



20th  
Annual Report  
2012-2013

RAVI KUMAR  
DISTILLERIES LIMITED

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Mr. R.V. Ravikumar	Managing Director
Mr. Badrinath S Gandhi	Executive Director
Mrs. S. Vijayalakshmi	Executive Director
Mr. K.S.M. Rao	Independent Director
Mr. Ashok R Shetty	Independent Director
Mr. Popatla Kathariya	Independent Director

### COMPANY SECRETARY

Mr. V. Viswanathan

### AUDITORS

M/s. Ramanand & Associates,  
6/C, Gr. Floor, Ostwal Park Building,  
No.4, Near Jesal Park Jain Temple,  
Bhayandar (East),  
District Thane – 401 105.

### BANKERS

State Bank of India

### REGISTERED OFFICE

“Ameen Manors”, 2nd Floor,  
B-Block, No.138, Nungambakkam High Road,  
Chennai – 600 034, India.  
Tel. No. 91 – 044 – 28154087  
Fax. No. 91 – 044 – 28154087  
Website: [www.ravikumardistilleries.com](http://www.ravikumardistilleries.com)  
Email: [cs@ravikumardistilleries.com](mailto:cs@ravikumardistilleries.com)

### CORPORATE OFFICE

No.17, Kamaraj Salai,  
Puducherry – 605 011, India.  
Tel. No. 91 – 0413 – 2343278 & 2346386  
Fax No. 91 – 0413 – 2343278 & 2331032  
Website: [www.ravikumardistilleries.com](http://www.ravikumardistilleries.com)  
Email: [cs@ravikumardistilleries.com](mailto:cs@ravikumardistilleries.com)

### REGISTRAR & SHARE TRANSFER AGENT

M/s. Karvy Computershare Pvt.Ltd.,  
17-24, Vittal Rao Nagar,  
Madhapur,  
Hyderabad – 500 081.  
Phone: 91 – 040 – 44655000  
Email: [einward.ris@karvy.com](mailto:einward.ris@karvy.com)

### FACTORY:

R.S. No. 89/4-A, Katterikuppam Village,  
Mannadipet Commune,  
Puducherry – 605 502.  
Tel.No. 91 – 0413 – 2674444, 2674888

### Contents

Corporate Information .....	1
Directors' Report .....	2
Corporate Governance Report .....	5
Management Discussion and Analysis .....	11
Auditors' Certificate & Declaration .....	12
Auditors' Report .....	13
Balance Sheet .....	16
Profit & Loss Account .....	17
Cash Flow Statement .....	18
Schedules to Accounts .....	19



## DIRECTORS' REPORT

To  
The Members  
Ravi Kumar Distilleries Limited.

Your Directors have pleasure in presenting the 20th Annual Report together with the Audited Accounts of the Company for the year ended 31st March 2013.

Financial Results:		(Rs. in lakhs)	
Particulars	2012-13	2011-12	
Income from Operations	4,076.00	5,689.00	
Other Income	16.00	740.00	
Profit Before Depreciation and Taxes	(-)139.00	270.00	
Less: Depreciation	63.00	67.00	
Less : Provision for			
(a) Income tax	0.00	71.00	
(b) Deferred tax	(7.00)	(6.00)	
Less Proposed Dividend	0.00	0.00	
Dividend Distribution tax	0.00	0.00	
Profit for the Year	-194.00	138.00	
Balance Carried Forward to Balance sheet	-194.00	138.00	

### Performance of the Company during the year under review

Your Company is engaged in the business of manufacture and trade of Indian Made Foreign Liquor (IMFL) under own brand Capricorn, 2 Barrels, Green Magic, Chevalier as well as under tie-up arrangements with other Companies. The IMFL comprises of Whisky, Brandy, Rum, Gin and Vodka. Your Company currently operates through own manufacturing unit located at R.S 89/4A, Katterikuppam Village, Mannadipet Commune, Pondicherry. The Unit is equipped with state of art infrastructure facilities and technology, which encompasses all modern facilities for blending and bottling, can undertake manufacture of IMFL. The core competency of your Company is in house technical and formulation knowledge, skilled workforce and well equipped manufacturing facilities, which enable us to manufacture a wide range of IMFL products to diverse client requirements.

During the year, the total Income from operations was Rs. 4076 lakhs compared to Rs.5689 lakhs in the previous year recording a loss of (Rs.1613) lakhs. The net loss was Rs.194 lakhs as against the profit Rs.138 lakhs in the previous year. Earning per share is Rs. -.81 against Rs.0.58 in the previous year on a weighted average basis as per Accounting Standard 20 issued by the Institute of Chartered Accountants of India.

### Future Outlook:

During current year, your Company will try to achieve

maximum capacity utilization in our existing plant at Pondicherry.

### Insurance:

All the properties of the Company including buildings, plant and machinery and stocks have been adequately insured.

### Reply to Auditors' Comments:

In the point No.16 of annexure to Auditors' Report, the Auditors have commented about non utilization of loan for the purpose for which it was availed by the Company. The reason for the same is the machinery proposed for purchase was not usable as per the requirement of the Company and hence the program was shelved with intimation to the said NBFC.

### Directors:

Mr. Ashok R Shetty and Mr K S M Rao, Directors retire by rotation at this Annual General Meeting and being eligible, offer themselves for re-appointment. Pursuant to clause 49 of the Listing Agreement with the Stock Exchanges, brief resume of Mr Ashok R Shetty and Mr K S M Rao have been provided in the notice convening the Annual General Meeting.

### Reasons for Loss during the year:

The Board of Directors discussed on the Loss of the company to the tune of Rs. 194 lacs and attribute following main reasons for non growth of the company:

#### A. INCREASING EXCISE DUTY & ADDITIONAL EXCISE DUTY:

The Company has paid only Excise Duty from the commencement of Business and with effect from 23.04.2007, the Puducherry Excise Department has newly introduced collection of Additional Excise Duty along with existing Excise Duty on slab system.

All of a sudden, the Puducherry Government – Excise has issued Notification on 02.01.2012 pertaining to increase in Excise Duty & Additional Excise Duty. Further the Department has issued Draft Rules proposing doubling the Licence Fee which is yet to be passed. These changes severely affected the sales by 40%.

#### B. LEGAL CASES PERTAINING TO THE COMPANY

The company's performance was also severely affected due to various issues and fraudulence committed by Mr. Anil Agrawal, Managing Director of M/s. Comfort Securities Limited and M/s. Comfort Intech Limited and his associates against the Company.

Your Company has filed complaints against Mr. Anil Agrawal, Managing Director of M/s. Comfort Securities Ltd., Merchant Bankers, M/s. Comfort Intech Ltd. and its other group companies with the following authorities.

1. A Civil Suit before 2nd Additional District Judge, Ranga Reddy District, L.B. Nagar, Hyderabad with prayers inter-alia that the agreements entered under coercion by

me with Mr. Anil Agrawal to be declared null and void and return M/s. Liquors India Limited back. The case is going on and the next hearing is on 02.09.2013.

2. I.A. filed with IInd Additional District Judge, Ranga Reddy District, L.B. Nagar, Hyderabad for Not to alienate, encumber assets of M/s. Liquors India Ltd.
3. I.A. filed with IInd Additional District Judge, Ranga Reddy District, L.B. Nagar, Hyderabad for Not to alter the Board.
4. Writ petition filed with the High Court, Hyderabad requesting not to transfer the excise licence of M/s. Liquors India Limited, Nacharam to Mr. Anil Agrawal.
5. Petition under section 111A r/w 111(4) of the Companies Act filed before the Company Law Board, Chennai in the matter of M/s. Liquor India Limited, Mr. Anil Agrawal and others.
6. Complaint with SEBI, Mumbai against BRLM M/s. Comfort Securities Ltd., & Comfort Intech Ltd. (DP) promoted by Mr. Anil Agrawal for violations of SEBI Regulations.
7. Complaint with The Police Commissioner of Chennai against the fraud and cheating committed by Mr. Anil Agrawal.
8. Complaint with the Commissioner of Police, Hyderabad against the fraud and cheating committed by Mr. Anil Agrawal.
9. Complaint with the Additional Director General of Police, Economic Offences Wing, Chennai praying to take necessary action against Mr. Anil Agrawal and his group.
10. Initiated legal action against Mr. Anil Agrawal's related companies to which the public money of Rs.29.10 cr was fraudulently siphoned off by Mr. Anil Agrawal.

Mr. Anil Agrawal, has filed a petition before the Company Law Board, Chennai under section 397, 398, 235(2) and 237(b) of the Companies Act, 1956 regarding the utilization of IPO funds by the Company. The Company is in the process of submitting the Counter before the Company Law Board, Chennai on or before 17.08.2013.

And

One Mr. Anand Agarwal, Director of M/s. Comfort Intech Limited (sister concern of M/s. Comfort Securities Limited) has filed a complaint with ROC under Investor's Complaint and the ROC has issued a letter dated 30.04.2013 asking the clarification of the Company for which the Company has given a suitable reply. After verification of the reply the ROC, Chennai has closed the complaint and necessary letter was sent to Mr. Anand Agrawal and endorsed a copy to the Company.

Dividend:

The Board of Directors does not recommend any Dividend for

the year 2012-13.

Fixed deposits:

During the year under review, the Company has not accepted any fixed deposits and there are no fixed deposits, which are pending repayment.

Subsidiary Companies:

Your Company does not have any subsidiary company during the year under review.

Particulars of employees' under section 217 (2A) of the Companies Act, 1956:

None of the employees of the Company employed throughout the financial year/part of the year were in receipt of remuneration in excess of the limits as prescribed under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 and hence no particulars are required to be given.

Directors' Responsibility statement:

As required under Section 217(2AA) of the Companies Act, 1956, your Directors hereby confirm that:

1. In the preparation of the Annual Accounts for the financial year 2012-13, the applicable Accounting Standards have been followed and there are no material departures;
2. The accounting policies selected and applied are consistent and the judgment and estimates made 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 loss of the Company for the financial year 2012-13;
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The Annual Accounts have been prepared on a going concern basis.

Corporate Governance:

The Company has complied with the requirements of the Code of Corporate Governance as stipulated in clause 49 of the listing agreement with the stock exchanges. A Report on Corporate Governance along with Certification by the Chairman is attached to this Directors' Report.

A Certificate from the Auditors of the Company regarding compliance of the conditions of Corporate Governance as stipulated by clause 49 of the listing agreement is attached to this Directors' Report.

Auditors:

The statutory auditors of the Company M/s. Ramanand & Associates, Mumbai retire at the conclusion of the ensuing



## RAVI KUMAR DISTILLERIES LIMITED.

Annual General Meeting. The retiring auditors have furnished a certificate under Sec. 224 (1B) of the Companies Act, 1956 confirming their eligibility for reappointment.

### Employee Relations:

The relations between the employees and management continued to be cordial during the year.

Particulars as required 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:

#### 1. Conservation of Energy, Technology Absorption:

The particulars regarding the disclosure of the conservation of energy, technology absorption, as required under clause (e) of sub Section (1) of Section 217 of the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 are given below.

##### a) Energy Conservation Measures Taken:

The Company continues to accord high priority to conserve the energy. Details of some of the measures undertaken to optimize energy conservation are.

- i. Installation of circuit breakers, safely and easily operative and accessible in each machinery / equipment resulting in reduction of idle run.
- ii. Trip system in automatic bottling lines easily and safely operative, in case of lag / fault in any equipment / machinery across the line.
- iii. Use of Waste Water after recycling thereby reduction of pumping of fresh water resulting in conservation of energy and water.
- iv. Gravity Liquor flow system for blend to bottling transfer resulting in lesser consumption energy.
- v. Natural ventilation system along with air operated exhaust fans have been fixed in roofs of all buildings resulting in avoiding of power consuming exhaust fans.
- vi. Installation of Transparent Poly Coat Sheets in the roof resulting in availability of natural light.

b) Statement of total energy consumption and energy consumption per unit are given as under:

S.No.	Power and Fuel Consumption	2012-2013	2011-2012
1.	Power including lighting Units Consumed	83,982	1,19,602
	Rate per Unit (in Rs.)	4.00	3.00
	Amount paid (in Rs.)	3,14,644	3,49,762
2.	Own generation by Diesel Generator		
	Diesel utilized Litres	2,490	3,104
	Unit per Litre of diesel oil generated	3.30	3.30
	Rate per Unit (in Rs.)	12.75	12.12

#### 2. Foreign Exchange Inflow & Outgo:

- a) Activities relating to Exports, Initiatives taken to increase Exports, Developments of new Export Market for products and Services and Export Plans:

The Company has not undertaken any export activities.

