Agarwal & Co.
Chartered Accountants
Firm Regn No. 021425N

On behalf of the Board

(S. P. Agarwal)
Proprietor
M. No. : F-092194
Place : New Delhi
Dated : 29.05.2013

Murli Manohar
Director

Sorabh Gupta
Managing Director

Registered Office :

Village - Pallawala, Tehsil-Dhampur
Distt - Bijnor (U.P.) Pin - 246761

Cash Flow Statement for the year ended 31st March, 2013

	As at 31.03.2013 (Rupees in Thousand)	As at 31.03.2012 (Rupees in Thousand)
A. NET CASH FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX	11508	10024
ADJUSTMENT FOR :		
*Depreciation	2006	2049
Interest (Net)	<u>(917)</u>	<u>(49)</u>
	12598	12204
Operating Profit before working capital Changes		
ADJUSTMENT FOR :		
Trade & other receivables	(4606)	(27993)
Inventories	(6659)	11753
Trade Payable	(6073)	(3147)
Tax Payments	<u>(1525)</u>	<u>(1795)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>(6265)</u>	<u>(9158)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Fixed Assets (Net Sales)	1018	(336)
Purchase of Investments	22	321
Increases in Capital work in progress/ Project expenditure	—	—
NET CASH EARNED IN INVESTING ACTIVITIES	1040	(15)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share Capital	-	
Increase / (decrease) Share Application Money	-	
Increase in Share Premium	-	
Net Proceeds of Long Term Borrowings	<u>6899</u>	<u>(799)</u>
NET CASH FROM FINANCING ACTIVITIES	<u>6899</u>	<u>(799)</u>
Net increase in cash equivalents	1674	(9972)
Opening cash and cash equivalents	1928	11900
Closing cash and cash equivalents	3602	1928

Auditors' Report
As per our Separate Report of even date annexed

For S. Prasad Agarwal & Co.
Chartered Accountants
Firm Regn No. 021425N

On behalf of the Board

(S. P. Agarwal)
Proprietor
M. No. : F-092194
Place : New Delhi
Dated : 29.05.2013

Murli Manohar
Director

Sorabh Gupta
Managing Director

Registered Office :
Village - Pallawala, Tehsil-Dhampur
Distt - Bijnor (U.P.) Pin - 246761

AUDITOR'S CERTIFICATE

We have examined the above cash flow statement of Dhampure Speciality Sugars Limited for the year ended 31st March' 2013. The statement has been prepared by the company in accordance with the requirements of listing agreement clause 32 with stock exchange and is based on and in agreement with the books and records of the company and also the Statement of Profit & Loss Account and Balance Sheet of the Company covered by our report of even date of the members of the company.

For **S. Prasad Agarwal & Co.**
Chartered Accountants
Firm Regn. No. 021425N

Place : New Delhi
Date : 29.05.2013

(S. P. Aggarwal)
Partner
Membership No. : F - 092194

Additional Information as required by Schedule VI to the Companies Act., 1956 Balance Sheet abstract & Company & General Business Profile.
I. REGISTRATION DETAILS

Registration Number	14478	State	20
Balance Sheet Date	31 03 2013		
	Date Month Year		

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

III. POSITION AND MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands)

Total Liabilities	230268.51	Total Assets	230268.51
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SOURCES OF FUNDS

Paid up Capital	71612	Reserves & Surplus	110206.73
Secured Loans	7773.60	Other Liabilities	40676.18

APPLICATION OF FUNDS

Net Fixed Assets	20477.44	Investments	2152.88
Current Assets	198679.34	Deffered Tax Assets	8958.85
Accumulated Losses	Nil	-	-

IV. PERFORMANCE OF COMPANY (Amount in Rs. Thousands)

Sales & Other Income	456676.50	Total Expenditure	445168.09
(+) Profit/(-) Loss before tax	11508.41	Profit/Loss after tax	1082.80
Earning per Share in Rs.	0.15	Dividend Rate (%)	8%

V. GENERIC NAME OF THREE PRINCIPAL PRODUCTS OF COMPANY

Item Code No. (ITC Code)	17029090	17019990	17011110
Production Description	INVERT SUGAR	DEMERARA SUGAR	JAGGERY

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