

**THE MAHARASHTRA AGRO-INDUSTRIES
DEVELOPMENT CORPORATION LTD.**

(A Govt. of Maharashtra Undertaking)



**48th
ANNUAL REPORT
2013-2014**



THE MAHARASHTRA AGRO-INDUSTRIES DEVELOPMENT CORPORATION LTD.
(A GOVERNMENT OF MAHARASHTRA UNDERTAKING)
(REGISTERED OFFICE : KRUSHI UDYOG BHAWAN, AAREY MILK COLONY, DINKARRAO
DESAI MARG, GOREGAON EAST, MUMBAI - 400 065)

CIN : U05000MH1965SGCO13380

ANNUAL ACCOUNTS

2013 - 2014

BOARD OF DIRECTORS

CHAIRMAN :

Shri Eknathrao Khadse
Hon'ble Minister (Agril.) & Chairman
MAIDC LTD.

DIRECTORS :

Prof. Ram Shinde
Hon'ble Minister of State (Agril)

Dr. Sudhir Kumar Goel, IAS
Additional Chief Secretary (Agriculture) G.O.M.

Shri Vikas Deshmukh, IAS
Commissioner (Agriculture) G.O.M.

Shri C.R. Lohi
Director, Central Farm Machinery
Training & Testing Institute
Budni (M.P.) (GOI)

Shri Arvind Kumar, IAS
Managing Director

M. D. OFFICE:

Rajan House, 2nd Floor,
Near Century Bazar, Prabhadevi,
MUMBAI – 400 025
Telephone: 022-24300823
Fax: 022-24324221
E-mail: patomd@maidcmumbai.com
Website: <http://www.maidcmumbai.com>

REGISTERED OFFICE :

"Krishi Udyog Bhavan"
Dinkarrao Desai Marg,
Aarey Milk Colony,
Goregaon (East), Mumbai – 400 065
Telephone: 022- 29272027
Fax: 022-28719398/99
E-mail: headoffice@maidcmumbai.com
Website: <http://www.maidcmumbai.com>
CIN: U05000MH1965SGC013380

BANKERS:

State Bank of India
Syndicate Bank
Maharashtra State Co-op Bank Ltd.
HDFC Bank
Indian Bank

AUDITORS:

M/s Ford, Rhodes, Parks and Co.
Chartered Accountants
Mumbai

The MAIDC Limited
48th Annual Report 2013-14

DIRECTOR'S REPORT

To,
The Members
The MAIDC Ltd.,
Gentleman,

On behalf of the Board of Directors, I have pleasure in presenting the 48th Annual Report on the working of your Corporation for the year 2013-14 together with audited statement of accounts for the year ended 31st March 2014.

1. **CORPORATE RESULTS** :-

(₹ in Crores)

	For the year ended 31 st March 2014	For the year ended 31 st March 2013
A. Sales	1315.61	1126.57
B. Other Income	28.99	22.58
C. Gross Contributions	113.49	85.80
D. Expenses		
R.O. Expenses	11.34	10.23
H.O. Expenses	46.10	30.70
Interest	1.10	1.13
	58.54	42.06
E. Provisions		
Depreciation	1.33	0.91
Provision for Doubtful debts	7.79	0.01
Taxation	30.34	15.22
	39.46	16.14
F. Total Expenses	98.00	58.20
G. Net Contribution (C-F)	15.49	27.60

The salient features of the accounts for the year 2013-14 were as under.

During the year 2013-14, the Corporation has achieved sales turnover of ₹ 1315.61 Crores (₹ 1126.57 Cr.) and contribution at Division level ₹ 113.49 Crores (Rs. 85.80 Cr.). The performance of the Corporation during the year 2013-14 has been extremely good with Cash Profit of ₹ 54.95 Crores (₹ 43.74 Crores). So there is 16.78% growth in Sales Turnover during 2013-14 over previous year, while contribution also has increased by 32.27% over previous year. Fertilizer Sales increased by 13.88%. Agro Engineering Activity recorded increased in sales turnover by 10.35% over previous year. Animal Feed sales also decreased in year 2013-14 by 37.89%. Pesticide sales has increased by ₹ 54.09

Crores over 2012-13 which is 143.55%. RO expenses of ₹ 11.34 Crores are marginally on higher side compared to previous year. As regards to HO expenses an increase of ₹ 15.40 Crores is seen mainly due to 6th Pay liability and additional gratuity provision as per Accounting Standard 15 – 'Employee Benefits' (Revised). The accounts for 2013-14 shows Profit After Tax (PAT) at ₹ 15.49 Crores (₹ 27.60 Crores) and Profit Before Depreciation, Interest & Tax (PBDIT) at ₹ 60.13 Crores (₹ 44.86 Crores).

Selling expenses incurred during the year ₹ 7.46 Crores (₹ 5.00 Crores). Better cash management and trade policies vis-a-vis vendors, facilitated Company good trade terms leading to commission and discounts of ₹ 916.53 Lakhs in 2013-14 (₹ 128.65 Lakhs).

2. DIVIDEND:-

While the profit during the year is reasonable and it is necessary to conserve the resources, which are required to finance the capital expenditure and to have sufficient working capital. The Board has desired to pay the dividend of Rs. 5/- per share. The total dividend amount will be ₹ 27.50 Lakhs. (₹ 27.50 Lakhs).

3. REVIEW OF OPERATIONS :-

a) CORPORATION :

The turnover during the year is ₹ 1315.61 Crores as against previous year turnover of ₹ 1126.57 Crores. The performance of major activities of the Corporation is as below.

b) FERTILIZERS DIVISION:-

i) NPK FERTILIZERS:

The production of NPK during the year is 1,90,812 MTs as against 1,96,186 MTs last year. NPK aggregating 2,00,257 MTs of valuing Rs.308.84 Crores were sold during the year as against 1,96,610 MTs of valuing ₹ 265.01 Crores.

ii) STRAIGHT FERTILIZERS AND COMPLEXES:

Straight Fertilizers and Complexes aggregating to 4,10,702 MTs of valuing Rs.486.89 Crores were sold during the year as against 4,44,748 MTs of valuing ₹ 488.20 Crores in the previous year.

c) PESTICIDES DIVISION :

The total sale of Pesticides activity during the year under consideration aggregated to ₹ 91.77 Crores as against the total sales of ₹ 37.68 Crores during the previous year. There is an increase of ₹ 54.09 Crores in sales turnover of the activity during the year 2013-14.

d) AGRICULTURE ENGINEERING DIVISION :-

The performance of Agriculture Engineering Division has been good with sale of ₹.346.88 Crores against previous year sale of ₹ 314.32 Crores. The Company has sold 1349 nos. of Krushivator, an R&D product of the Company. Efforts are taken to control the inventory.