- b) Total Foreign Exchange used and earned:

Used : Nil  
Earned : Nil

#### Acknowledgments:

The Management is grateful to the Regulatory Authorities, Share holders, Company's Bankers, Financial Institutions, Insurance Companies, Investors, Clients, Business Associates for their continued support and co-operation.

The Directors also wish to place on record their appreciation for the co-operation, active involvement and dedication of the employees.

For and on behalf of the Board of Directors

R. V. Ravikumar  
Chairman and Managing Director

Place: Mumbai  
Date : 13.08.2013

Registered Office:  
"Ameen Manors"  
Second Floor, 'B' Block,  
No.138, Nungambakkam High Road,  
Chennai – 600 034.

## Corporate Governance Report 2012-2013

### Mandatory Requirements

#### 1. Company's Philosophy on Code of Corporate Governance:

Effective Corporate Governance is needed to maintain public trust and to succeed in business. The Company lays great emphasis on regulatory compliances and strives to ensure that high standard of professionalism and ethical conducts is maintained throughout the organization. The Company believes that shareholders interest is utmost and the management is only a trustee to carry out the activities in a truthful manner.

#### Code of Conduct:

The Board has laid down a code of conduct for all the Board Members and Senior Management of the Company. Senior Management includes personnel of the core management team excluding Board of Directors but including all functional heads.

#### 2. Board of Directors:

The Board of Directors comprises of both executive and non-executive Directors with rich professional experience in various fields. The present strength of the Board of Directors is six in number. Half of the Board consists of Independent Directors.

#### 3. Board Meetings & Procedures

During the year, the Board met 5 times on 15.05.2012, 14.08.2012, 10.10.2012, 05.11.2012 and 14.02.2013.

The composition of Board of Directors, attendance at the Board Meetings during the financial year and attendance at the last Annual General Meeting, number of outside Directorship, Chairman/Membership of Committees is as under:

Name of Director	Category	No. of Board meetings attended	Last AGM attendance	No of Directorships	Membership/ Chairmanship of other Audit & Shareholders' Grievance Committees
Mr. R.V. Ravikumar	Managing Director	5	Yes	9	-
Mr. Badrinath S Gandhi	Executive Director	5	Yes	3	2/0
Mr. K.S.M. Rao	Independent Director	3	Yes	-	2/1
Mr. Ashok R Shetty	Independent Director	5	Yes	-	1/2
Mr. Popatlal M Kathariya	Independent Director	4	Yes	1	2/0
Mrs. S. Vijayalakshmi	Executive Director	5	Yes	-	-

#### 4. Appointment/Reappointment:

Mr. Ashok R Shetty and Mr. K S M Rao are the Independent Directors of the Company and are retiring at this Annual General Meeting and being eligible offer themselves for re-appointment.

The details of these Directors are provided in the notes to the notice calling Annual general meeting.

#### 5. Audit Committee:

##### Terms of reference:

The Audit Committee has been constituted pursuant to section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement. The Primary object of Audit Committee of the company is to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate, timely and proper disclosures and transparency, integrity and quality of financial reporting.

##### Composition:

The Audit Committee comprises of 4 members out of which 3 are Independent Directors. Mr Ashok R Shetty is the Chairman of the Audit Committee. All the members of the Committee are financially literate. Mr Ashok R Shetty and Mr Popatlal M Katharia are Chartered Accountants and Mr K S M Rao is a retired Banking professional and Mr Badrinath S Gandhi is an Engineer by profession but has varied experience in finance and industrial management.



## RAVI KUMAR DISTILLERIES LIMITED.

---

During the year, the Committee met 5 times on 15.05.2012, 14.08.2012, 10.10.2012, 05.11.2012 & 14.02.2013 and the gap between any 2 meetings was less than 4 months.

### Attendance at the Audit Committee Meeting:

Name	Designation	Category	Attendance out of 5 meetings
Mr. Ashok R Shetty	Chairman	Independent	5
Mr. K.S.M. Rao	Member	Independent	3
Mr. Popatlal Kathariya	Member	Independent	4
Mr. Badrinath S Gandhi	Member	Executive	5

### 6. Shareholders' Grievance Committee:

#### Constitution and attendance:

The committee comprises of Mr. K.S.M. Rao, Mr. Ashok R Shetty and Mr. Badrinath S Gandhi.

#### Attendance at the Shareholders' Grievance Committee Meeting:

Name	Designation	Category	Attendance of two meetings held
Mr. K.S.M. Rao	Chairman	Independent	1
Mr. Ashok R Shetty	Member	Independent	2
Mr. Badrinath S Gandhi	Member	Executive	2

- Mr V Viswanathan, Company Secretary has been designated as Compliance Officer.
- The investors may register their complaints at the email-id cs@ravikumardistilleries.com
- During the year, the Company received 6 complaints on various matters. The Company has attended the same and complaints pending unresolved at the end of the financial year were NIL.

#### Terms of reference:

During the year under review the Committee met twice in a year on 10.10.2012 & 14.02.2013. The Shareholders' Grievance Committee focuses on shareholders' grievances and strengthening of investor relations, specifically looking into redressal of grievances pertaining to:

- 1) transfer and transmission of shares
- 2) non-receipt of balance sheet
- 3) non-receipt of declared dividend
- 4) matters relating to demat / remat
- 5) other related issues

### 7. Remuneration/ Compensation Committee:

#### Constitution and attendance:

The Board constituted a Remuneration/ Compensation Committee comprises of Mr. Ashok R Shetty, Mr. Popatlal M Kathariya and Mr. K.S.M. Rao

#### Attendance at the Remuneration/ Compensation Committee Meeting:

Name	Designation	Category	Attendance out of one meetings
Mr. Ashok R Shetty	Chairman	Independent	1
Mr. Popatlal M Kathariya	Member	Independent	1
Mr. K.S.M. Rao	Member	Independent	1

One meeting was held on 10.10.2012

**Terms of reference:**

The terms of reference of the Remuneration Committee are as per the guidelines set out in the Listing Agreement with the stock exchanges that include determination of the Company's policy on specific remuneration packages for Directors.

**Remuneration Policy:**

The remuneration of the Executive Directors is recommended by the Remuneration committee, based on criteria such as industry benchmarks, the Company's performance vis-à-vis the industry and responsibilities shouldered. The Company pays remuneration by way of salary and perquisites to its Executive Directors.

The Non-executive Directors are not paid any remuneration except sitting fees. Further the company has not entered into any pecuniary relationship or transactions with the Non-executive Directors.

The details of the remuneration paid/payable to the Executive Director during the Financial Year 2012- 2013, shareholding and relationship with Directors are as under:

**Details of remuneration paid to the Directors.**

(Rs. in Lacs)

Directors	Salary (including Performance Incentive, if any and other allowance)	Perquisites	Contribution to P.F. superannuation and Gratuity	Sitting Fees	Total
Mr R.V. Ravikumar	12.00	NIL	NIL	NIL	12.00
Mrs S. Vijayalakshmi	5.00	NIL	NIL	NIL	5.00
Mr K.S.M. Rao	NIL	NIL	NIL	0.65	0.65
Mr Ashok R Shetty	NIL	NIL	NIL	0.85	0.85
Mr Badrinath S Gandhi	9.00	NIL	NIL	0.00	9.00
Mr Popatlal Kathariya	NIL	NIL	NIL	0.50	0.50

**8. General Body Meetings:****(i) Details of Annual General Meetings during the last three years**

Financial Year	Day, Date & Time	Venue	Special resolution passed
2009-10	Tuesday, 28th September, 2010 at 11.00 a.m.	Registered Office at No.1-C, Nandita Apartments, 47, Thirumalai Pillai Road, T. Nagar, Chennai – 600 017	Yes
2010-11	Saturday, 6th August 2011, 3.00 p.m.	Hotel Benzz Park, 62, Thirumalai Pillai Road, T. Nagar, Chennai – 600 017	Yes
2011-12	Monday, 5th November, 10.00 a.m.	Bharathiya Vidya Bhavan, 8/12, East Mada Street, Mylapore, Chennai – 600 004.	Yes

**(ii) Special Resolution Passed in the last three Annual general meetings:**

Year	Date	Special Resolution passed
2011-2012	05 November 2012	1
2010-2011	06 August 2011	2
2009-2010	28 September 2010	3

**(iii) Special Resolution passed through Postal ballot last year: NIL****9. Disclosures:**

- There were no transactions of material nature with its Promoters, Directors or the Management, or their relatives during the period that may have potential conflict with the interest of the company at large.



## RAVI KUMAR DISTILLERIES LIMITED.

---

- ii. Transactions with the related parties are disclosed in point No.37 of the notes on the accounts in the Annual Report as required by Accounting Standards under AS 18 issued by the Institute of Chartered Accountants of India.
- iii. There were no non-compliances by the Company during the year. No penalties or strictures have been imposed on the Company by Stock Exchanges or SEBI or any other Statutory Authorities on any matters related to the capital markets, during the previous three financial years.
- iv. The Board has adopted a Code of Conduct including for its Directors and Senior Management. This is available on the Company's web-site.
- v. The Managing Director has submitted before the Board a declaration of compliance with the Code of Conduct by the Directors during the financial year ended March 31, 2013.
- vi. The Company follows the Accounting Standards issued by the Institute of Chartered Accountants of India and in the preparation of the financial statement; the Company has not adopted a treatment different from that prescribed by any Accounting Standard.
- vii. Risk assessment and minimization procedures are periodically reviewed by the Audit Committee and the Board of Directors of the Company.
- viii. The Managing Director has submitted a certificate to the Board of Directors in Compliance of Clause 49 (V) of the Listing Agreement with the Stock Exchanges.
- ix. The Company has complied with all mandatory requirements under Clause 49 of the Listing Agreement with the Stock Exchanges. The adoption of non-mandatory requirements has been dealt with in this Report.
- x. Company has not established any Whistle Blower Policy. However no personnel are denied access to the Audit Committee.

### 10. Means of Communication:

Quarterly un-audited financial results are published in leading English/Vernacular newspapers. The half yearly report is not sent separately to the Shareholders. Annual Reports will be sent to the shareholders at their registered address with the company and also put up on Company's web site [www.ravikumardistilleries.com](http://www.ravikumardistilleries.com).

The quarterly results, shareholding pattern and other mandatory information are available at the website of Bombay Stock Exchange ([www.bseindia.com](http://www.bseindia.com)) and National Stock Exchange ([www.nseindia.com](http://www.nseindia.com)).

### 11. General Shareholders' Information:

#### Annual General Meeting

Date : 27.09.2013  
Time : 2.30 p.m.  
Venue : Bharathiya Vidya Bhavan, 8/12, East Mada Street, Mylapore, Chennai – 600 004.

