

First Annual Report

2010 – 2011

DINDIGUL FARM PRODUCT PRIVATE LIMITED

Board of Directors	Mr. R. Rajasekaran Mr. K. Thangaraj Mrs. R. Rajadharshini
Registered Office	No. 2/52-2, Raaj Kudil Pillayarnatham Pithalaipatty Post Dindigul – 624 002 Tamilnadu
Auditors	Mr. R. Kannan M.Com, F.C.A., No. 21/9, Veppanthoppe Street, Palani Road, Dindigul, Tamil Nadu - 624001

DINDIGUL FARM PRODUCT PRIVATE LIMITED

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NOTICE TO THE SHARE HOLDERS

Notice is hereby given that the First Annual General Meeting of the Company will be held on 6th February 2012 at 10:30 A.M. at the Registered Office of the Company to transact the following business:

AGENDA

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2011 and the Profit and Loss Account for the year ended as on that date and the reports of Board of Directors and Auditors thereon.
2. To appoint Sri. R. KANNAN, Chartered Accountant, Dindigul as Statutory Auditor of the Company from the conclusion of this Annual General Meeting and fix their remuneration.

(By order of the Board)

For DINDIGUL FARM PRODUCT PRIVATE LIMITED

/Sd/
R. Rajasekaran
Chairman

Dindigul
10th January 2012

Note: A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself on a poll and proxy need not be a member. The Instrument of Proxy, duly completed should be lodged at registered office of the Company not less than forty-eight hours before the commencement of the meeting.

DIRECTORS REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the FIRST ANNUAL REPORT together with audited statement of accounts of the Company for the year ended 31st March 2011.

FINANCIAL HIGHLIGHTS

Your Company was incorporated on 29th September, 2010 as a private limited company. The first accounting period of the company is from 29th September to 31st March, 2011. The project is under implementation and commercial activities are yet to commence, hence Profit and Loss account does not reflect any revenue from operations.

DIVIDEND

As your company has not started commercial activity and project is under implementation, the directors do not recommend any dividend.

PUBLIC DEPOSITS

Your company has not accepted any public deposits or its employees within the meaning of Section 58A of the Companies Act, 1956 during the year under review.

AUDITORS

The existing auditor of the company Mr. R. Kannan, shall retire at the ensuing annual general meeting scheduled to be held on February 6, 2012 and themselves for re-appointment as the auditors of the Company pursuant to Section 224 of the Companies Act, 1956.

Board of directors meeting held on January 10, 2012 has approved the re-appointment of Mr. R. Kannan as the auditor of the Company for the financial year 2011-2012 and to hold office till the conclusion of the next annual general meeting. This appointment is subject to the approval of members in the ensuing annual general meeting to be held on February 6, 2012.

The Company has received certificate from auditor that their appointment if approved will be within the limits specified under Section 224 (1B) of the Companies Act, 1956.

PARTICULARS OF EMPLOYEES

No employee has drawn the remuneration in excess of the prescribed limits, in respect of which information under Section 217 (2A) of the Companies Act 1956 (as amended) is required to be annexed.

INFORMATION REGARDING CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Additional information regarding conservation of energy, technology, absorption foreign exchange earnings and outgo in accordance with the companies (Disclosure or particulars in the report of Board of Directors) rules, 1988 is furnished below.

(a) ENERGY CONSERVATION:

The consumption of energy is so negligible as size of business. Hence no particulars are given.

(b) TECHNOLOGY ABSORPTION:

Your company has not undertaken any significant and prominent activities relating to Research and Development activities, Technology absorption, adoption and Innovation during the year.

(c) FOREIGN EXCHANGE INFLOW/OUTFLOW:

Foreign Exchange Earnings	Rs. - NIL
Foreign Exchange Outflow	Rs. - NIL

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) the Board of Directors of your company confirms that:

all the applicable Accounting Standards have been followed in the preparation of the Annual Accounts and that there are no material departures:

such accounting policies have been selected and applied consistently and such judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31,2011, and the profit of the company for the year ended on that date:

proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities:

the Annual accounts have been prepared on a going concern basis.