e) ANIMAL FEED DIVISION :

During the year under consideration, 2,736 MTs of Animal Feed was produced as against 4,620 MTs in the previous year. The sales aggregated to 2,474 MTs value ₹ 3.38 Crores as against 4,559 MTs value ₹ 5.49 Crores. In the previous year, several steps have been taken to re-establish Sugras/Mahaagro brand and new premium quality for Sugras Gold as well as Sugras Mumbai special (Mash) has been launched and also several changes were made in the plant to save energy & improve productivity. Outsourcing and custom processing has been taken up to save transport cost. We are now approaching private dealers and milk cooperative societies with custom made products and new packaging, which will help us to increase the sale.

f) NOGA DIVISION :

The sale turnover of this activity is ₹ 8.02 Crores during the year as against ₹ 9.00 Crores in the previous year. Several steps have been taken to streamline the business operations of this division and NOGA is receiving a bulk order for ketchup in sachets and jams and mixed fruit pickle in blister packs from Indian Railways.

4. FUTURE PLANS :-

Keeping in view the changing economic environment in the country, more particularly with regard to the concept of liberalization, it has become necessary to take a fresh look at the Corporation's objectives and activities. In view of this, I propose:-

a) Product Diversifications:

i) The Corporation added Micronutrients like Zinc Sulphate and Ferrous Sulphate in the list of its products. It is also proposed to start trading in new products like water soluble fertilizers, Liquid fertilizers etc. considering the estimated increase in drip / micro irrigation area in near future.

ii) To sign MOU with Punjabrao Krishi Vidyapeeth, Akola and Mahatma Phule Krishi Vidyapeeth, Rahuri for production of Custard Apple Pulper, Wheat Grass Powder Machine and Pneumatic Planter respectively. These items will be produced under MAIDC Brand name through vendors. The Corporation has also proposed to produce Sugarcane Bud Chipper for the open market as well.

iii) Low cost Urea Brequetting Machine has also been developed by us. Necessary Certificate has been obtained from the Agriculture University. This item can be included under proposals for procurement by Commissioner Agriculture. Corporation could also explore the possibility of selling this item to the Primary Agriculture Credit Societies and Farmer Groups in paddy growing areas.

iv) Corporation also considering entering into marketing of fruits and vegetables on a pilot basis as a new activity. This would assist us in reaching out directly to farmers and thereby assist in the sale of our fertilizers, pesticides and animal feed products.

b) Setting up of New Customized Plants :-

i) MAIDC is in process of setting up of Customized Fertilizers plant on PPP model basis at Rahata-Puntamba, Dist. Ahmednagar. The customized Fertilizers concept provide/ stands for fertilizers as per the need of soil/ crop etc. This will help the farmers to lower the fertilizer cost with optimum use of fertilizers and maximize the crop yield.

ii) So far as NOGA is concerned, we have planned to set up PET bottling / Tetra pack facility for juices, squashes and liquid products since cans are no longer acceptable in the retail market. With this facility, we could increase our presence in the market.

iii) Developing R&D infrastructure testing laboratory facilities for various agril implements required under various GOM /GOI schemes at Pachora, Dist. Jalgaon.

iv) Establishment of Agro Engineering Service Centre (AESC) at each taluka level for sales and service to the farmers such as custom hiring centre, storage and distribution of inputs under various GOM / GOI schemes.

c) Restructuring of Corporation:-

i) In the light of ever changing economic environment, it has become necessary for the Corporation to review and restructure its existing activities and business. Accordingly, Corporation is looking to strengthen itself through significant restructure of its present business & products in all respects through -

1. Business stratification.
2. Human Resource Management Development & Automation.
3. Business process redevelopment and automation mainly using the latest IT enabled technology.
4. Financial re-engineering and development of system and packages including MIS and Financial Accounting.

To achieve above, the Corporation is in the process of appointing consultant, who would oversee the process at micro level and would provide basic, cost effective and workable model to achieve the restructuring objectives.

ii) Switching over to fully web based ERP/ SAP system from existing single user Fox base accounting system. The objective behind computerization is to make available accurate and timely data to facilitate various statutory compliances and most importantly to facilitate timely management decisions.

d) Additional Revenue Sources :

Presently the Corporation is indulged into Fertilizers, Pesticides, Agril Engineering, Animal Feed and Food Processing activities. All these activities are allied to the main objective of the Company. It is to see whether Corporation could diversify or undertake viable and most importantly activities which fulfill the requirement of farmers of the state in true sense. The Corporation is explore the possibilities to utilize the available resources for the purpose of creating logistic facilities, construction of Warehouses and such allied activities in near future.

5. WRITTEN OFF OF BAD DEBTS AND WRITTEN BACK OF UNCLAIMED CREDIT BALANCES:

The Company being commercial in nature has to receive & pay certain amount towards transactions undertaken over the period of time. Some of these may be difficult to be received at this point of time or not required to be paid due to various reasons but continue to be shown as asset and liability in the Books of Accounts & as a result presentation may not be fair. Based on prudent accounting principles during the year an amount ₹ 0.07 Crores have been written off & ₹ 0.37 Crores have been written back with net accounting effect of ₹ 0.30 Crores during 2013-14.

As the provision has already been made in the past, there is no effect on Profit & Loss Account of 2013-14.

6. PROVISION FOR DOUBTFUL DEBTS & ADVANCES:

As per the requirement of Accounting Standards & based on policy adopted by the Management the Company had made provision of ₹ 7.79 Crores (₹ 0.01 Crores) during 2013-14 for bad and doubtful debts and advances.

7. DIRECTORS:

The following persons were appointed and retired as Directors on the Board during the Financial Year 2013-14 till the date of adoption of accounts for the year 2013-14.

	FROM	TO
1. Shri Radhakrishna Vikhe Patil, Hon'ble Minister (Agril) & Chairman MAIDC Ltd.	20.11.2010	01.11.2014
2. Shri Eknathrao Khadse Hon'ble Minister (Agril) & Chairman MAIDC Ltd.	02.11.2014	Till date
3. Shri Sanjay Savkare Hon'ble Minister of State (Agril)	11.06.2013	01.11.2014
4. Prof. Ram Shinde Hon'ble Minister of State (Agril)	13.03.2015	Till date
5. Dr. Sudhir Kumar Goel Additional Chief Secretary (Agril.),	01.03.2011	Till date
6. Shri Umakant Dangat Commissioner (Agriculture)	31.12.2011	06.01.2015
7. Shri Vikas Deshmukh Commissioner (Agriculture)	06.01.2015	Till date
8. Shri C.R. Lohi Director, Central Farm Machinery Training & Testing Institute, (GOI)	22.02.2013	Till date.
9. Shri Dinesh Waghmare Managing Director, MAIDC Ltd.	20.09.2012	05.01.2015
10. Shri Arvind Kumar Managing Director, MAIDC Ltd.	09.02.2015	Till date

The Board is pleased to keep on record the valuable guidance extended by all the outgoing Directors.