#### Financial Calendar (Tentative)

Financial reporting for the quarter ending June 30, 2013	: 2nd week of August 2013
Financial reporting for the quarter ending September 30, 2013	: 2nd week of November 2013
Financial reporting for the quarter ending December 31, 2013	: 2nd week of February 2014
Financial reporting for the quarter ending March 31, 2014	: 2nd week of May 2014
Annual General Meeting for the year ended March 31, 2014	: August-September, 2014
Date of Book Closure	: 21.09.2013 to 27.09.2013 (Both days inclusive)
Listing on Stock Exchanges	: Bombay Stock Exchange Ltd (BSE) National Stock Exchange of India Ltd (NSE)
Stock Code	: Bombay Stock Exchange Ltd, - 533294 : National Stock Exchange of India Ltd – RKDL
Payment of Annual Listing fees	: Listing fees for the financial year 2013-2014 has been Paid to both the Stock Exchanges BSE & NSE
Demat ISIN for NSDL & CDSL	: INE722J01012

## Stock performance vs. BSE and NSE

Market Price Data during the year ended 31.03.2013

## Bombay Stock Exchange:

Month	Open	High	Low	Close
Apr-2012	11.38	12.10	10.70	11.15
May-2012	11.20	11.70	8.81	9.10
June-2012	9.05	10.85	8.90	9.36
July-2012	9.30	11.49	9.30	9.75
Aug-2012	9.75	10.90	8.80	9.01
Sept-2012	9.40	14.88	8.70	13.09
Oct-2012	13.05	13.45	10.85	11.38
Nov-2012	11.00	12.84	10.90	12.84
Dec-2012	13.48	14.99	12.30	12.69
Jan-2013	13.28	14.85	12.25	12.32
Feb-2013	13.20	13.20	9.00	9.21
Mar-2013	9.88	9.98	8.00	8.80

## National Stock Exchange

Month	Open	High	Low	Close
Apr-2012	11.40	12.25	10.25	11.40
May-2012	11.50	11.50	8.75	9.15
June-2012	9.30	10.80	8.60	9.30
July-2012	9.40	11.50	9.30	9.70
Aug-2012	9.70	10.25	8.90	9.05
Sept-2012	8.90	14.75	8.60	13.10
Oct-2012	13.05	13.15	10.70	10.80
Nov-2012	11.00	12.95	10.75	12.95
Dec-2012	13.55	14.90	12.25	12.70
Jan-2013	13.20	14.60	12.25	12.35
Feb-2013	12.75	13.40	9.00	9.10
Mar-2013	9.50	9.90	8.00	8.70

Registrars & Transfer Agents : M/s. Karvy Computershare Pvt.Ltd.,  
17-24, Vittal Rao Nagar, Madhapur, Hyderabad – 500 081.

Contact person : Mr. S.D. Prabhakar

Contact No. : 040 - 44655000

Email : einward.ris@karvy.com

## Share Transfer System

- Securities lodged for transfer at the Registrar's Office are normally processed with in 15 days from the date of lodgment, if the documents are clear in all respects. All requests for dematerialization of securities are processed and the confirmation is given to the depositories within 15 days. The Company Secretary is empowered to approve transfer of shares and other investor related matters. Grievances received from investors and other miscellaneous correspondence on change of address, mandates, etc are processed by the Registrars with in 30 days
- Pursuant to Clause 47(c) of the Listing Agreement with the Stock Exchanges, certificates, on half-yearly basis, have been issued by a Company Secretary-in-Practice for due compliance of share transfer formalities by the Company. Pursuant to Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996, certificates have also been received from a Company Secretary-in-Practice for timely dematerialization of the shares of the Company and for conducting a Secretarial Audit on a quarterly basis for reconciliation of the Share Capital of the Company.

## Distribution of Shareholding as on 31-03-2013

No of equity shares held	No. of share holders	% of share holders	Total Amount	% of Amount
Upto 1 - 5000	6840	80.04	10954820.00	4.56
5001 - 10000	841	9.84	6916570.00	2.88
10001 - 20000	426	4.98	6178660.00	2.80
20001 - 30000	156	1.83	4064660.00	1.69
30001 - 40000	76	0.89	2731430.00	1.14
40001 - 50000	50	0.59	2409480.00	1.00
50001 - 100000	84	0.98	6192210.00	2.58
100001 and above	73	0.85	200012170.00	83.84
<b>Total</b>	<b>8546</b>	<b>100</b>	<b>240000000.00</b>	<b>100.00</b>



## RAVI KUMAR DISTILLERIES LIMITED.

Shareholding Pattern as on 31-03-2013

Sl. No.	Category	No. of Shares	Percentage of Holding
1	Promoters & Persons acting in Concert	55,30,065	23.04
2	Mutual funds / UTI / Banks / FIs	--	--
3	Private Corporate Bodies	1,33,92,132	55.80
4	NRIs / OCBs	88,425	0.37
5	Indian Public	49,89,378	20.79
6	Foreign Institutional Investors	--	--
	Grand Total	2,40,00,000	100.00

Dematerialization of shares : NSDL – 64.96 %  
CDSL – 35.04 %  
100% of the shares have been dematerialized by the members so far.

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

: N.A.

Plant location

: Puducherry

Address for correspondence

: No. 17, Kamaraj Salai, Puducherry – 605 011, India.

Contact person

: Shri. V. Viswanathan, Company Secretary & Compliance Officer

E-mail

: cs@ravikumardistilleries.com

Members holding shares in Demat mode should address all their correspondence to their respective Depository Participant.

Non-mandatory requirements:

1 Chairman of the Board

No separate office is maintained for the Non-Executive Chairman. Company does not reimburse expenses incurred by him in performance of his duties.

Mr.Popatlal M Kathariya, Mr. K.S.M. Rao and Mr.Ashok R Shetty are Independent Directors on the Board of the Company. No specific period has been specified for these Directors. All of them have requisite qualification and experience and in the opinion of the Company this would enable them to contribute effectively to the Company in their capacity as Independent Directors.

2 Shareholder Right

The Company has not sent half yearly financial performance including summary of the significant events to each of the shareholders, since the results were published in 2 news papers, one in Vernacular and one in English newspaper.

3 Audit Qualifications

During the year under review, there was no major audit qualification in the Company's financial statements. The Company continues to adopt best practices to ensure a regime of unqualified financial statements.

4 Training of Board Members

The Directors interact with the management in a very free and open manner on information that may be required by them.

5 Mechanism for evaluation of Non-Executive Board Members

The evaluation process is yet to be formulated by the Board.

### DECLARATION

In accordance with Clause 49 of the Listing Agreement with the Stock exchanges, I hereby confirm that, all the Board Members and Senior Management personnel of the Company have affirmed compliance with the Code of Conduct and Ethics during the financial year ended March 31.03.2013.

## MANAGEMENT DISCUSSION AND ANALYSIS

The company is engaged in the business of manufacturing and trade of Indian Made Foreign Liquor (IMFL) under our own brand portfolio as well as under tie up arrangements with other companies. The IMFL comprises of whisky, Brandy, Rum, Gin & Vodka. We started our initial capacity of 7,20,000 cases per annum and a bond capacity 6300 cases of Excise Bonded warehouse. Presently our plant is having an installed capacity of 14,25,000 cases per annum and 26000 cases of Excise Bonded wharehouse. We are an ISO 9001:2008 certified Company since 2007.

During the year, the total Income from operations was Rs 4076 lakhs compared to Rs 5689 lakhs in the previous year recording a reduction of (Rs. 1613) lakhs. The net loss was Rs. 194 lakhs as against the profit of Rs 138 lakhs in the previous year.

### Business Outlook

There are two major segments for liquor in India: Branded and unbranded. Total branded sales are over 100 million cases while country liquor (unbranded, low-priced alcohol) sales are 200 million cases. The industry is growing around 12-15% annually for the last three years. The sector is expected to maintain its CAGR of 15%.

The Indian IMFL market is dominated by low-priced whisky. The whisky segment constitutes almost 60% of the total IMFL market. 17% & 18% is brandy and Rum and the rest 5% is white spirits. The maximum consumption is in Andhra Pradesh followed by Karnataka and Maharashtra.

### Risk Factors:

Government regulations affects the Indian Liquor industry introducing structural rigidities. Apart from the high level taxes and levies regulations pertaining to licensing creation or expenses of brewing / distillery and bottling capacities, manufacturing process (grain based and molasses based), distribution and advertising impinge on the industry. Further liquor being a state subject, every state has different regulations (including those on distribution) and tax rate for the industry apart from restrictions as well as levies on the inter- state movement of liquor.

### Future Outlook:

During current year, your Company will try to achieve maximum capacity utilization in our existing plant at Pondicherry.

### Internal control systems and their adequacy

The Managing Director / Whole Time Director certification provided in the report discusses the adequacy of our internal control systems and procedures.

### Human Resource Development

The most important asset of the company is its Human Resources.

### Cautionary statements

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectation may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied.



## Managing Director/ Whole time Director Certification

We hereby certify to the Board that:

- a) We have reviewed the financial statements and the cash flow statements for the year ended 31st March, 2013 and to the best of our knowledge and belief.
  - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading
  - (ii) These statements together present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
- b) There are to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate the Company's Code of Conduct.
- c) We accept the responsibility for establishing and maintaining internal controls for financial reporting and that, we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any of which we are aware and the steps we have taken or propose to take steps to rectify these deficiencies.
- d) We further certify that:
  - i) There have been no significant changes in internal control during the year;
  - ii) There have been no significant changes in accounting policies during the year,
  - iii) To the best of our knowledge, there have been no instances of fraud, involving management or an employee having a significant role in the Company's internal control systems.

For Ravi Kumar Distilleries Ltd

Place: Mumbai  
Date : 13.08.2013

R V Ravi Kumar      Badrinath S Gandhi  
Managing Director      Executive Director

---

## Auditors' Certificate on Corporate Governance

TO THE MEMBERS OF  
RAVI KUMAR DISTILLERIES LIMITED

We have reviewed the relevant records of Ravi Kumar Distilleries Limited for the year ended 31 March 2013 relating to compliance of conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement entered into, by the Company, with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our review 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 according to the information and explanations given to us, we have to state that, to the best of our knowledge, the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

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

For Ramanand & Associates  
Chartered Accountants  
Firm No. 117776W

CA Ramanand R. Gupta  
Partner  
Membership No.: 103975

Place: Mumbai  
Date: 13.08.2013

## INDEPENDENT AUDITOR'S REPORT

To,  
The Members of RAVIKUMAR DISTILLERIES LIMITED.

Report on the Financial Statements We have audited the accompanying financial statements of 'RAVIKUMAR DISTILLERIES LIMITED' which comprise the Balance Sheet as at 31st March, 2013, and the statement of Profit & Loss Account & Cash flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

### Management 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, 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"). 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 appropriateness of accounting, 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 a true and fair view in conformity with the accounting principles generally accepted in India:

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

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report ) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
  - c) That Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
  - e) On the basis of written representation received from the auditors 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 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 for cess payable by the Company.

For Ramanand & Associates  
Chartered Accountants  
FRN: 117776W

CA Ramanand Gupta  
Partner  
Membership No: 103975



## ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in paragraph 1 of our Report of even date to the members of RAVIKUMAR DISTILLERIES LIMITED; on the accounts of the company for the year ended March 31, 2013.