ACKNOWLEDGEMENT:

Your Directors record their appreciation of the co-operation and contribution of persons who help in all levels towards the progress of the company.

On behalf of the Board

/sd/
Chairman

Place : Dindigul

Date : 10th January 2012

AUDITORS REPORT TO SHARE HOLDERS

We have audited the annexed Balance sheet of **DINDIGUL FARM PRODUCT PRIVATE LIMITED** as at 31st March 2011 and also the Profit & Loss account for the Year ended on that date annexed thereto. These statements are the responsibility of the company's management and our responsibility is to express an opinion on these financial statement based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in India. These standards require that we plan and perform the audit to obtain reasonable assurance and whether the financial statements are prepared in all material respects, in accordance with an examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the over all financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) order, 2004 issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956 and on the basis of such checks as We considered appropriate, and according to the information and explanations given to us, We enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the order.

Further to our comments in the annexure referred to above our report that:-

1. 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.
2. In our opinion proper books of account as required by law have been kept by the company so far as it appears from our examination of the books.
3. The Balance sheet and Profit and Loss account dealt with by this report are in agreement with the books of account.
4. In our opinion, the Balance sheet and Profit & Loss account dealt with by this report comply with the Accounting standards referred to in sub-section (3C) of section 211 of the Companies ACT, 1956.
5. On the basis of written representations received from the directors, as on 31st March 2011 and taken on record by the Board of Directors, we report that none of the directors of the Company are disqualified from being appointed / reappointed as director under Section 274 (1) (g) of the Companies Act, 1956.
6. In our opinion and to the best of our information and according to the explanations given to me, the said accounts give the information required by the Companies Act, 1956, 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 31st March 2011 and
 - b) In the case of Profit and Loss account of the profit of the Company for the year ended on that date.

Place: Dindigul
Date : 27th September 2011

/Sd/
R. KANNAN
Chartered Accountant

ANNEXURE TO THE AUDITORS REPORT

The Annexure referred to in the Auditor's Report to the members of the **DINDIGUL FARM PRODUCT PRIVATE LIMITED** (the Company) for the year ended 31st March 2011. Our report that:

- (i) (a) In our opinion, the Company is maintaining proper records to show full particulars including quantitative details and situation of the fixed assets.
- (b) As explained to us, the Fixed Assets have been physically verified by the management during the year at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) The Fixed Assets disposed off by the Company were not substantial and therefore does not affect the going concern assumption.
- (ii) (a) Inventories have been physically verified by the Management . 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) The Company is maintaining proper records of inventory and no material discrepancies were noticed on such verification as compared to the book records.
- (iii) The company has neither granted nor taken any loans, secured or unsecured to or from companies, firms or other parties covered in the register maintained under section 301 of the Act.
- (iv) In our opinion, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods. During the course of Audit, no major weakness has been noticed in the internal control systems.
- (v) According to the information and explanation given to me, I am of the opinion that there is no contract for amount exceeding Rs. 5.00 lakhs with parties listed in the register maintained u/s. 301 of the Companies (Auditors Report) Order 2003 are not applicable to the company.
- (vi) According to the information and explanations furnished to me, the Company has not accepted any deposits within the meaning of section 58A and 58AA of the Companies Act, 1956.
- (vii) The Company do not have internal audit system which do not require with its size and nature of the business.
- (viii) According to the information and explanation given to me, in respect of statutory dues and other dues :
 - a. The Company is regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Cess, and other statutory dues with the appropriate authorities during the year.
 - b. In our opinion and according to the information and explanations given to us there are no undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax , Wealth Tax, Sales Tax, Customs Duty, Excise Duty, Cess etc.