INDUSTRIAL RELATIONS:

Overall industrial relations remained cordial in all the Units throughout the year. Efforts were taken to resolve long pending issue of application of Pay Commission recommendation to the employees and settling some old pending issues and application of time bound promotion scheme as per Govt. norms.

8. SUBSIDIARY COMPANY:

Pursuant to Sub Section 3 of the Section 212 of the Companies Act, 1956, the account of the subsidiary company viz. M/s. Maharashtra Insecticides Ltd. For the financial year ended on 31st March 2014 and the statements required by Clause (3) of Sub Section (1) are appended.

9. PARTICULARS OF EMPLOYEES:

Particulars of employees under Section 217(2-A)(b)(II) of the Companies Act 1956 read with the rules framed there under is as below.

M.D.'s remuneration during the year (01.04.2013 to 31.03.2014) under consideration is ₹ 14.78 Lakhs.

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

Information pursuant to Section 217 (1) of the Companies Act, 1956 read with the rules framed there under is given in the Annexure forming parts of this Report.

11. DIRECTOR RESPONSIBILITY STATEMENT :-

While preparing the annual financial statement, a Company is adhered to the following :-

- a) In the preparation of the said financial statements, the Company has followed the applicable Accounting Standards, referred to in Section 211(3-C) of the Company's Act 1956.
- b) The Company has followed the said Accounting Standards & has been applying them consistently & has made judgement & estimates that are reasonable, prudent & are in the interest of the Company business, so as to give a true & fair view of the state of affairs of the Company as at March 31st, 2014 & of the profit of the Company for the said period.
- c) The Directors have taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Company's Act, 1956 for safe guarding the assets of the Company and for preventing & detecting fraud & other irregularities.
- d) The Directors have prepared the financial statements on a going concern basis.

12. AUDITORS:

Comptroller and Auditor General of India had appointed M/s. Ford, Rhodes, Parks and Co. Chartered Accountant as Statutory Auditors of the Corporation for the year 2013-14. We are thankful to M/s. Ford, Rhodes, Parks and Co. Statutory Auditors for giving us good cooperation and guidance in finalizing the accounts for the year 2013-14.

13. ACKNOWLEDGEMENT:

The Directors take this opportunity to express their thanks to the Officers and Employees in the Department of Agriculture, Maharashtra State as also in the Ministry of Agriculture, Govt. of India for their help and cooperation. Directors also thank the HDFC Bank, Indian Bank, State Bank of India, Bank of Maharashtra ,Vijaya Bank ,Union Bank and Syndicate Bank for the Services rendered by them. Directors also thank the Principal Accountant General and his Staff for the services, help and Co-operation rendered by them. The Board is also thankful to the Officers and Staff of the Corporation for contributing in productive way to the growth of the Company.

For and on behalf of the Board of Directors.

Eknathrao Khadse
Chairman

MUMBAI

DATED: 23 June, 2015

ANNEXURE

(FORM A)

(See Rule 2)

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY FOR
FERTILIZER DIVISION

A)	POWER & FUEL CONSUMPTION	CURRENT YEAR	PREVIOUS YEAR
		2013-14	2012-13
1.	ELECTRICITY :-		
	a) Unit Consumed/Purchased (Kwh) :	1409557	1594683
	Total Amount (₹)	10727298	11818257
	Rate/Unit (Kwh) (₹)	7.61	7.55
	b) Own Generation		
	Diesel Generator		
	Steam Turbine/Generator		
2.	COAL		
	Consumed (Mts)	2925471	3008475
	Total Amount (₹)	14206284	15551600
	Rate/Unit (Kgs) ₹	4.85	5.16
3.	FURNACE OIL :-		
	Quantity (Kilo Ltrs)	0	65752
	Total Amount (₹)	0	2760865
	Average Rate (₹)	0	41.99
4.	CONSUMPTION PER UNIT OF PRODUCTION: - STANDARD, IF ANY -		
	Coal (Specify Quality)	17.08	17.93
	Electricity	8.88	8.97
	Furnace Oil (Pmt)	0	11.82
	Others (Specify)		
B)	PRODUCTION :-		
	N. P. K.(MTS) (Own)	176164	174125
	N. P. K.(MTS) (Outsourcing)	14648	22061
	TOTAL	190812	196186

ANNEXURE

(FORM A)

(See Rule 2)

FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY FOR
ANIMAL FEED DIVISION

A)	POWER & FUEL CONSUMPTION	CURRENT YEAR 2013-14	PREVIOUS YEAR 2012-13
1.	ELECTRICITY :-		
	a) Unit Consumed/Purchased (Kwh) :-	52896	93538
	Total Amount (₹)	586925	830679
	Rate/Unit (Kwh) (₹)	11.09	15.28
2.	FIREWOOD/FURNACE OIL (L.D.O.)		
A)	Firewood (Kg)	97075	15395
	Total Amount	292202	479446
	Average Rate (₹)(Firewood)	160.04	3.10
B)	L. D. O. Quantity (Ltrs)	87	139
	Total Amount (₹)	2701	4317
	Average Rate (₹) (L.D.O.)	1.48	31.05
	Grand Total (A+B)	294903	483763
3.	CONSUMPTION PER UNITS OF PRODUCTION WITH DETAILS :-		
	UNIT STANDARD, IF ANY		
	Electricity (Kws/Mt)		
	Firewood Mt	23.71	17.53
	Furnace Oil (LDO) Ltrs	53.17	44.01
	Cost (Specify Quality)	0.05	0.004
	Others (Specify)		
4.	TOTAL PRODUCTION (QTY IN MT)		
	Mash	730	1123
	Pallet	1826	3497
	Trading/Grinding	180	522
	TOTAL	2736	5142

ANNEXURE

(FORM A)

(See Rule 2)

FORM FOR DISCLOSURE OF PARTICULARS WITH RECEIPT TO N.F.N. AND BPH CONSERVATION
OF ENERGY FOR FOOD PROCESSING DIVN. (NOGA)