- 1 a The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b As explained to us, fixed assets have been physically verified by the Management at reasonable intervals. We have been informed that no material discrepancies were noticed on such physical verification.
  - c No substantial part of the fixed assets has been disposed off during the year, which has bearing on the going concern status of the company.
- 2 a As explained to us, inventories have been physically verified during the year by the Management at reasonable intervals.
  - b In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - c In our opinion and on the basis of our examination of the records, the company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- 3 a According to the information and explanations given to us and on the basis of our examination of the books of accounts, the company has granted unsecured loans to parties covered in the register maintained u/s 301 of the Companies Act, 1956. Maximum amount outstanding during the year ended 31st March 2013 was Rs. 3898 Lacs and the year ended balance was Rs. 1963 Lacs.
  - b According to the information and explanations given to us and on the basis of our examination of the books of accounts, the company has taken interest free, unsecured loan from a director covered in the register maintained under section 301 of the Companies Act 1956. Maximum amount outstanding during the year ended 31st March 2013 was Rs. 311 Lacs and the year ended balance was Rs. 1 Lac.
  - c According to information and explanations provided to us, the terms and conditions of the said unsecured loans are prima facie not prejudicial to the interest of the Company.
  - d According to information provided to us there is no stipulation of time schedule for repayment of principal and hence provision of clause 4(iii) (g) of the order is not applicable.
- 4 In our opinion and according to information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business with regards to purchase of inventory and fixed assets and for the sale of inventories. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system of the company.
- 5 a Based on the audit procedures applied by us and according to the information and explanations provided by the management, the particulars of contracts or arrangements referred to in section 301 of the Act have been entered in the register required to be maintained under that section.
  - b In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- 6 The Company has not accepted deposits from public within the meaning of section 58-A or Section 58-AA of the Companies Act, 1956.
- 7 In our opinion and according to the information and explanations given to us the Company has an internal audit system commensurate with the size and nature of its business.
- 8 In our opinion and as per the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 for any of the products of the company. Hence, the provisions of clause 4 (viii) of the order are not applicable to the company.
- 9 According to the records of the company, the company is not regular in depositing the undisputed statutory dues relating to the contributions under provident fund Act, Employees State Insurance Act and the remittance in respect of TDS, Income Tax And the Fringe Benefit Tax Wherever applicable to it with appropriate authorities. The company is generally regular in depositing statutory tax dues including Excise Duty Customs Duty and other applicable dues with appropriate authorities. There is no amount payable in respect of the above undisputed dues are in arrears, as at 31st March, 2013 for the period of more than six months from the date on which they become payable due.  
According to the information and explanations given to us and the records of the company examined by us there are no dues of income tax, sales tax, Wealth tax, service tax, custom duty, and excise duty which have not been deposited on account of any dispute pending before any forum other than the following amounts:

Sl. no.	Name of the Statute	Nature of dues	Amount (in lakhs)	Period to which the amount relates	Forum where the dispute is pending.
1	Pondicherry General Sales Tax Act	Turnover Tax	25.89	2002-2004	Appellate Assistant Commissioner Pondicherry
2	Pondicherry General Sales Tax Act	Turnover Tax	84.70	2004-2008	High Court , Madras
3	Pondicherry General Sales Tax Act	Turnover Tax	27.04	1999-2002	High Court , Madras
4	Kerala General Sales Tax Act	Turnover Tax & Interest thereon	84.92	2001-2004	High Court , Kerala
5	Income Tax Act 1961	Non Deduction of Tax Deducted at Source - Disallowance u/s 40(a)(ia)	138.94	2009-2010	Commissioner of Income Tax (Appeals), Chennai
6	Income Tax Act 1961	Non Deduction of Tax Deducted at Source - Disallowance u/s 40(a)(ia) and Deduction u/s 80 IB	124.62	2008-2009	Commissioner of Income Tax (Appeals), Chennai
7	Income Tax Act 1961	Non Deduction of Tax Deducted at Source - Disallowance u/s 40(a)(ia) and Deduction u/s 80 IB	238.20	2006-2007	Commissioner of Income Tax (Appeals), Chennai
8	Income Tax Act 1961	Non Deduction of Tax Deducted at Source - Disallowance u/s 40(a)(ia) and Deduction u/s 80 IB	60.82	2004-2005	Commissioner of Income Tax (Appeals), Chennai

In our opinion, The Company does not have accumulated losses as at the end of financial year. The Company has incurred cash loss of Rs. 132 Lacs during the Financial Year 2012-2013. (Previous Year Rs. Nil).

Based on the audit procedures and in the basis of information and explanations given the management, we are of the opinion that, the company has defaulted in repayment of dues to a financial institution or bank to the tune of Rs. 30.59 Lacs.

In our opinion and according to the records of the Company, the Company has not granted any loans & advances on the basis of security by way of pledge of shares, debentures and other securities and hence the provisions of clause 4(xii) of the Order are not applicable to the Company.

The company is not a chit fund, nidhi, mutual benefit fund or a society and clause 12 of the order is not applicable. Therefore the provision of clause 4 (xiii) of the Companies (Auditor's report) order, 2003 are not applicable to the company.

As the company is not dealing or trading in shares, securities, debentures and other investments so clause (xiv) of the said order is not applicable to the company.

According to the information and explanations given to us, the Company has given guarantee for loan taken by others from bank or financial institutions are not prejudicial to the interest of company.

In our Opinion & on the Basis of the Review of utilization of funds pertaining to term loan & related information as made available to us, the term loan taken by the company from Sundaram Finance Limited, (Non Banking Financial Institution) of Rs. 240 Lacs for the purpose of Machinery have been utilized for working capital purpose.

According to the information and explanations given to us, and on the basis of an Overall examination of the Balance Sheet and Cash Flow Statement of the Company, we report that no funds raised on short-term basis have been used for long term investment.

According to the information and explanation given to us, during the year, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act; hence question of issue price of shares prejudicial to interest of the company does not arise.

During the year covered by our audit report, the company has not issued any Secured debentures. Hence the creation of security in respect of debenture is not applicable.

The Company has not made any invitation to public to subscribe to share of the Company during the financial year 2012-2013.

Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given to us, we report that no fraud on or by the company has been noticed or reported during the course or our audit during the year.

For Ramanand & Associates  
Chartered Accountants  
FRN: 117776W

Place: Mumbai  
Date: May 30, 2013

CA Ramanand Gupta, Partner  
Membership No: 103975



BALANCE SHEET AS AT MARCH 31, 2013

(Rs. in Lacs)

Particulars	Note	As At 31-03-2013	As At 31-03-2012
<b>I EQUITY AND LIABILITIES</b>			
1 Shareholders' Funds			
(a) Share Capital	3	2,400	2,400
(b) Reserves & Surplus	4	6,425	6,619
2 Non- Current Liabilities			
(a) Long - Term borrowings	5	781	1,518
(b) Deferred Tax Liabilities (Net)	6	25	32
(c) Other Long - Term Liabilities	7	31	46
3 Current Liabilities			
(a) Short - Term borrowings	8	2,513	4,369
(b) Trade Payables	9	332	501
(c) Other Current Liabilities	10	1,547	502
(d) Short - Term Provisions	11	108	86
Total `.		14,161	16,072
<b>II ASSETS</b>			
1 Non-Current Assets			
(a) Fixed Assets	12		
(i) Tangible Assets		489	576
(ii) Intangible Assets		0	0
(iii) Capital Work- In- Progress		0	0
(iv) Intangible assets under development		0	0
(b) Non- Current Investments	13	3,734	1
(c) Deferred Tax Assets (Net)		0	0
(d) Long Term Loans & Advances	14	3,083	3,134
(e) Other Non- Current Assets	15	129	177
2 Current Assets			
(a) Current Investments		0	0
(b) Inventories	16	2,298	2,084
(c) Trade Receivables	17	1,693	1,545
(d) Cash And Cash Equivalents	18	147	2,130
(e) Short - Term Loans And Advances	19	2,561	6,332
(f) Other Current Assets	20	28	94
Total		14,162	16,072
Summary of Significant Accounting Policies	2		
The Notes to Accounts form an integral part of these financial statements.			
This is the Balance Sheet as referred to in our report of even date.			

For Ramanand and Associates  
Chartered Accountants  
Firm Registration No. 117776W

On behalf of the Board

CA Ramanand Gupta - Partner  
Membership No. 103975  
Date : May 30, 2013  
Place : Mumbai

Mr. R.V. Ravikumar  
Managing Director

Mr. Badrinath S. Gandhi  
Executive Director

V. Viswanathan  
Company Secretary

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON MARCH 31, 2013 (Rs. in Lacs)

Particulars	Note	As on 31-03-2013	As on 31-03-2012
1 Revenues From Operations	21	4,076	5,689
2 Other Income	22	16	740
3 Total Revenue		4,091	6,429
4 Expenses :			
Cost Of Material Consumed	23	1,695	2,324
Purchase of Goods Traded	24	1,496	2,117
Changes in Inventory	25	-415	-196
Employee Benefit Expenses	26	151	170
Finance Cost	27	532	981
Depreciation and Amortization	12	63	67
Other Expenses	28	771	762
5 Total Expenses		4,293	6,225
6 Profit / Loss Before Prior Period Items		-202	205
7 Prior Period Items	33	0	1
8 Profit Before Exceptional and Extraordianry Items and Tax		-202	204
9 Exceptional Items		0	0
10 Profit before extraordianry items and tax		-202	204
11 Extraordinary Items		0	0
12 Profit before tax (VII-VIII)		-202	204
13 Tax Expense:			
(1) Current Income Tax		0	71
(2) Deferred Income Tax	6	-7	-6
(3) Others		0	0
14 "Profit / (Loss) for the period From Continuing Operations "		-194	139
15 "Profit / (Loss) from Discontinuing Operations "		0	0
16 Tax Expenses of Discontinuing Operations		0	0
17 Profit / (Loss) from Discontinuing Operations (after tax)		0	0
18 Profit / (Loss) for the period		-194	139
19 Earning Per Equity Share :			
(1) Basic Earnings Per Share		-0.81	0.57
(2) Diluted Earnings Per Share		-0.81	0.57

The Notes to Accounts form an integral part of these financial statements.

This is the Statement of Profit and Loss as referred to in our report of even date.

For Ramanand and Associates  
Chartered Accountants  
Firm Registration No. 117776W

On behalf of the Board

CA Ramanand Gupta - Partner  
Membership No. 103975  
Date : May 30, 2013  
Place : Mumbai

Mr. R.V. Ravikumar  
Managing Director

Mr. Badrinath S. Gandhi  
Executive Director

V. Viswanathan  
Company Secretary



## CASH FLOW STATEMENT FOR THE YEAR ENDED ON MARCH 31, 2013

(Rs. in Lacs)

Particulars	Year ended 31-03-2013	Year ended 31-03-2012
<b>A Cash flow from Operating Activities</b>		
"Net Profit Before Taxation and Prior Period and Extraordinary Items"	-202	204
Adjustments for		
Depreciation on Fixed Assets	63	67
Miscellaneous Expenditure Written off	47	47
Interest and other income	-16	-740
Finance Costs	532	981
Operating Profit before Working capital Changes	424	559
Adjustments for Working Capital Changes		
Changes in Current Investments	0	400
Changes in Inventories	-214	-451
Changes in Trade Receivables	-148	147
Changes in Short Term Loans and Advances	3,771	-5,252
Changes in Other Current Assets	66	-46
Changes in Short Term Borrowings	-1,856	-1,471
Changes in Trade Payables	-169	212
Changes in Other Current Liabilities	1,045	5
Changes in Short Term Provisions	22	-82
Net Cash generated from Operating Activities	2,942	-5,979
Income Taxes Paid	0	-1
Cash Flow before Prior Period and Extraordinary Items	2,942	-5,980
Cash Flow from Prior Period and Extraordinary Items	0	-1
Net Cash from Operating Activities	2,942	-5,981
<b>B Cash flow from Investing Activities</b>		
Purchase of Fixed Assets	-17	-57
Purchase of shares	-3,734	0
Sale Proceeds of Land at Vadalur	43	9
Capital Advances	0	0
Interest and other income	16	740
Net Cash from Investing activities	-3,692	692
<b>C Cash flow from Financing Activities</b>		
Term Loan from Banks and Other Loans	-1,030	1,053
Equity Share Capital including Securities Premium Account	0	0
Share Issue Expenses	0	0
Finance Costs	-532	-981
Long Term Maturities of Finance Lease Obligations	115	-227
Deferred Credit from Suppliers	153	135
Advance for Bottling	-15	20
Refund of Capital Advance	0	3,290
Refund of Long Term Loans and Advances	100	6
Refund of Advances from Suppliers	0	73
Decrease in Other Non - Current Assets	47	0
Dividend and Corporate Dividend Tax Paid	0	-70
TDS Related to Customer	0	-26
Net Cash Flow from Financing Activities	-1,161	3,273
Net Increase / (Decrease) in Cash & Cash Equivalents	-1,912	-2,016
Cash and Cash Equivalents at the beginning of the year	2,130	-4,144
Cash and Cash Equivalents at the end of the year	219	2,129
Cash in Hand	30	17
Bank Balances	117	2,113
Total Cash and Cash Equivalents as at March 31, 2013	147	2,130

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

For Ramanand and Associates

Chartered Accountants

Firm Registration No. 117776W

On behalf of the Board

CA Ramanand Gupta - Partner

Membership No. 103975

Date : May 30, 2013

Place : Mumbai

Mr. R.V. Ravikumar  
Managing DirectorMr. Badrinath S. Gandhi  
Executive DirectorV. Viswanathan  
Company Secretary

## Notes Forming Part of Balance Sheet as on 31st March 2013

(Rs. in Lacs)