- (ix) In our opinion, the accumulated losses of the Company are not more than 50% of its net worth. The Company has not incurred cash losses during the financial year covered by our audit and also in the immediately preceding financial year.
- (x) According to the information and explanations given to me, the Company has not defaulted in repayment of dues to Financial Institutions, Banks.
- (xi) According to the information and explanations given to me, the company has not granted during the year loans and advances of the basis of security by way of pledge of shares, debentures and other securities.
- (xii) The Company is not a chit, nidhi / mutual benefit fund / society.
- (xiii) The Company is not dealing or trading in shares, securities debentures and other investments.
- (xiv) In our opinion, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xv) The Company has not obtained any fresh term loans during the year.
- (xvi) On an overall examination of the financial statements of the Company, our report that no funds raised on short term basis have been used for long term investment and vice versa.
- (xvii) There has been no preferential allotment of shares by the Company during the year to any party.
- (xviii) The Company has not raised any money by public issues of shares or other securities during the year covered by our audit.
- (xix) To the best of our knowledge and belief and according to the information and explanation given to me, no fraud on or by the company was noticed or reported during the year.

Place: Dindigul
Date: 27th September 2011

/Sd/
R. KANNAN
Chartered Accountant

DINDIGUL FARM PRODUCT PRIVATE LIMITED

BALANCE SHEET AS ON 31.03.2011

PARTICULARS	SCH NO.	31-3-2011		31-3-2010	
		Rs.		Rs.	
<u>SOURCES OF FUNDS</u>					
<u>SHARE HOLDERS FUND</u>					
SHARE CAPITAL	1	200,000		0	
SHARE APPLICATION	2	7,079,900			
RESERVES AND SURPLUS	3	0	7,279,900	0	0
<u>LOAN FUNDS</u>					
SECURED LOANS	4	0		0	
UNSECURED LOANS	5	0	0	0	0
DEFERRED TAX LIABILITY			0		0
			7,279,900		0
<u>APPLICATION OF FUNDS</u>					
FIXED ASSETS:					
GROSS BLOCK	6	1,361,446		0	
Less: DEPRECIATION		0		0	
NET BLOCK		1,361,446	1,361,446	0	0
<u>INVESTMENTS</u>					
	7	0	0	0	0
<u>CURRENT ASSETS, LOANS & ADVANCES</u>					
CASH AND BANK BALANCES	8	279,774		0	
DEBTORS, LOANS, ADVANCES AND DEPOSITS	9	5,468,930		0	
SUB TOTAL		5,748,704		0	
<u>LESS: CURRENT LIABILITIES & PROVISIONS</u>					
SUNDRY CREDITORS	10	218,972		0	
PROVISIONS	11	0		0	
SUB TOTAL		218,972		0	
NET CURRENT ASSETS			5,529,732		0
<u>MISCELLANEOUS EXPENSES</u>					
(To the extent not written off or adjusted)	12		388,722		0
PROFIT AND LOSS ACCOUNT			0		0
			7,279,900		0

Notes forming part of the Accounts

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The Schedules referred to above Form part of these accounts.
"As per our report of even date attached"

/sd/
R. RAJASEKARAN
Director

/sd/
R. KANNAN, M. Com., F.C.A.,
Chartered Accountant.
M.No.213229

/sd/
K. THANGARAJ
Director

DINDIGUL
27th September, 2011

/sd/
R. RAJADHARSHINI
Director

DINDIGUL FARM PRODUCT PRIVATE LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	Sch.No	31.03.2011	31.03.2010
<u>INCOME</u>			
CONSULTING REVENUE	13	0	0
		0	0
<u>EXPENDITURE</u>			
POWER AND FUEL	14	0	0
FEES AND TAXES	15	0	0
EMPLOYEES COST	16	0	0
REPAIRS & MAINTENANCE	17	0	0
ADMINISTRATIVE EXPENSES	18	0	0
		0	0
<u>PROFIT BEFORE INTEREST & DEPRECIATION</u>			
INTEREST AND FINANCIAL CHARGES	19	0	0
DEPRECIATION	6	0	0
<u>PROFIT / (LOSS) BEFORE TAX</u>			
PROVISION FOR INCOME TAX		0	0
CURRENT TAX		0	0
FRINGE BENEFIT TAX		0	0
DEFERRED TAX		0	0
<u>NET PROFIT / (LOSS) AFTER TAX</u>			
ADD: PROFIT C/F FROM PREVIOUS YEARS		0	0
PROFIT CARRIED OVER TO BALANCE SHEET		0	0