A)	POWER & FUEL CONSUMPTION	CURRENT YEAR 2013-14	PREVIOUS YEAR 2012-13
1.	ELECTRICITY :-		
	a) Unit Consumed/Purchased (Kwh) :-	116333	135414
	Total Amount (₹)	972760	1118965.00
	Rate/Unit (Kwh) (₹)	8.38	8.26
	b) Own Generation		
	Steam Turbine Generator	NIL	NIL
	ii) Steam Turbine/Generator	NIL	NIL
2.	STEAM COAL 'C' GRADE :-		
	Quantity In M. T.	714.010	915.685
	Total Amount	2278328	3893560
	Average Rate/PMT	3190.89	4252.07
3.	FURNACE OIL :-		
	Quantity (Kilo Ltrs)	NIL	NIL
	Total Amount (₹)	NIL	NIL
	Average Rate (₹)	NIL	NIL
4.	CONSUMPTION PER UNIT OF PRODUCTION:		
	STANDARD, IF ANY		
	Electricity (PMT)		
	Coal	77.03	74.97
	Light Diesel Oil	0.473	0.507
	Production At NFN/BPH	1510.18	1806.190

INDEPENDENT AUDITOR'S REPORT

To the Members of
The Maharashtra Agro-Industries Development Corporation Limited

Report on the Financial Statements

We have audited the accompanying financial statements of The Maharashtra Agro-Industries Development Corporation Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2014, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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 notified under the Companies Act, 1956 (the Act) read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and in accordance with the accounting principles generally accepted in India. 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 the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

1. The Company has yet to assess its Single Super Phosphate plant at Rasayani and Jalna, Noga plant at Motibaug and Fodder Block plant at Yavatmal for impairment, which have not been functioning since a long time. In the absence of such an assessment, no provision has been made for impairment on these assets, if any (Refer Note No. 38).
2. Deferred Tax Assets / Liabilities has not been ascertained and accounted by the Company (Refer Note No. 27 (xviii)). In the absence of details, the amount has not been ascertained.
3. The investment in fixed assets for the establishment of processing plant at Morshi of ₹103.58 lakhs which is net of amount financed by the Government of Maharashtra has been shown by the Corporation under Investments instead of as Fixed Assets. Thus, fixed assets have been under stated and investments have been overstated to that extent. (Refer Note No. 30 (a)). Consequently the depreciation charge on these fixed assets has not been accounted since its date of put to use in earlier years. The amount of this depreciation charge has not been ascertained. Further, the revenue expenditure incurred in earlier years after the plant has been put to operation of ₹ 17.60 lakhs have also been added to the investment instead of being expensed out.
4. The Company has invested an amount of ₹ 386.20 lakhs in 14% Cumulative Redeemable Preference shares of M/s Alliance Agro India Ltd in connection with the transfer of Katol project. No dividends have been received by the Company on this investment. The Company has filed a winding up petition against M/s Alliance Agro India Ltd before the Hon'ble High Court. The Hon'ble High Court has appointed an official liquidator to dispose

of the property. In our view, a provision for diminution in the value of investment should have been made by the Company as there are clear indications that this investment is impaired. However, the Company has not ascertained or recognized any such provision in its accounts for reasons stated in Note No. 30 (a).

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in paragraphs 1 to 4 of the Basis for Qualified Opinion, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to:

1. Other long term liabilities include some of the party/customer balances which are shown net of debit balances of ₹ 21.46 lakhs against which credits are yet to be identified (Refer Note No.3).
2. Other long term liabilities include unclaimed liabilities more than 3 years which will be considered for write back after due verification – amount unascertained (Refer Note No.3).
3. Trade payable includes credit balances of various parties of ₹ 866.22 lakhs lying unclaimed over 3 years (Refer Note No.6).
4. Provision for fertilizer purchases as at the year-end has been made of ₹ 629.01 lakhs for F.Y. 2011-12, ₹ 748.87 lakhs for F.Y. 2012-13 and ₹ 728.77 lakhs for F.Y. 2013-14 for want of bills from the parties based on goods received which is subject to verification (Refer Note No.6 and 32).
5. Advance received from Government of Maharashtra and Central Government for various schemes lying unutilized of ₹1327.35 lakhs are subject to confirmation / reconciliation and also audit by the Government departments (Refer Note No.7).
6. Excess expenditure incurred against amount received under certain schemes of ₹ 4.62 lakhs is subject to approval from respective Government Departments. (Refer Note No.7).
7. Rent income of ₹ 20.24 lakhs received from Food Park is reduced from expenses incurred against subsidy received (Refer Note No. 7).
8. Unadjusted subsidies in respect of sale agricultural engineering products received from Government of Maharashtra pending receipt of necessary documentation from the sanctioning authorities (Refer Note No.7 and 31)
9. Interest earned on deposits with bank is shown net of interest paid on amount payable under various government schemes of ₹ 660.78 lakhs, due to this, income as well as expenditure for the year is understated to that extent. (Refer Note No.19).
10. Subsidy of ₹ 10.64 lakhs receivable from NABARD for construction of godown at Wardha has not been accounted for. The capital reserve is understated to that extent. (Refer Note No.30 (e)).
11. The debit/credit balances of Sundry Debtors, Sundry Creditors, Loans and Advances, Amounts due from / payable to Governments are subject to reconciliations / confirmations (Refer Note No.37).

12. The Audit Committee constituted by the Company is not active as required under the Corporate Governance and the Company is not having whole time Company Secretary as required under the Companies Act, 1956. Further Board meeting is also not held within the period stipulated under the Companies Act, 1956. (Refer Note No. 34)

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 purposes of our audit except for the matters described in the Basis for Qualified Opinion paragraph;
 - 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 and proper returns adequate for the purposes of our audit have been received from the branches / units not visited by us;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account and with the returns received from the branches / units not visited by us;
 - d. **except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph**, in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013, **except for**:
 - (i) **Accounting Standard 28 - "Impairment of Assets"**
The Company has not assessed some of its fixed assets for impairment as required under AS 28 'Impairment of Assets' (Refer para. 1 of Basis for Qualified Opinion above).
 - (ii) **Accounting Standard 22 - "Accounting for Taxes"**
Deferred Tax Assets / Liabilities has not been ascertained and accounted by the Company as required under AS 22 'Accounting for Taxes' (Refer para. 2 of Basis for Qualified Opinion above).
 - (iii) **Accounting Standard 10 - "Accounting for Fixed Assets" and AS 13 - "Accounting for Investments"**
The investment in fixed assets for the establishment of processing plant at Morshi of ₹ 103.58 lakhs which is net of amount financed by the Government of Maharashtra has been shown by the Corporation under Investments instead of as Fixed Assets (Refer para. 3 of Basis for Qualified Opinion above).
 - (iv) **Accounting Standard 13 - "Accounting for Investments"**
The Company has not provided for other than temporary diminution in the value of investment in 14% Cumulative Redeemable Preference shares of M/s Alliance Agro India Ltd as required under Accounting Standard 13 - "Accounting for Investment" (Refer para. 4 of Basis for Qualified Opinion above).
 - e. The provisions of Section 274(1)(g) of the Companies Act, 1956 are not applicable to the Company being a Government Company in terms of Notification No. GSR 829 (E) dated 21st October, 2003, issued by the Department of the Company Affairs, Ministry of Finance, Government of India.