Particulars	As On 31-03-2013	As On 31-03-2012
<b>A Share Capital</b>		
Authorised Capital		
2,50,00,000 Nos. Equity Shares of 10/- each	2,500	2,500
(Previous Year:- 2,50,00,000 Nos. Equity Shares of ` 10/- each)		
Issued, Subscribed & Paid up Share Capital		
2,40,00,000 Equity Shares of ` 10/- each Fully Paid.	2,400	2,400
(Previous Year 2,40,00,000 Equity Shares of ` 10/- each)		
Total	2,400	2,400
<b>B Reserves And Surplus</b>		
<b>1 Securities Premium Account</b>		
Opening Balance	6,210	6,210
Add :- Securities Premium Credit On Shares	0	0
Less :- Premium Utilised For Various Reasons		
Premium on Redemption Of Debentures.	0	0
For Issuing Bonus Shares	0	0
Closing Balance	6,210	6,210
<b>2 Profit &amp; Loss Account</b>		
Opening Balance	409	271
Add:- Net Profit as per Profit & Loss Account	-194	139
Less:- Bonus shares Issued	0	0
Less:- Proposed Dividend	0	0
less : Dividend Distribution Tax	0	0
Closing Balance	216	409
Total Reserves and Surplus	6,426	6,619
<b>C Long Term Borrowings</b>		
(a) Term Loans		
From Banks	23	1,053
From Other Parties	0	8
(b) Deferred Payment Liabilities	978	702
(c) Deposits	0	0
(d) Loans & Advances from related party	0	0
(e) Long Term maturities of finance lease obligation	0	0
(f) Other Loans and advances (specify nature)	0	0
Total Long Term Borrowings	1,001	1,763
<b>D Other Long Term Liabilities</b>		
(a) Trade Payables	0	0
(b) Others	31	46
Total Other Long Term Liabilities	31	46
<b>E Long Term Provisions</b>		
(a) Provisions for Employee benefits	0	0
(b) Others (Specify nature)	0	0
Total Long Term Provisions	0	0
<b>F Short term borrowings</b>		
(a) Loans repayable on demand		
From Banks	2,512	4,330
From Other Parties	0	0
(b) Loans and advances from related parties	0	39
(c) Deposits	0	0
(d) Other Loans and Advances	0	0
Total Short Term Borrowings	2,513	4,369



## Notes Forming Part of Balance Sheet as on 31st March 2013

(Rs. in Lacs)

Particulars	As On 31-03-2013	As On 31-03-2012
<b>G Trade Payables</b>		
Sundry Creditors - For Goods	332	501
Total Trade Payables	332	501
<b>H Other Current Liabilities</b>		
Current maturities of long term debt	10	221
Current maturities of finance lease obligations	210	24
Interest accrued but not due on borrowings		
Interest accrued and due on borrowings		
Income received in advance	0	0
Unpaid dividends		
Unpaid matured deposits and interest accrued thereon		
Unpaid matured debentures and interest accrued thereon		
Others Payable (Specify nature)	1,327	257
Total Other Current Liabilities	1,547	502
<b>I Short Term Provisions</b>		
Provision For employee benefits	27	29
Provision for Taxation	0	0
Others (Specify nature)	81	57
Total Short Term Provisions	108	86
<b>J Non Current Investments</b>		
(a) Investments in Government or Trust securities	1	1
(b) Investments in Equity Instruments	3,734	0
Grand Total (A + B)	3,734	1
Less : Provision for diminution in the value of Investments	0	0
Total Non - Current Investments.	3,734	1
<b>K Long term loans and advances</b>		
Capital Advances	0	0
Security Deposits	51	52
Loans and advances to related parties (details)	0	0
Advance Income Tax	99	48
Other Loans and advances (specify nature)	2,932	3,032
Total Long Term Loans and Advances `.	3,083	3,133
<b>L Other Non-Current assets</b>		
Long Term Trade Receivables (including trade receivables on deferred credit terms)	0	0
Others	129	177
Total Other Non - Current Assets `.	129	177
<b>M Current Investment</b>		
Investments in Equity Instruments	0	0
Investments in Preference Shares	0	0
Investments in government or trust securities	0	0
Investments in debenture or bonds	0	0
Investments in mutual funds	0	0
Investments in Partnership Firm	0	0
Other Investments (specify nature)	0	0
Total Current Investments	0	0

## Notes Forming Part of Balance Sheet as on 31st March 2013

(Rs. in Lacs)

Particulars	As On 31-03-2013	As On 31-03-2012
<b>N Inventories</b>		
Raw Materials	1,130	1,331
Work - In - Progress	75	58
Finished Goods	564	560
Stock In Trade	528	134
Stores & Spares	0	0
Loose Tools	0	0
Others	0	0
<b>Total Inventories</b>	<b>2,298</b>	<b>2,084</b>
<b>O Trade Receivables</b>		
Less Than Six Months		
Secured, considered good	1,693	1,110
Unsecured, considered good		
Unsecured, considered doubtful		
Less : Provision for doubtful debts		
More Than Six Months		
Secured, considered good	0	435
Unsecured, considered good		
Unsecured, considered doubtful		
Less : Provision for doubtful debts		
<b>Total Trade Receivables</b>	<b>1,693</b>	<b>1,545</b>
<b>P Cash and cash equivalents</b>		
Balances with Banks	24	19
Cheques, drafts on hand	0	0
Cash on hand	30	17
Other Bank Balances	93	2,095
<b>Total Cash and Cash Equivalents</b>	<b>147</b>	<b>2,131</b>
<b>Q Short term Loans and advances</b>		
Loans and advances to related parties	2,521	6,282
Others Loans and advances	40	50
<b>Total Short Term Loans and Advances</b>	<b>2,561</b>	<b>6,332</b>
<b>R Other Current assets</b>		
Prepaid Expenses	28	94
<b>Total Other Current Assets</b>	<b>28</b>	<b>94</b>



**FIXED ASSETS AND DEPRECIATION FOR THE PERIOD ENDED 31-03-2013**  
**Schedule " 5 "**  
**DEPRECIATION AS PER COMPANIES ACT, 1956**

(Rs. in Lacs)

No.	Particulars	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK		
		Rate of Depreciation	Cost as on 01-04-2012	Additions during the Year	As on 31-03-2013	Depreciation upto 01-04-2012	Adjustment on Account of Sale	Depreciation during the Year	Depreciation upto 31-03-2013	As on 31-03-2013
I	Land & Building									
	Land (Inclusive of Development Cost)	0%	12,713,433	0	0	12,713,433	0	0	0	12,713,433
II	Factory Building	10%	53,223,369	0	0	53,223,369	34,306,196	0	1,891,717	17,025,456
	Plant & Machinery	13.91%	70,423,997	190,718	8,161,488	62,453,227	50,132,586	3,889,292	2,835,113	49,078,407
III	Office Equipments	13.91%	3,901,804	141,750	0	4,043,554	2,313,103	0	246,416	2,559,519
	Motor Vehicles	25.89%	3,427,379	1,251,744	0	4,679,123	1,199,171	0	766,002	1,965,173
IV	Cycle	20.00%	7,500	0	0	7,500	432	0	1,414	1,846
	Computers & Printers	40.00%	5,611,186	143,900	0	5,755,086	5,114,266	0	249,852	5,364,118
	Intangible Assets	40.00%	39,708	0	0	39,708	39,708	0	39,708	0
	Furniture & Fixtures	18.10%	4,395,972	39,620	0	4,435,592	3,016,155	0	262,816	3,278,971
	Current Year Total		153,744,348	1,767,732	8,161,488	147,350,592	96,121,617	3,889,292	6,253,330	98,485,655
	Previous Year Total			0	0	0	0	0	0	0

## Notes Forming Part of Profit and Loss A/c. for the year ended 31st March 2013 (Rs. in Lacs)

Particulars	For the year ended 31-03-2013	For the year ended 31-03-2012
Revenue From Operations		
Sales Of Products	8,114.56	10,640.57
Other Operating Revenue	111.95	85.72
Less: Excise Duty Paid	4,151.00	5,037.11
Total Revenue From Operations	4,075.51	5,689.18
Other Income		
Interest Income	15.61	740.23
Total Other Income	15.61	740.23
"Cost Of Raw Materials including Packing Materials Consumed"		
Opening Stock		
Raw Materials	892.24	684.79
Flavours & Essence	69.98	70.08
Packing Materials	369.17	322.28
Total (A)	1,331.38	1,077.14
Add : Purchases		
Raw Materials	712.09	1,096.35
Flavours & Essence	16.73	21.78
Packing Materials	765.20	1,459.66
Total (B)	1,494.01	2,577.79
Total (A+B)	2,825.39	3,654.94
Less : Closing Stock		
Raw Materials	713.55	892.24
Flavours & Essence	52.47	69.98
Packing Materials	364.34	369.17
Total	1,130.36	1,331.38
Cost of Materials Consumed	1,695.04	2,323.55
Purchases of Goods Traded		
Purchase Of Stock In Trade	1,496.02	2,116.64
Total Purchase of Goods Traded	1,496.02	2,116.64
Changes in Inventories		
Opening Stock		
Work-in-Progress	57.99	63.68
Finished Goods	560.34	438.13
Stock Of Goods Traded	134.31	54.46
Total	752.64	556.27
Closing Stock		
Work-in-Progress	74.51	57.99
Finished Goods	564.34	560.34
Stock Of Goods Traded	528.39	134.31
Total	1,167.24	752.64



## Notes Forming Part of Profit and Loss A/c. for the year ended 31st March 2013 (Rs. in Lacs)

Particulars	For the year ended 31-03-2013	For the year ended 31-03-2012
Increase in Stock	414.60	196.37
Employee Cost		
Salaries, Wages & Incentives	92.79	117.58
Contribution to provident & other funds	14.42	14.33
Staff welfare expenses	7.03	7.23
Remuneration to Whole Time Directors	36.60	31.35
Total Of Employee Cost	150.84	170.49
Financial Expenses		
Loan Processing Charges	8.88	19.00
Interest & Finance Charges	522.76	962.37
Total Of Financial Expenses	531.64	981.37
Other Expenses		
Other Manufacturing & Operating Expenses		
Excise Duty & Charges	11.41	11.40
Factory Expenses	43.99	57.43
Label Charges	5.11	4.95
Utilities	5.37	6.23
Operational Support Cost	421.23	192.63
Other Operating Expenses	8.61	17.32
Rent	27.37	27.50
Electricity Charges	4.56	4.23
Rates, Duties & Taxes	9.01	22.79
Insurance	2.51	1.03
Professional & Consultancy Charges	14.00	25.19
Telephone & Communication Expenses	6.56	7.18
Travelling & Conveyance	10.16	45.53
Printing & Stationery	3.78	6.30
Security Charges	2.33	0.71
Vehicle Running & Maintenance Expenses	12.16	24.62
Postage & Courier Charges	0.78	2.31
Repairs & Maintenance	11.87	7.67
Miscellaneous Expenses written off	46.73	46.73
Internal Audit Fees	3.37	3.31
Auditors Remuneration	6.74	7.17
Legal Expenses	0.15	
Custodian Charges	0.35	4.18
Board Meeting Expenses	2.78	0.79
Share Transfer Charges	1.93	3.81
Directors Sitting Fees	2.22	2.59
Listing Fees	1.01	0.55
Other Expenses	10.21	23.60
Advertisement Expenses	2.18	4.73
Discounts, Schemes & Allowances	35.11	69.62
Sales Promotion	24.90	20.77
Incentives & Commissions	12.99	86.60
Outward Freight Charges	5.80	5.10
Bank Charges	13.93	17.54
Total other Expenses	771.21	762.11

## NOTES TO FINANCIAL STATEMENTS:

### 1. General Information:

The Company was incorporated during the year 1993 and is engaged in the business of manufacture and sale of Indian Made Foreign Liquor (IMFL). The Company has its manufacturing unit at Pondicherry.

### 2. Significant Accounting Policies:

#### 2.1 Basis of preparation of Financial Statements:

The Financial Statements have been prepared in accordance with the generally accepted accounting principles ('GAAP') applicable in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211 (3C), Companies (Accounting Standard) Rules, 2006, as amended from time to time and the other relevant provisions of the Companies Act, 1956.

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule VI of the Companies Act, 1956.