Notes forming part of the Accounts

20

The Schedules referred to above Form part of these accounts.
"As per our report of even date attached"

/sd/
R. KANNAN, M. Com., F.C.A.,
Chartered Accountant.
M.No.213229

DINDIGUL
27th September, 2011

/sd/
R. RAJASEKARAN
Director

/sd/
K. THANGARAJ
Director

/sd/
R. RAJADHARSHINI
Director

DINDIGUL FARM PRODUCT PRIVATE LIMITED
SCHEDULES ANNEXED TO BALANCESHEET

PARTICULARS	31-03-2011	31-03-2010
<u>SCHEDULE - 1</u>		
<u>SHARE CAPITAL</u>		
<u>AUTHORISED CAPITAL:</u>		
75000 Equity Shares of Rs.100/- each	7,500,000	0
<u>ISSUED AND SUBSCRIBED CAPITAL:</u>		
200 Equity Shares of Rs.100/-each	200,000	0
<u>PAID UP CAPITAL:</u>		
200 Equity Shares of Rs.100/-each	200,000	0
	200,000	0
<u>SCHEDULE - 2</u>		
<u>SHARE APPLICATION:</u>		
R. SURYA PRABHA	3,323,000	0
R. RAJASEKARAN	1,573,400	0
A.R. DAIRY FOOD PRIVATE LIMITED	1,300,000	0
R. RAJADHARSHINI	533,500	0
P.S. RAMASAMY	200,000	0
R.K.G. SHARABOJI	150,000	0
	7,079,900	0
<u>SCHEDULE - 3</u>		
<u>RESERVES AND SURPLUS:</u>		
Profit and Loss Account	0	0
	0	0
<u>SCHEDULE - 4</u>		
<u>SECURED LOANS</u>		
	0	0
	0	0
<u>SCHEDULE - 5</u>		
<u>UNSECURED LOANS</u>		
	0	0
	0	0
<u>SCHEDULE - 7</u>		
<u>INVESTMENTS</u>		
	0	0
<u>SCHEDULE - 8</u>		
<u>CASH AND BANK BALANCES</u>		
Cash In Hand	122,022	0
State Bank of India	157,752	0
	279,774	0
<u>SCHEDULE - 9</u>		
<u>OTHER CURRENT ASSETS, LOANS AND ADVANCES</u>		
<u>Sundry Debtors:</u>		
Bharat Builiders	500,000	0
Daarin Pro Machines	4,800,000	0
<u>Advances recoverable in Cash or Kind or for value to be received :-</u>		
House Advance	2,000	0
Electricity Deposit	61,930	0
Salary Advance	105,000	0
	5,468,930	0
<u>SCHEDULE - 10</u>		
<u>CURRENT LIABILITIES & PROVISIONS:</u>		
Sundry Creditors	218,972	0
	218,972	0
<u>SCHEDULE - 11</u>		
<u>PROVISIONS</u>		
	0	0
	0	0
<u>SCHEDULE - 12</u>		
<u>PRELIMINARY & PRE OPERATIVE EXPENSES</u>		
	388,722	0
	388,722	0