For Ford, Rhodes, Parks & Co.
Chartered Accountants
Firm's Registration No. 102860W

Shrikant Prabhu
Partner
Membership No. 35296

Place : Mumbai
Date : 09 July, 2015

ANNEXURE TO THE AUDITORS' REPORT
The Maharashtra Agro-Industries Development Corporation Limited
(Referred to in our Report of even date)

As required by the Companies (Auditor's Report) Order, 2003 ("the Order"), issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956 ("the Act"), and on the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of the audit, we further report that: -

- 1 (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - (b) The fixed assets of the Company have been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its business. No material discrepancies were noticed on such verification.
 - (c) During the year, the Company has not disposed off a substantial part of its fixed assets so as to affect the going concern status of the Company.
- 2 (a) The stock of finished goods, raw materials, stores and spares have been physically verified by the management at reasonable intervals during the year except for stock lying with third parties for which independent confirmations are obtained..
 - (b) In our opinion and as per the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) In our opinion, the Company has maintained proper records of inventory and the discrepancies between the physical inventory and the book records noticed on physical verification were not material.
- 3 (a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
 - (b) The Company has taken unsecured advance in the nature of loan from its subsidiary, covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was ₹ 571.94 lakhs and the year end balance of the advance was ₹ 571.94 lakhs. Except for this advance, the Company has not taken any loans from companies, firms or other parties covered in the register maintained under Section 301 of the Act.
 - (c) In our opinion, the rate of interest and other terms and conditions on which the above advance has been taken are not, prima facie, prejudicial to the interest of the Company.
- 4 In our opinion and according to the information and explanations given to us, the Company has an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets. **However, in our opinion, the internal control system for the purchase of inventory and sale of goods needs to be strengthened especially in connection with the recording of purchases of trading fertilizers and linking of purchase provisions with consignments received. The internal control system with relation to reconciliation of balances lying in supplier's accounts also needs to be strengthened.** Except for the above, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of continuing failure to correct major weaknesses in internal control.
- 5 (a) On the basis of our examination of the books of account and based on the information and explanations provided by the management, we are of the opinion that the particulars of contract and arrangements that need to be entered into the register in pursuance of Section 301 of the Act have been so entered in the said register.

- (b) In our opinion and according to the information and explanation given to us, the aforesaid transactions in pursuance of contracts and arrangements aggregating in value during the year to more than five lakhs rupees in respect of each party have been made at prices which are reasonable having regard to the prevailing market prices.
6. The Company has not accepted any deposits from the public within the meaning of the directives issued by the Reserve Bank of India and provisions of Sections 58A, 58AA or any other relevant provisions of the Act and the rules framed there under.
7. The Company has an internal audit system in operation. **However, in our opinion, the same needs to be strengthened and scope enhanced to be commensurate with the size of the Company and the nature of business.**
8. We have broadly reviewed the cost records maintained by the Company, as prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956, and are of the opinion that, prima facie, the prescribed cost records have been maintained. We have, however, not made a detailed examination of these records with a view to determine whether they are accurate or complete.
- 9 (a) According to the information and explanations given to us and according to books and records as produced and examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of provident fund, investors education and protection fund, employees' state insurance income-tax, VAT, wealth tax, service tax, custom duty, excise duty, cess and other statutory dues, as applicable, with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed dues payable in respect of provident fund, investors education and protection fund, employees state insurance, income tax, VAT, wealth tax, service tax, custom duty, excise duty, cess and other statutory dues, as applicable were outstanding as at 31st March, 2014 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess that have not been deposited on account of any dispute, other than those mentioned below:

Sr. No.	Name of Statute	Period	Amount (₹ in lakhs)	Forum where dispute is pending
1.	Custom Duty	F. Y. 1985-86, 1986-87 and 2001-02	4.20	Commissioner, Customs and Excise Appellate Tribunal
2.	Excise Duty	F. Y. 1991-92 and 1999-00	13.59	Hon'ble High Court Nagpur
3.	Income Tax	A. Y. 2006-07	10.91	Assessing Officer
4.	Income Tax	A. Y. 2007-08	8.81	Assessing Officer
5.	Income Tax	A. Y. 2010-11	51.31	Assessing Officer
6.	Income Tax	A. Y. 2011-12	87.40	Assessing Officer
7.	Sales Tax	F. Y. 2002-03 to 2004-05	13.86	Jt. Commissioner of Sales Tax Appeals

10. The Company has neither accumulated losses as at 31st March, 2014, nor has it incurred any cash loss during the financial year ended on that date and the immediately preceding financial year.

11. According to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or debenture holders during the year.
12. According to the information and explanations given to us, the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit or a nidhi / mutual benefit fund / society, therefore, the clause 4(xiii) of the Companies (Auditors Report) Order, 2003 is not applicable to the Company.
14. The Company has not dealt or traded in shares, securities, debentures or other investments. Hence the question of maintenance of proper records of the transactions and contracts and making timely entries in the same does not arise.
15. According to the information given to us, the Company has not given any guarantee for the loans taken by others from banks or financial institutions and the question of terms and conditions' being prejudicial to the interests of the Company does not arise.
16. According to the information given to us and records examined by us, the Company has not availed term loans from banks during the year.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we are of the opinion that there are no funds raised on short-term basis.
18. According to the information and explanations given to us, 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, 1956.
19. The Company has not issued any debentures in the current year. Hence the issue of creation of charge does not arise.
20. The Company has not raised money by public issue and hence the question of disclosure by management on the end use of money raised by public issue and its verification does not arise.
21. In our opinion and according to the information and explanations given to us, one fraud amounting to ₹ 12.90 lakhs has been noticed and reported during the year 2005-06. An administrative action has been initiated against the concerned employee.

For Ford, Rhodes, Parks & Co.
Chartered Accountants
Firm's Registration No. 102860W

Place : Mumbai
Date : 09 July, 2015

Shrikant Prabhu
Partner
Membership No. 35296

COMMENTS OF THE COMPTROLLER AND AUDITR GENERAL OF INDIA UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2014

The preparation of financial statements of **'The Maharashtra Agro Industries Development Corporation Limited', Mumbai** for the year ended **31 March 2014** in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619 (2) of the Companies Act, 1956 are responsible for expressing opinion on these Financial Statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body-the Institute of Chartered Accountants of India. ***The Statutory Auditors vide their Audit Report dated 9 July 2015, have expressed Qualified Opinion.***

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 619(3)(b) of Companies Acts, 1956 of the Financial Statements of **'The Maharashtra Agro Industries Development Corporation Limited', Mumbai** for the year ended **31 March 2014**. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records. Based on my supplementary audit, I would like to highlight the following significant matters under Section 619(4) of the Companies Act, 1956 which have come to my attention and which in my view are necessary for enabling a better understanding of the Financial Statement and the related Audit Report.