#### 2.2 Use of Estimates:

The preparation of Financial Statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from these estimates. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized. Management believes that the estimates used in preparation of financial statements are prudent and reasonable.

#### 2.3 Tangible Assets:

Tangible Assets are stated at cost (or revalued amount as the case may be) less accumulated depreciation and accumulated impairment losses if any. Cost Comprises purchase price and any other attributable cost of bringing the asset to its working condition for its intended use. Subsequent expenditure related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Gain or loss arising from de-recognition of assets are measured as the difference between the net disposal proceeds and the carrying amount of the assets and are recognized in the statement of profit and loss when the asset is derecognized.

Depreciation on fixed assets is provided on written down value method (WDV) at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 over their useful life. Depreciation of asset sold / discarded during the period is proportionately charged. Individual low cost assets (acquired for less than Rs 5000/-) are depreciated within a year of acquisition. Intangible assets are amortized over their estimated useful life on a straight line basis.

#### 2.4 Borrowing Costs:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that takes necessarily substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

#### 2.5 Impairment of assets:

As on Balance Sheet date, the Company reviews the carrying amount of Fixed Assets to determine whether there are any indications that those assets have suffered "Impairment Loss". Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from continuing use of an asset and from its disposal at the end of its useful life.

#### 2.6 Investments:

Investments that are readily realizable and intended to be held for not more than a year are classified as "Current Investments". All other Investments are classified as Long Term Investments.

Current Investments are carried at lower of cost or Market / Fair Value determined on a individual investment basis.

Long Term investments are valued at cost. Provision for diminution in the value of long term investment is made only if such decline is other than temporary in nature.



#### 2.7 Grants and Subsidies:

Grants and Subsidies are recognized when there is reasonable assurance that the Grant / Subsidy will be received and all attaching conditions will be complied with. When the grant or subsidy relates to a revenue item it is recognized as income over the period necessary to match them on a systematic basis to the costs, which it is intended to compensate.

Where the Grant on subsidy relates to an asset its value is deducted in arriving at the carrying amount of the related asset.

#### 2.8 Revenue Recognition:

The company is in the business of manufacture and sale of IMFL products. Sale of goods are recognized when the goods are dispatched / on passing title of the Goods to the customers. The sales are accounted by including the scheme / discounts / Excise Duty and Sales Tax. The Scheme discounts / Sales Tax are charged off separately to the Profit and Loss Account. Profit on sale of investments is recorded on transfer of title from the company and is determined as the difference between the sale price and the carrying value of the investment. Interest is recognized based on time-proportion method based on rates implicit in the transaction.

#### 2.9 Inventories:

Inventories are valued at lower of cost and estimated net realizable value after providing for cost of obsolescence and other anticipated losses, wherever considered necessary. Cost includes taxes, duties and all incidental expenses directly attributable to the purchases.

Method of assignment of cost is as under:

Raw Material, Stores & Spares : Weighted average cost basis

Work – in – progress : Direct expenses plus appropriate Factory overheads on the basis of completed production

Finished Goods : Cost of goods, direct expenses plus appropriate Factory overheads and Excise Duty

Traded Goods : Actual cost Basis

#### 2.10 Employee Benefits:

The Provident fund scheme and Employee State Insurance Scheme are defined contribution plans. The company contributes a fixed sum to the Provident Fund / Employees State Insurance Scheme maintained by the Central Government. The contribution paid / payable under the schemes is recognised during the period in which the employee renders the related service.

The liability for Gratuity to employees as at the Balance Sheet date is as per the obligation to gratuity fund administered by the trustees and managed by Life Insurance Corporation of India. The contribution thereof paid / payable for the relevant period is charged off to Profit and Loss Account.

#### 2.11 Foreign Exchange Transactions:

Foreign currency transactions are recorded at the rate of exchange prevailing on the date of the respective transactions.

Foreign Exchange monetary items in the Balance Sheet are translated at the year-end rates. Exchange differences on settlement / conversion are adjusted to Profit and Loss Account.

#### 2.12 Tax Expense:

Tax expenses for the year comprise of current tax and deferred tax. Current tax is measured after taking into consideration the deductions and exemptions admissible under the provision of Income Tax Act, 1961 and in accordance with Accounting Standard 22 on "Accounting for Taxes on Income".

Deferred Tax represents the tax effect of timing differences between taxable income and accounting income for the reporting period and is capable of reversal in one or more subsequent periods. Deferred tax are quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet Date.

Deferred Tax Assets are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax asset on unabsorbed depreciation and carry forward of losses are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

#### 2.13 Contingent Liabilities and Provisions:

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made.

Contingent Liability is disclosed for

- a. Possible obligation which will be confirmed only by future events not wholly within the control of the company or
- b. Present obligations arising from the past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation can not be made.
- c. Contingent Assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.

#### 2.14 Earnings Per Share :

In determining the Earnings Per share, the company considers the net profit after tax including any post tax effect of any extraordinary / exceptional item. The number of shares used in computing basic earnings per share is the Weighted average number of shares outstanding during the period. The number of shares used in computing Diluted earnings per share comprises the Weighted average number of shares considered for computing Basic Earnings per share and also the weighted number of equity shares that would have been issued on conversion of all potentially dilutive shares.

In the event of issue of bonus shares, or share split the number of equity shares outstanding is increased without an increase in the resources. The number of Equity shares outstanding before the event is adjusted for the proportionate change in the number of equity shares outstanding as if the event had occurred at the beginning of the earliest period reported.

#### 2.15 Leases :

##### Finance Lease

Leases which effectively transfer to the company all the risks and benefits incidental to ownership of the leased item, are classified as Finance Lease. Lease rentals are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return.

##### Operating Lease

Lease where the lessor effectively retains substantially all risks and benefits of the asset are classified as Operating lease. Operating lease payments are recognized as an expense in the Profit & Loss account on a Straight Line Basis over the Lease term.

#### 2.16 Segment Reporting :

The generally accepted accounting principles used in the preparation of the financial statements are applied to record revenue and expenditure in individual segments.

Segment revenue and segment results include transfers between business segments. Such transfers are accounted for at the agreed transaction value and such transfers are eliminated in the consolidation of the segments.

Expenses that are directly identifiable to segments are considered for determining the segment result. Expenses, which relate to the company as a whole and are not allocable to segments are included under unallocated corporate expenses.

Segment assets and liabilities include those directly identifiable with the respective segments. Unallocated corporate assets and liabilities represent the assets and liabilities that relate to the company as a whole and not allocable to any segment.

### 3. Equity Share Capital : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
<b>A Share Capital</b>		
Authorised Capital		
2,50,00,000 Nos. Equity Shares of Rs. 10/- each (Previous Year:- 2,50,00,000 Nos. Equity Shares of Rs. 10/- each)	2,500	2,500
Issued, Subscribed & Paid up Share Capital 2,40,00,000 Equity Shares of Rs. 10/- each Fully Paid. (Previous Year 2,40,00,000 Equity Shares of Rs. 10/- each)	2,400	2,400
<b>Total</b>	<b>2,400</b>	<b>2,400</b>



**RAVI KUMAR DISTILLERIES LIMITED.**

---

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Particulars	As on 31-03-2013 Numbers	As on 31-03-2013 Rupees in Lacs	As on 31-03-2012 Numbers	As on 31-03-2012 Rupees in Lacs
<b>Equity Shares</b>				
At the Beginning of the year	24,000,000	2,400	24,000,000	2,400
Less : Cancelled during the year	0	0	0	0
Add : Issued during the Year	0	0	0	0
<b>Outstanding at the end of the year</b>	<b>24,000,000</b>	<b>2,400</b>	<b>24,000,000</b>	<b>2,400</b>

b. Details of Shareholders holding more than 5% shares in the company

No.	Particulars	As on 31-03-2013 Numbers	As on 31-03-2013 % of holding	As on 31-03-2012 Numbers	As on 31-03-2012 % of holding
1	Mr. R V Ravikumar	5,381,696	22.42%	5,375,000	22.40%
2	Comfort Intech Limited	2,366,000	9.86%	2,366,000	9.86%
3	BPJ Holding Private Limited	3,675,000	15.31%	2,026,000	8.44%
4	Chiraag Suppliers Private Limited	1,408,906	6.17%	1,308,906	5.45%
5	Nandlal Vyapaar Private Limited	1,409,000	5.87%	1,254,000	5.23%

c. The Company issued 55 Lacs Shares as bonus shares by way of capitalization of free reserves during the Financial Year 2007-2008 and 2009-2010.

d. Out of the above, 25 Lacs shares were issued for consideration other than cash during the financial year 2007-2008.

4. Reserves and Surplus :

(Rs. in Lacs)

Particulars		As on 31-03-2013	As on 31-03-2012
<b>B</b>	<b>Reserves And Surplus</b>		
1	Securities Premium Reserve		
	Balance at the beginning of the year	6,210	6,210
	Add :- Securities Premium Credit On Shares	0	0
	Less:- Premium Utilised For Various Reasons		
	Premium on Redemption Of Debentures	0	0
	For Issuing Bonus Shares	0	0
	Balance at the end of the year	6,210	6,210
2	Profit & Loss Account		
	Balance at the beginning of the year	408	271
	Add:- Net Profit as per Profit & Loss Account	-194	138
	Less:- Bonus shares Issued	0	0
	Less:- Proposed Dividend	0	0
	Less: Dividend Distribution Tax	0	0
	Balance at the end of the year	215	408
	Total Reserves and Surplus	6,425	6,619

## 5. Long Term Borrowings: (Rs. in Lacs)

Particulars	As on 31-03-2013 Non Current	As on 31-03-2013 Current	As on 31-03-2012 Non Current	As on 31-03-2012 Current
Long Term Borrowings				
Secured Loans				
Term Loan from Banks	13	10	832	221
Long Term maturities of finance lease				
Obligations	130	210	201	24
Unsecured Loans				
Deferred Payment Liabilities	638	0	477	0
Other Loans and Advances	0	0	8	0
Total Long Term Borrowings	781	220	1,518	245

## 5.1 Term Loan from Banks :

5.1.1 Term Loan from State Bank of India is collaterally secured by Equitable Mortgage of Factory Land and Building at RS No. 89 / 4A and 89 / 1, Katterikuppam, Mannadipet Commune, Pondicherry. The collateral security as mentioned above is common security for all facilities granted by the bank viz. Cash Credit, Term Loan, Bank Guarantee etc.

5.1.2 The promoters, directors and shareholders of the company have also given their personal assets as collateral security for entire facilities sanctioned by State Bank of India. The disclosure of the same is given below :

No.	Name of the Promoter / Shareholder / Related Party	Relationship	Particulars of Security
1	Mr. R V Ravikumar	Director / Shareholder	Personal Guarantee Equitable Mortgage of Personal Properties
2	Ravikumar Properties Private Limited	Related Party	Corporate Guarantee
3	Mrs. R Amirthavally	Shareholder	Personal Guarantee Equitable Mortgage of Personal Properties
4	Mr. V Sivashankar	Related Party	Personal Guarantee Equitable Mortgage of Personal Properties
5	Mr. S Boopalan	Related Party	Personal Guarantee Equitable Mortgage of Personal Properties

5.1.3 Term Loan from Banks include Term Loan from HDFC Bank of Rs. 32.75 Lacs (Outstanding as on 31-03-2013 Rs. 22.91 Lacs) which is secured against hypothecation of vehicles. The same is repayable by way of 48 monthly installments of Rs. 0.95 Lacs each. As on 31-03-2013, the company has defaulted in payment of installment for the month of March 2013 amounting to Rs. 0.59 Lacs.

## 5.2 Long Term Liabilities of Finance Lease Obligations :

The Company has availed Term Loan from 'Sundaram Finance Limited' a Non Banking Financial Corporation amounting to Rs. 1,198.74 lakhs for expansion of facilities. The Finance Lease obligations are secured against leased assets.

As on 31-03-2013, the company has defaulted in payment of 6 installments aggregating to Rs. 30 Lacs.