SCHEDULES ANNEXED TO PROFIT & LOSS A/C

<u>PARTICULARS</u>	31-03-2011	31-03-2010
<u>SCHEDULE - 13</u> <u>INCOME</u>	0	0
<u>SCHEDULE - 14</u> <u>POWER & FUEL</u>	0	0
	0	0
<u>SCHEDULE - 15</u> <u>FEES AND TAXES:</u>	0	0
	0	0
<u>SCHEDULE - 16</u> <u>EMPLOYEES COST</u>	0	0
	0	0
<u>SCHEDULE - 17</u> <u>REPAIRS & MAINTENANCE</u>	0	0
	0	0
<u>SCHEDULE - 18</u> <u>ADMINISTRATIVE EXPENSES</u>	0	0
	0	0
<u>SCHEDULE - 19</u> <u>INTEREST AND FINANCIAL CHARGES</u>	0	0
	0	0

SCHEDULE 20

NOTES TO PROFIT AND LOSS ACCOUNT AND BALANCE SHEET AT 31ST MARCH 2011.

1. Significant Accounting Policies:

I. General:

The Financial Statements have been prepared on the historical cost convention based on the accrual concept and in accordance with generally accepted Accounting Principles and complying with the applicable Accounting Standards referred under section 211 (3c) of the Companies Act, 1956.

II. Method of Accounting:

The financial Statements have been prepared on the historical cost convention and in accordance with generally accepted accounting principles in India.

III. Fixed Assets:

Fixed assets are stated at Historical cost. Cost includes taxes and duties, freight and other direct and/or allocable expenses.

IV. Depreciation:

Depreciation has been provided on written down value method, in accordance with the Provisions of Companies Act, 1956, at the prescribed in Schedule XIV to the Act

V. Recognition of Income:

Income and expenditure are recognized and accounted on accrual basis.

VI. Income Tax:

Since the incurred losses during the year there is no current tax liability for the company.

Deferred Tax:

In accordance with the Accounting Standard 22, Deferred Tax for timing differences between the book and tax profits for the year is recognized using the tax rates and law that have been enacted or substantially enacted as of the balance sheet date.

- | | |
|--|----------------|
| 2. Earning in Foreign Exchange | Rs. -NIL- |
| 3. Directors Remuneration | Rs. -NIL- |
| 4. Auditors Remuneration Audit Fees | Rs. -NIL- |
| 5. As per the information available with the company there are no Micro, Small, and Medium industries in respect of whom the company's dues are outstanding for more than 45 days as at the Balance sheet date | |
| 6. There is no Contingent Liability existed as the date of Balance Sheet Date. | |
| 7. <u>Deferred Taxes</u> | <u>2010-11</u> |

Deferred Tax Liability

Rs. -NIL-

8. Estimated amount of Contracts to be executed on account of capital Expenditure is Rs. NIL

The Schedule 1 to 8 referred to above for integral part of profit and loss account and balance sheet as at 31.03.2011.

Vide our report of even date

/Sd/
R.Kannan
Chartered Accountant

/Sd/
K. Thangaraj
Director

Dindigul
27th September 2011

/Sd/
R. Rajadharshini
Director

DINDIGUL FARM PRODUCT PRIVATE LIMITED

COMPANY'S GENERAL BUSINESS PROFILE:

I. Registration Details

Registration Number	U15200TZ2010PTC016407
State Code	08
Balance Sheet Date	31.03.2011

II Capital raised during the year (Rs. in Thousands)

Public Issue	Nil	Rights Issue	Nil
Bonus Issue	Nil	Private Placement	7280

III Position of mobilization and deployment of funds (Rs. in Thousands)

Total Liabilities	7280	Total Assets	7280
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Sources of Funds (Rs. in Thousands)

Paid up Capital	7280	Secured Loans	0
Reserves and Surplus	0	Unsecured Loans	0
Deferred Tax Liability	0		

Application of Funds (Rs. in Thousands)

Net Fixed Assets	1361	Investments	0
Net Current Assets	5530	Misc. Expenditure	389

IV Performance of the Company (Rs. in Thousands)

Turnover / Income	0	Total Expenditure	0
Profit before Tax	0	Profit after Tax	0
Earning Per Share	0	Dividend %	0

V Generic Name of Principal Products /Services of Company

Manufacturing of Dairy Products