Comments on disclosure

Notes to Financial Statement

1. Reference is invited to Note No. 14 of the 'Notes to Financial Statement' wherein it is mentioned that sales are made on cash and carry system but does not mention about Credit sales of the Company.

**For and on behalf of
The Comptroller and Auditor General of India**

**Place : Mumbai
Date : 17-11-2015**

**(Sangita Choure)
PRINCIPAL ACCOUNTANT GENERAL
(AUDIT)-III**

REPLY TO COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF THE MAHARASHTRA AGRO-INDUSTRIES DEVELOPMENT CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2014.

Comments	Management reply
<p>Comments on disclosure</p> <p>Notes to Financial Statement</p> <p>1. Reference is invited to Note No. 14 of the 'Notes to Financial Statement' wherein it is mentioned that sales are made on cash and carry system but does not mention about Credit sales of the Company.</p>	<p>Sales are made on cash and carry system. This note is inserted for ageing of debtors that overdue amount is calculated based on date of invoice. It is not indented to be a statement of policy.</p>

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED
BALANCE SHEET AS AT 31st MARCH 2014

(₹ in lakhs)

PARTICULARS	Note No.	AS AT 31.03.2014	AS AT 31.03.2013
		₹	₹
I EQUITY AND LIABILITIES			
1 SHAREHOLDERS FUNDS :			
(a) Share Capital	1	550.00	550.00
(b) Reserves and Surplus	2	13482.70	12668.10
		14032.70	13218.10
2 NON-CURRENT LIABILITIES :			
(a) Other Long-term liabilities	3	2055.81	1878.27
(b) Long-term Provisions	4	966.50	788.30
		3022.31	2666.57
3 CURRENT LIABILITIES :			
(a) Short-term Borrowings	5	1140.12	7600.00
(b) Trade Payables	6	39557.31	52128.37
(c) Other Current Liabilities	7	24516.39	21244.64
(d) Short-term Provisions	8	8090.85	4901.01
		73304.67	85874.02
TOTAL		90359.68	101758.69
II ASSETS			
1 NON-CURRENT ASSETS :			
(i) Tangible Assets	9	2020.49	1726.08
(ii) Intangible Assets	9	0.00	0.00
(iii) Capital work-in-progress	9	109.16	864.67
		2129.65	2590.75
[b] Non Current Investment	10	611.32	611.32
[c] Long Term Loan & Advances	11	972.31	4235.62
[d] Other Non Current Assets	12	0.00	0.00
		1583.63	4846.94

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED
BALANCE SHEET AS AT 31st MARCH 2014

(₹ in lakhs)

PARTICULARS	Note No.	AS AT 31.03.2014	AS AT 31.03.2013
2 CURRENT ASSETS :		₹	₹
(a) Inventories	13	26611.26	46529.35
(b) Trade Receivables	14	18382.50	10274.02
(c) Cash and Bank Balance	15	35199.96	30742.60
(d) Short-term loans and advances	16	4524.59	4864.67
(e) Other current assets	17	1928.09	1910.36
Statement of Significant Accounting Policies	27		
Other Notes to Financial Statements	28-42		
		86646.40	94321.00
TOTAL		90359.68	101758.69

Eknathrao Khadse
Chairman

Arvind Kumar
Managing Director

Dr. Sudhir Kumar Goel
Director

Sunil Patil
General Manager (F&A)

As per our report of even date attached
For Ford, Rhodes, Parks and Co.
Chartered Accountants
Firm Registration No. 102860W

(Shrikant Prabhu)
Partner
Membership No. 35296

Mumbai

Mumbai

Date : 23 June, 2015

Date : 09 July, 2015

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2014

(₹ in lakhs)

PARTICULARS		Note No.	Year ended 31 March, 2014	Year ended 31 March, 2013
			₹	₹
I	Revenue from Operations	18	131561.06	112656.74
II	Other Income	19	2898.63	2257.22
III	Total Revenue (1 + 2)		134459.69	114913.96
IV	Expenses			
	(a) Cost of Material Consumed	20	23563.65	22618.09
	(b) Purchases of Stock-in-Trade	21	78284.05	80838.72
	(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	22	17240.61	(1043.94)
	(d) Employee Benefits Expenses	23	4884.71	4574.34
	(e) Finance Costs	24	109.51	113.28
	(f) Depreciation and Amortisation	9	133.30	90.77
	(g) Other Expenses	25	4473.46	3440.22
	Total Expenses		128689.29	110631.48
V	Profit before Prior Period Items and Tax (3 - 4)		5770.40	4282.48
VI	Prior Period Items - Debit/(Credit) - (Net)	26	903.91	0.00
VII	Profit before Tax (5 - 6)		4866.49	4282.48
VIII	Tax Expense:			
	(a) Current Tax		3033.83	1522.04
	(b) Prior Years Tax Adjustment Debit/(Credit)		283.77	0.02
			3317.60	1522.06
IX	Profit for the Year		1548.89	2760.42

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2014

(₹ in lakhs)

PARTICULARS		Note No.	Year ended 31 March, 2014	Year ended 31 March, 2013
X	Earnings per Equity Share:		₹	₹
	Basic and Diluted Earning per share	41	281.62	501.89
	Statement of Significant Accounting Policies	27		
	Other Notes to Financial Statements	28-42		

Eknathrao Khadse
Chairman

Arvind Kumar
Managing Director

Dr. Sudhir Kumar Goel
Director

Sunil Patil
General Manager (F&A)

As per our report of even date attached
For Ford, Rhodes, Parks and Co.
Chartered Accountants
Firm Registration No. 102860W

(Shrikant Prabhu)
Partner
Membership No. 35296

Mumbai

Mumbai

Date : 23 June, 2015

Date : 09 July, 2015

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.1 "SHARE CAPITAL"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Authorised : 8,00,000 Equity Shares of ₹ 100 each	800.00	800.00
Issued : 5,50,000 Equity Shares of ₹ 100 each	550.00	550.00
Subscribed and Paid Up : 3,00,000 Equity Shares of ₹ 100 each fully paid up to Government of Maharashtra State 2,50,000 Equity Shares of ₹ 100 each fully paid up to Government of India	300.00	300.00
Total	550.00	550.00