## 5.3 Deferred Payment Liabilities Manufacture of IMFL Brands owned by other Corporates

The Company manufactures and sells its own brand of liquors and also uses the brand of others. For the purpose of manufacture and sales of liquor brands not owned by the company, the company has entered into arrangement / agreement with the respective brand owners. The terms of the Agreement / Arrangement with such brand owners provide for payment of consideration for use of Trade Mark / for the additional services rendered by the brand owners / other amount due to the Trade Mark owners in the agreed proportion. The payment towards use of Trade Mark / for the additional service rendered by the Trade Mark owners / other amounts due to the Trade Mark Owners are grouped as "Operational Support Cost". The Operational Support Cost is included under the head "Other Manufacturing Expenses"



## RAVI KUMAR DISTILLERIES LIMITED.

---

Further the Agreements / Arrangements with other Brand owners provide a facility of Deferred Payment of the amount due under the agreement. These payables, as per the Terms, which are payable after a period exceeding 12 months are classified as "Deferred Credit from Corporate Suppliers" and are grouped under "Non Current Long Term Borrowings".

### 6. Deferred Taxes (Rs. in Lacs)

Deferred Tax liability on account of depreciation has been recognized in the financial statements. Details of deferred tax are as under:

Particulars	Year Ending March 31, 2013	Year Ending March 31, 2012
Deferred Tax Liability related to Fixed Assets	25	32
Deferred Tax Asset on items Disallowed under the Income Tax Act	0	0

### 7. Other Long Term Liabilities: (Rs. in lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Other Long Term Liabilities		
(a) Trade Payables	0	0
(b) Current Maturities of Long Term Obligations	0	0
(c) Others	31	46
Total Other Long Term Liabilities	31	46

Other Long Term Liabilities represent 'Deposits' received from 'Tie Up Parties' which are not expected to be repaid back within a period of 12 months from the date of financial statements.

### 8. Short Term Borrowings: (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Short term borrowings		
Secured Short Term Borrowings		
Working Capital Loans		
From Banks	2,360	4,330
From Other Parties	0	0
Unsecured Short Term Borrowings		
From Banks	152	0
From Other Parties	0	0
Loans and advances from related parties	1	39
Total Short Term Borrowings	2,513	4,369

8.1 Working Capital Loans are secured by hypothecation of present and future stock of raw materials, Stock in Process, Finished Goods, Spares, Book Debts, Outstanding monies, receivables, claims, materials in transit etc.

8.2 Loans and advances from related parties include short term loans received from Mr. R V Ravikumar of Rs. 0.36 Lacs (Previous Year Rs. 39 Lacs) for temporary working capital purposes.

### 9. Trade Payables: (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Trade Payables		
Sundry Creditors - For Goods	333	501
Total Trade Payables	333	501

The company has not received intimation from all the "Suppliers" regarding their status under Micro, Small and Medium Enterprises Development Act, 2006, and hence, the disclosure relating to amounts unpaid as at March 31, 2013 together with interest paid/payable as required under the said Act has been provided only to the extent of intimations received.

## 10. Other Current Liabilities : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Other Current Liabilities		
Current maturities of long term debt	10	221
Current maturities of finance lease obligations	210	24
Unpaid dividends	0	0
Others Payable	1,327	257
Total Other Current Liabilities	1,547	502

## 11. Short Term Provisions : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Short Term Provisions		
Provision For employee benefits	27	29
Provision for Expenses	81	57
Total Short Term Provisions	108	86

## 12. Fixed Assets (Continuation of page 33)

## 13. Non Current Investments : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Non Current Investments – Other Investments		
Investments in Government or Trust securities - Unquoted 6 Years National Savings Certificates (Deposited with Sales Tax Department and Other Government Authorities)	1	1
Investment in Equity Instruments	3,734	0
Total	3,734	1
Less : Provision for diminution in the value of Investments	0	0
Total Non - Current Investments	3,734	1
Non Current Investments in Equity Instruments :		
Investment in Equity Shares of Associate Companies :		
Unquoted fully paid up		
Liquor India Limited (Face Value Rs. 10/- each)	1,311	0
SV Distilleries Private Limited (Face Value Rs. 10/- each)	2,423	0
Total	3,734	0

## 14. Long Term Loans and Advances : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Long term loans and advances		
Unsecured Considered Good unless otherwise stated		
Capital Advances	0	0
Security Deposits	51	53
Advance Income Tax	99	48
Other Loans and advances (specify nature)	2,932	3,033
Total Long Term Loans and Advances	3,083	3,134

**FIXED ASSETS AND DEPRECIATION FOR THE PERIOD ENDED 31-03-2013**

**Schedule "5"**  
**DEPRECIATION AS PER COMPANIES ACT, 1956**

RAVI KUMAR DISTILLERIES LIMITED.



(Rs. in Lacs)

No.	Particulars	Rate of Depreciation	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK	
			Cost as on 01-04-2012	Additions during the Year	Deletions during the Year	As on 31-03-2013	Depreciation upto 01-04-2012	Adjustment on Account	Depreciation during the Year	Depreciation upto 31-03-2013
A	Tangible Assets									
1	Land	0%	127	0	127	0	0	0	0	127
	Land (Inclusive of Development Cost)									
2	Building	10%	532	0	532	343	0	19	362	170
3	Factory Building									189
	Plant and Equipments									
4	Plant & Machinery	13.91%	704	2	82	624	501	39	491	133
5	Furniture and Fixtures									203
6	Furniture & Fixtures	18.10%	44	0	44	30	0	3	33	12
7	Vehicles									14
	Motor Vehicles									
	Cycle	25.89%	34	13	0	47	12	0	20	27
	Office Equipments	20.00%	0	0	0	0	0	0	0	0
	Office Equipments									
	Others									
	Computers & Printers									
	Total Tangible Assets	40.00%	56	1	0	57	51	0	2	25
			1,536	17	82	1,471	960	39	63	15
B	Intangible Assets									16
	Goodwill	40.00%	0	0	0	0	0	0	0	5
	Brands / Trademarks	40.00%	0	0	0	0	0	0	0	576
	Computer Software	40.00%	0	0	0	0	0	0	0	
	Mastheads and publishing titles									
	Mining Rights	40.00%	0	0	0	0	0	0	0	
	Copyrights and Patents	40.00%	0	0	0	0	0	0	0	
	Recipes, Formulae, Models designs and Prototypes									
	Licences and Franchise	40.00%	0	0	0	0	0	0	0	
	Others									
	Total Intangible Assets									
C	Capital Work in Progress	0%	0	0	0	0	0	0	0	0
	Total Capital Work in Progress									
D	Intangible Assets under Development	40%	0	0	0	0	0	0	0	0
	Total Intangible assets under development									
	Current Year Total		1,536	17	82	1,471	960	39	63	489
	Previous Year Total		1,490	57	9	1,537	894	0	67	576
										596

#### 14.1 Capital Advances:

The Company had entered into an Agreement with one of the group companies for purchase of immovable properties in Tamilnadu. The Company had submitted all the necessary documents to the Government Authorities for getting the manufacturing licence. The advance paid in respect of the same amounted to Rs. 3,290 lakhs and was shown as 'Capital Work in Progress' during the previous financial year. Since, the company could not initiate the obligations under the said agreement, the same is cancelled during the current financial year and accordingly an amount of Rs. 2,713 Lakhs was repaid by the company. Outstanding balance of Rs. 557 Lakhs as on 31-03-2013 is shown under 'Short Term Loans and Advances to Related Parties since the same is immediately receivable.

#### 14.2 Other Loans and Advances

Other Loans and advances of Rs. 2,932 Lacs represent advances to suppliers paid during Financial Year 2010-2011. However, since, the capital commitments were not acted upon by the parties, the management has decided to recall the advances paid. During the financial year 2012-2013, the company has sent legal notices to parties for refund of advances lying with them. The management expects to get the advances back in due course. Hence, no provision has been made in the accounts for doubtful recovery of above advances.

#### 15. Other Non - Current Assets:

(Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Other Non-Current assets		
Unsecured Considered Good unless otherwise stated		
Long Term Trade Receivables (including trade receivables on deferred credit terms)	0	0
Others #	129	177
<b>Total Other Non - Current Assets</b>	<b>129</b>	<b>177</b>

# The above includes an amount of Rs. 35.67 Lacs which represents Turnover Tax paid during the previous financial years which is under dispute.

#### 16. Inventories:

(Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Inventories		
Raw Materials	1130	1331
Work - In - Progress	75	58
Finished Goods	564	560
Stock In Trade	528	134
<b>Total Inventories</b>	<b>2,298</b>	<b>2084</b>

#### 17. Trade Receivable:

(Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Trade Receivables		
Less Than Six Months		
Secured, considered good	0	0
Unsecured, considered good	1,218	1,110
Unsecured, considered doubtful	0	0
Less : Provision for doubtful debts	0	0
More Than Six Months		
Secured, considered good	0	0
Unsecured, considered good	475	435
Unsecured, considered doubtful	0	0
Less : Provision for doubtful debts	0	
<b>Total Trade Receivables</b>	<b>1,693</b>	<b>1,545</b>



RAVI KUMAR DISTILLERIES LIMITED.

18. Cash and Cash Equivalents : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Cash and cash equivalents		
Balances with Banks	24	19
Cash on hand	30	17
Other Bank Balances	93	2,094
Total Cash and Cash Equivalents	147	2,130

18.1 Balance with banks include unclaimed dividend of Rs. 0.44 Lacs (Previous Year Rs. 0.45 Lacs).

18.2 Fixed Deposits of Rs. 1 Lacs are pledged with Electricity Departments as Deposit.

18.3 Fixed Deposits of Rs. 43 Lacs with Axis Bank are pledged as security against deposit given to BSE.

18.4 Fixed Deposits of Rs. 41 Lacs are pledged with State Bank of India for Non Funded Facilities granted.

18.5 Fixed Deposit of Rs. 5 Lacs is pledged with HDFC Bank for Term Loan facility.

19. Short Term Loans and Advances : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Short term Loans and advances		
Unsecured considered good unless otherwise stated		
Loans and advances to related parties	2,522	6,282
Others Loans and advances	40	50
Total Short Term Loans and Advances	2,561	6,332

19.1 The Company had entered into an Agreement with one of the group companies for purchase of immovable properties in Tamilnadu. The Company had submitted all the necessary documents to the Government Authorities for getting the manufacturing licence. The advance paid in respect of the same amounted to Rs. 3,290 lakhs and was shown as 'Capital Work in Progress' during the previous financial year. Since, the company could not initiate the obligations under the said agreement, the same is cancelled during the current financial year and accordingly an amount of Rs. 2,713 Lakhs was repaid by the company. Outstanding balance of Rs. 557 Lakhs as on 31-03-2013 is shown under 'Short Term Loans and Advances to Related Parties'.

19.2 Loans and Advances to related parties includes, working capital advance given to 'Liquor India Limited' (Associate Enterprises – Also Refer Note No. 13) of Rs. 1,155 Lacs and 'S V Distilleries Private Limited' (Associate Enterprises – Also Refer Note No. 13) of Rs. 809 Lacs.

20. Other Current Assets : (Rs. in Lacs)

Particulars	As on 31-03-2013	As on 31-03-2012
Other Current assets		
Prepaid Expenses	28	94
Total Other Current Assets	28	94

21. Revenue from Operations : (Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Revenue From Operations		
Sales Of Products	8115	10641
Other Operating Revenue	112	86
Less: Excise Duty Paid	4151	5037
Total Revenue From Operations	4076	5689

22. Other Income : (Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Other Income		
Interest Income	16	740
Total Other Income	16	740

## 23. Cost of Raw Materials Consumed :

(Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Cost Of Raw Materials includ		
Raw Materials	892	685
Flavours & Essence	70	70
Packing Materials	369	322
Total (A)	1331	1077
Add : Purchases		
Raw Materials	712	1096
Flavours & Essence	17	22
Packing Materials	765	1460
Total (B)	1494	2578
Total (A+B)	2825	3655
Less : Closing Stock		
Raw Materials	714	892
Flavours & Essence	52	70
Packing Materials	364	369
Total	1130	1331
Cost of Materials Consumed	1695	2324

## 24. Purchases of Goods Traded :

(Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Purchases of Goods Traded		
Purchase Of Goods Traded	1496	2117
Total Purchase of Goods Traded	1496	2117

## 25. Changes in Inventories :

(Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Changes in Inventories		
Opening Stock		
Work-in-Progress	58	64
Finished Goods	560	438
Stock Of Goods Traded	134	54
	753	556
Closing Stock		
Work-in-Progress	75	58
Work-in-Progress	75	58
Finished Goods	564	560
Stock Of Goods Traded	528	134
	1167	753
Increase in Stock	415	196

## 26. Employee Benefit Expenses :

(Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Employee Cost		
Salaries, Wages & Incentives	93	118
Contribution to provident & other funds	14	14
Staff welfare expenses	7	7
Remuneration to Whole Time Directors	37	31
Total Of Employee Cost	151	170



RAVI KUMAR DISTILLERIES LIMITED.