Details of Shareholder holding more than 5% Equity Shares:

Name of Shareholders	As at 31.03.2014		As at 31.03.2013	
	Number of shares held	% holding	Number of Shares Held	% holding
Government of Maharashtra	300000.00	54.55	300000.00	54.55
Government of India	250000.00	45.45	250000.00	45.45
Total	550000.00	100.00	550000.00	100.00

Note No.2 "RESERVES AND SURPLUS"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
a) Capital Reserve :		
Balance as per last Balance Sheet .		
-Capital Reserve	20.00	20.00
- Government Grant from Govt. Of Maharashtra	33.70	33.70
- Government Grant from Govt. Of India		
Opening balance	765.30	767.14
Add : Received during the year	25.00	0.00
Less : Adjusted during the year (Refer Note No.9)	724.35	0.00
Less : Written-back as Depreciation on Assets during the year	1.83	1.84
	117.82	819.00
b) Investment Subsidy Reserve:		
Balance as per last Balance Sheet (Refer Note No.10)	20.00	20.00
	20.00	20.00
c) General Reserve :		
Balance as per Last Balance Sheet	11829.09	9100.85
Add : Transferred from Statement of Profit and Loss	1515.79	2728.25
	13344.88	11829.10
d) Surplus in the Statement of Profit and Loss	1548.89	2760.42
Less : Appropriations		
Proposed Dividend (₹ 5 (P.Y. ₹ 5) per share)	27.50	27.50
Tax on Dividend	5.60	4.67
Transfer to General Reserve	1515.79	2728.25
Total Appropriation	1548.89	2760.42
Total	13482.70	12668.10

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.3 "OTHER LONG TERM LIABILITIES"

(₹ in lakhs)

Particulars	AS AT	AS AT
	31.03.2014	31.03.2013
	₹	₹
Deposits from Customers, Suppliers, Contractors and Other Parties *	2055.81	1878.27
Total	2055.81	1878.27

* Subject to Confirmation/Reconciliation and in the absence of complete details the same is considered a Long Term Liabilities.

* Includes old outstanding of more than 3 years for which no claim from the parties are on record and which will be considered for write back after due verification - amount unascertained.

* Shown net of debit balances of ₹21.46 lakhs (P.Y. amount unascertained) against which credits are yet to be identified.

Note No.4 "LONG TERM PROVISIONS"

(₹ in lakhs)

Particulars	AS AT	AS AT
	31.03.2014	31.03.2013
	₹	₹
Provision for Employee Benefits		
Leave Salary Encashment	966.50	788.30
Total	966.50	788.30

Note No.5 "SHORT TERM BORROWINGS"

(₹ in lakhs)

Particulars	AS AT	AS AT
	31.03.2014	31.03.2013
	₹	₹
Working Capital Facilities From Banks		
Secured :		
a) Union Bank (Secured against Pledge of Fixed Deposits)	0.00	1000.00
Unsecured :		
a) Vijaya Bank (Against Guarantee by the Govt. of Maharashtra)	1140.12	6600.00
Total	1140.12	7600.00

Note No.6 "TRADE PAYABLES"

(₹ in lakhs)

Particulars	AS AT	AS AT
	31.03.2014	31.03.2013
	₹	₹
Trade Payables :		
a) Micro, Small and Medium Enterprises	3539.62	1180.33
b) Others*	36017.69	50948.04
Total	39557.31	52128.37

*Trade Payables includes credit balance of various parties of ₹ 866.22 lakhs (P.Y. ₹ 811.60 lakhs) lying more than 3 years. These and other trade payable balances are subject to Reconciliation/ Confirmation.

* Includes Provision made for fertilizer purchases of ₹ 629.01 lakhs (P.Y. ₹ 643.63 lakhs) for F.Y. 2011-12, ₹ 748.87 lakhs (P.Y. ₹ 4669.53 lakhs) for F.Y. 2012-13 and ₹ 728.77 lakhs for F.Y. 2013-14 for want of bills from the parties, based on goods received (Refer Note No.32).

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.7 "OTHER CURRENT LIABILITIES"

Particulars	(₹ in lakhs)	
	AS AT 31.03.2014	AS AT 31.03.2013
Others :	₹	₹
a) Advances from Government for various schemes*	1327.35	1299.89
b) Unutilized Subsidy (Received from Govt. of Maharashtra) Payable **	12457.42	8445.46
c) Advances Received from Customers ***	7410.32	8822.35
d) Advance from Maharashtra Insecticides Ltd.(Wholly owned Subsidiary)	571.94	574.46
e) Interest payable to Government for various schemes****	1904.12	1243.34
f) Statutory liabilities*****	47.32	35.41
g) Employee related liabilities	3.88	3.39
h) Other interest payable*****	24.27	121.36
i) Deposits	22.00	26.00
j) Other liabilities (including regional & divisional offices related)	747.77	672.98
Total	24516.39	21244.64

*The Corporation is appointed as Nodal Agency by the Central and State Governments for disbursement of funds for agricultural purposes under different schemes and the unutilised amount is shown as advances from Government for various schemes. Total amount received is ₹ 32961.08 lakhs (P.Y. ₹ 27514.86 lakhs) out of which total expenditure incurred is ₹ 31633.73 lakhs (P.Y. ₹ 26214.97 lakhs), which is subject to confirmation /reconciliation and also audit by the Government.

*Excess expenditure incurred against amount received under certain schemes of ₹ 4.62 lakhs (P.Y. ₹ 4.62 lakhs) is reduced from the unutilised amounts received under other schemes which is subject to approval from respective Government departments.

*Rent of ₹ 20.24 lakhs (P.Y. ₹ 18.80 lakhs) received in respect of Food Park is reduced from expenses incurred against subsidy received.

** Subject to Confirmation and Reconciliation (Refer Note No.31).

*** Includes credit balances of debtors of ₹ 2941.78 lakhs (P.Y. ₹ 3114.68 lakhs) which is subject to confirmation /reconciliation. Also includes ₹ 4.09 lakhs (P.Y. ₹ 4.09 lakhs) payable to Government over 3 years.

**** Includes interest payable of ₹ 2066.94 lakhs (P.Y. ₹ 1406.16 lakhs) to Government for amounts received under various schemes @ 9% per annum which is subject to confirmation.

***** Includes excise duty payable of ₹ 28.78 lakhs (P.Y. ₹ 20.83 lakhs) on closing stock of manufactured goods.

***** Includes interest payable of ₹ 24.27 lakhs (P.Y. ₹ 17.80 lakhs) to Micro, Small and Medium Enterprises against their outstandings under Micro, Small And Medium Enterprises Development Act, 2006.