27. Finance Costs: (Rs. in Lacs)

Particulars	For the Year 31.03.2013	For the Year 31.03.2012
Financial Expenses		
Loan Processing Charges	9	19
Interest & Finance Charges	523	962
Total Of Financial Expenses	532	981

28. Other Expenses: (Rs. in Lacs)

Particulars	For the Year 31-03-2013	For the Year 31-03-2012
Other Expenses		
Excise Duty & Charges	11	11
Factory Expenses	44	57
Label Charges	5	5
Utilities	5	6
Operational Support Cost	421	192
Other Operating Expenses	9	17
Rent	27	28
Electricity Charges	5	4
Rates, Duties & Taxes	9	23
Insurance	3	1
Professional & Consultancy Charges	14	25
Telephone & Communication Expenses	7	7
Travelling & Conveyance	10	46
Printing & Stationery	4	6
Security Charges	2	1
Vehicle Running & Maintenance Expenses	12	25
Postage & Courier Charges	1	2
Repairs & Maintenance	12	8
Miscellaneous Expenses written off	47	47
Internal Audit Fees	3	3
Auditors Remuneration	7	7
Custodian Charges	0	4
Board Metting Expenses	3	1
Share Transfer Charges	2	4
Directors Sitting Fees	2	3
Listing Fees	1	1
Other Expenses	10	24
Advertisement Expenses	2	5
Discounts, Schemes & Allowances	35	70
Sales Promotion	25	21
Incentives & Commissions	13	87
Outward Freight Charges	6	5
Bank Charges	14	18
Total other Expenses	771	762

**29. Gratuity and Other Post Employment Benefit Plans:**

As per Accounting Standard 15 “Employee Benefits”, the disclosures of Employee benefits as defined in the Accounting Standard are given below

Defined Contribution Plan

(Rs. in Lacs)

Particulars	Year Ending March, 31 2013	Year Ending March, 31 2012
Employers Contribution to Provident Fund	6.16	7.92
Employers Contribution to Gratuity Fund	5.29	3.86

Gratuity

The liability for Gratuity to employees as at the Balance Sheet date is determined on the basis of actuarial valuation based on Projected Unit Credit method and is funded to a Gratuity fund administered by the trustees and managed by Life Insurance Corporation of India. The contribution thereof paid/payable is charged in the books of accounts.

The employees and the Company make monthly fixed contributions to a Provident Fund Trust, equal to a specified percentage of the covered employee's salary. The interest rate payable by the Trust to the beneficiaries is being notified by the Government every year. The Company has an obligation to make good the shortfall, if any, between the return from the investments of the trust and the notified interest rate.

The following table sets forth the status of the Gratuity plan and the Superannuation and the other Pension Plans of the Company and the amount recognized in the Balance Sheet and Profit and Loss Account.

(Rs. in Lacs)

Particulars	Gratuity (Funded) 2012-2013	Gratuity (Funded) 2011-2012
Present Value of obligations at the beginning of the period	27	25
Current service cost	2	2
Interest Cost	1	0
Actuarial loss/(gain)	1	1
Benefits paid	(4)	(3)
Present Value of obligations at the end of the period	27	25
Changes in the fair value of planned assets		
Fair value of plan assets at the beginning of year	3	3
Expected return on plan assets	0	0
Contributions	2	3
Benefits Paid	(4)	(3)
Actuarial gain on plan assets	0	0
Fair Value of plan assets at the end of the year	1	3
Amounts to be recognised in the balance sheet		
Projected benefit obligation at the end of the period	27	25
Fair value of plan assets at the end of the period	1	3
Funded status of the plans – (Asset)/ Liability recognised in the balance sheet	26	25
Cost for the period		
Current service cost	2	2
Interest Cost	0	0
Expected return on plan assets	0	0
Net actuarial (gain)/loss recognised in the period	1	(1)
Net Cost	3	1
Assumptions		
Discount rate	8%	8%
Expected rate of planned assets		
Expected rate of salary increases	7%	7%



30. Impairment of Assets :

Assets of the Company are being tested for impairment. Considering the internal and external sources of information, there was no indication of potential impairment loss, and hence estimation of recoverable amount does not arise.

31. Segment Reporting :

The company operates only in one reportable business segment namely manufacture and sale of Indian Made Foreign Liquor. The liquor business incorporates the product groups (viz) IMFL and others, which have similar risks and returns. Hence segment reporting is not applicable.

32. Payment to Auditors :

(Rs. in Lacs)

Particulars	Year Ending March 31, 2013	Year Ending March 31, 2012
As Statutory Auditor	6	6
For Taxation Matters	1	1
Total	7	7

33. Prior Period Items :

(Rs. in Lacs)

Particulars	FY 2012-2013	FY 2011-2012
Folio Maintenance Charges / Interest on TDS	0	(1)
Net Prior Period Income / (Expense)	0	(1)

34. Particulars of Raw Materials, Goods Purchased for Trading and Finished Goods :

(Rs. in Lacs)

No.	Particulars	Amount
A	Raw Materials	Consumption
1	Extra Neutral Alcohol (ENA)	891
2	Essence and Flavours	34
3	Packing Material & Others	770
	Total	1695
B	Goods Purchased for Trading	Purchases
	Whisky	89
	Rum	63
	Brandy	726
	Others	618
	Total	1496
C	Work in Progress	WIP
	Blend	75
	Total	75

(Rs. in Lacs)

No.	Particulars	Sales	Closing Inventory	Opening Inventory
1	Manufactured Goods	6,911	564	560
	Total	6,911	564	560
2	Traded Goods	1,204	528	134
	Total	1,204	528	134

35. Expenditure in Foreign Currency :

(Rs. in Lacs)

Foreign Currency Transaction	Year Ending March 31, 2013	Year Ending March 31, 2012
A) Foreign Exchange Earnings	Nil	Nil
B) Foreign Exchange Expenditure	Nil	Nil

## 36. Value of Raw Materials, Spare Parts and Components consumed during the year (Rs. in Lacs)

Raw Material and Other Materials	Year Ending March31, 2013		Year Ending March31, 2012	
	Amount	%	Amount	%
Imported	Nil	Nil	Nil	Nil
Indigenous	1,695	100%	2,324	100%
Total	1,695		2,324	

## 37. Related Party Transactions: A. Related parties and their relationship:

Nature of Relationship	Name of the Related Party
Enterprises that directly or indirectly through one or more intermediaries, control, or are controlled by or are under common control with the reporting enterprises	Ravikumar Properties Private Limited Craze India Private Limited Ravikumar Resorts and Hotels Private Limited Ravikumar Powergen Private Limited RKR Hotels Private Limited Reality Projects & Entertainments Private Limited Brahmar Cellulose Products Private Limited RV Matrix Software Technologies Private Limited Liquor India Limited S V Distilleries Limited
Key Management personnel	Mr. R.V.Ravikumar Mr. S. Vijayalakshmi Mr. Badrinath S Gandhi

## B. Transactions with Related Parties (other than those advances given for business purposes) (Rs. in Lacs)

Transaction	Related Party	Year Ending March31, 2013	Year Ending March31, 2012
Remuneration	Mr R V Ravikumar Mrs Amrithavalli Mrs. Vijayalakshmi Mr. Badrinath S Gandhi Mr. Anand Ravi Kumar Mr. Sivasankar	12 0 5 9 0 0	12 5 5 5 1 3
Benefits & Perquisites to Whole-time Directors		0	Nil
Rent	Mr. R V Ravikumar	13	13
Unsecured Loans received and repaid	Mr. R.V.Ravikumar	819	1125
Year End Balances:			
Purchase / Advance for Purchase of Immoveable Assets	Ravikumar Properties Private Limited	558	832
Loan from director	Mr. R V Ravikumar	1	39
Advances to Companies	Liquors India Limited S V Distilleries Private Limited	1155 809	1650 2,542



**RAVI KUMAR DISTILLERIES LIMITED.**

**38. Earnings Per Share as per Accounting Standard 20 :** (Rs. in Lacs)

Particulars	Year Ending March 31, 2013	Year Ending March 31, 2012
Profit / (Loss) after Tax	(194)	138
Weighted Average number of Equity Shares used as denominator for calculating EPS	2,40,00,000	2,40,00,000
Basic Earnings Per Share of Rs.10/- each	Rs. (0.81)	Rs. 0.58
Potentially dilutive shares	Nil	Nil
Diluted Earnings per share	Rs. (0.81)	Rs. 0.58

**39. Taxation Matters:**

The Company has received a Demand Notice from Income Tax Department in respect of the Assessment year 2005-2006, Assessment Year 2007-2008, Assessment Year 2009-2010 and Assessment Year 2010-2011; on account of disallowance of exemption under section 80 IB of the Income Tax Act, 1961 and disallowance of expenditure under section 40 a (ia) of the Income Tax Act, 1961. The Department has raised a demand of Rs. 562.58 lakhs for all the assessment years. The Company has filed appeals with the Commissioner of Income Tax (Appeals) against the orders of the Assessing Officer. The Company is confident of succeeding in both the appeals and the Company has also taken favorable opinion from legal experts. Similar disallowance of deduction under Section 80 IB has been made by the Department which has been contested and favorable decisions have been received from the First Appellate Forum. Hence no provision has been made in the books of accounts and the demand raised by the Department has been shown under "Contingent Liabilities".

In respect of other disputed liabilities pertaining to earlier years such as Turnover Tax, Compounding Fees under the Company Law, Bank Guarantee amount, the amounts have been shown under "Contingent Liabilities" in the respective years.

**40. Contingent Liabilities:** (Rs. in Lacs)

Contingent Liability not provided for in the books	Year Ending March 31, 2013	Year Ending March 31, 2012
Turnover Tax	222.55	222.55
Company law Matters – Compounding Fee	Nil	Nil
Guarantee given to a bank	1.00	1.00
Counter Guarantee provided by the Bank on behalf of the Company	120.00	120.00
Counter Guarantee in favour of Bank of Baroda, Barkatpura Branch, Hyderabad against credit facilities sanctioned to 'SV Distilleries Private Limited'	8,385.00	0.00
Income Tax matters	562.58	400.13
Claims against the company not acknowledged as debt	Nil	Nil

**41. Previous Year Figures:**

The financial statements for the year ended March 31, 2013 have been prepared as per Revised Schedule VI. The figures for the previous year have been regrouped, reclassified or rearranged to meet the recognition and measurement principles followed for preparation of financial statements.

For and on behalf of the Board of Directors  
For RAVI KUMAR DISTILLERIES LIMITED

Date : 13.08.2013  
Place : Mumbai

Mr. R.V. Ravikumar  
Managing Director

Mr. Badrinath S. Gandhi  
Executive Director

V. Viswanathan  
Company Secretary



**RAVIKUMAR DISTILLERIES LIMITED**

Regd. Office: "Ameen Manors", S1 & S2, Second Floor, 'B' Block,  
No.138, Nungambakkam High Road, Chennai – 600 034.

Form A

COVERING LETTER OF THE ANNUAL AUDIT REPORT TO BE FILED WITH STOCK EXCHANGE

for Ramanand & Associates  
Chartered Accountants  
Firm registration No.117776W

Robin

R. V. Govikumar  
Editor-in-Chief

CA Board of Optometry  
Fees  
Membership No. 182975

Mr. Ashok R. Shetty  
Chairman – Audit Committee

Place: mumbai  
Date: 02.01.2014

Puducherry  
18.12.2013