Note No.8 "SHORT TERM PROVISIONS"

Particulars	(₹ in lakhs)	
	AS AT 31.03.2014	AS AT 31.03.2013
A) Provision for Employee Benefits:	₹	₹
(i) Bonus	4.77	3.81
(ii) Incentives/Ex-gratia	147.47	163.00
(ii) VI th Pay Revision	4139.74	3989.08
(iii) Leave Encashment	322.16	262.77
iv) Dearness Allowance Revision	0.00	41.54
v) Gratuity***	1594.34	246.01
Total A	6208.48	4706.21
B) Other Provisions		
(i) Proposed Dividend	82.50	55.00
(ii) Tax on Dividend	14.86	9.26
(iii) Taxation	1782.18	128.50
(iv) Wealth Tax	2.83	2.04
Total B	1882.37	194.80
Total (A+B)	8090.85	4901.01

** Payable to retired persons provided on adhoc basis for the period from 1st January 2006 to date of Balance Sheet.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No. 9 Fixed Assets

		(₹ in lakhs)										
Sr. No	Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK		
		Cost as at 1st April, 2013	Additions / Adjustments	Sales / Adjustments	Cost as at 31st March, 2014	Accumulated up to 1st April, 2013	During the year	Deductions / Adjustments	Accumulated up to 31st March, 2014	As at 31st March, 2014	As at 31st March, 2013	
		₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	
A	Tangible Assets											
1	Land : Free Hold	56.31	0.00	0.00	56.31	0.00	0.00	0.00	0.00	56.31	56.31	
	Lease Hold # +	42.57	0.00	0.00	42.57	10.64	0.45	0.00	11.29	31.28	31.73	
2	Buildings On Lease Hold & Free Hold Land*	1460.62	118.67	7.10	1572.19	452.98	37.59	2.88	487.68	1084.51	1007.64	
3	Plant & Machinery	1056.37	131.16	11.92	1175.61	750.08	51.71	9.74	792.05	383.56	306.29	
4	Electrical Installation	103.56	16.70	0.00	120.26	66.75	5.95	0.00	72.70	47.56	36.81	
5	Furniture & Fittings	80.98	30.09	1.12	109.95	74.84	7.81	1.12	81.53	28.42	6.14	
6	Vehicles	343.66	88.88	11.47	421.07	150.14	23.98	11.47	171.66	249.42	184.52	
7	Computers @	158.09	56.10	10.71	203.48	125.28	14.83	10.76	129.36	74.12	32.81	
8	Office Equipments	107.15	7.37	5.78	108.74	74.77	3.86	5.59	73.04	35.70	32.38	
9	Asset Financed out of Capital Grant \$ (Refer Note No.2)	38.62	724.36	724.36	38.62	7.17	1.84	0.00	9.01	29.61	31.45	
	TOTAL (A)	3447.93	1173.33	772.46	3848.80	1721.85	148.02	41.56	1828.31	2020.49	1726.08	
B	Intangible Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	TOTAL (B)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	TOTAL (A+B)	3447.93	1173.33	772.46	3848.80	1721.85	148.02	41.56	1828.31	2020.49	1726.08	
	Previous Year	3221.76	264.26	38.08	3447.93	1665.13	93.06	36.34	1721.85	1726.08	1556.62	
	Capital work-in-progress	864.67	204.17	959.68	109.16	0.00	0.00	0.00	0.00	109.16	864.67	
		864.67	204.17	959.68	109.16	0.00	0.00	0.00	0.00	109.16	864.67	
	GRAND TOTAL	4312.60	1377.50	1732.14	3957.96	1721.85	148.02	41.56	1828.31	2129.65	2590.75	

1) # Represents lease charges written off. 2) \$ Adjusted to capital reserves.

3) * Includes ownership flats (cost ₹ 18.41 lakhs) in Co-Op Housing Societies / Apartment Owner's Association. Sales includes godown building at RO Nanded ₹ 7.10 lakhs (P.Y. ₹ NIL) being land acquired by Municipal Corporation along with the building.

4) @ Sales includes theft of Laptop at HD ₹ NIL (P.Y. ₹ 0.42 lakhs).

5) + In respect lease hold land we have taken 8831.70 sq. mts. land on lease from Government of Maharashtra. Lease period expired in 2007. During the year, Government has proposed an option to purchase the land and the Corporation has opted for the same. The same has been shown as capital commitment (Refer Note No.28 (a)).

6) 5.76 Acres land situated in Savle Deolali village relating to Rasayanti factory is under land acquisition process initiated by Central Railway as letter dt. 16.12.2008. Necessary effect will be given when actual compensation is received.

7) Plant & Machinery having Gross Block of ₹ 278.96 lakhs not in used hence Depreciation for the year is provided on single shift basis.

8) Work in progress includes plant & machinery of ₹ 2.28 lakhs at S.F. Yavatmal lying since long pending for capitalization.

9) Assets having W.D.V. of ₹ 1 each are not in used and are yet to be discarded having gross block of ₹ 163.23 lakhs (P.Y. ₹ 62.77 lakhs).

10) Depreciation includes prior period depreciation of ₹ 10.56 lakhs (net) (P.Y. ₹ NIL lakhs).

11) Free hold land includes commercial land at Jalgaon total area 2125 sq. mtr. is under land acquisition process initiated by local Municipal Corporation. Necessary effect will be given when actual compensation is received

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.10 "NON CURRENT INVESTMENT"

(₹ in lakhs)

Particulars	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
I. IN GOVERNMENT SECURITIES:		
6 Years National Saving Certificates (In the Custody of A.P.O. Authorities)	0.30	0.30
FDR with Commercial Tax Officer Circle Bhopal	0.05	0.05
	0.35	0.35
II. IN EQUITY SHARES:		
A) TRADE, UNQUOTED FULLY PAID UP:		
SUBSIDIARIES (WHOLLY OWNED) :		
1,00,000 Equity Shares of Maharashtra Insecticides Ltd., ₹ 100 each	100.00	100.00
B) OTHER TRADE INVESTMENT:		
25,000 Equity Shares of Maharashtra Organic Manuares Co. Ltd., ₹ 100 each	25.00	
1,816 Equity Shares of Southern Pesticides Corporation Ltd., ₹ 1000 each	18.16	
3,62,750 Equity Shares of Bombay Organic Manuares Co. Ltd., ₹ 10 each	36.27	
	79.43	
Less : Provision for diminution in value of Long Term Investment*	59.43	20.00
(The Corporation has Investment Subsidy Reserve of ₹ 20.00 Lakhs Created during 1985- 86 which is adequate for meeting any possible Loss on these investments)		
3,886 Equity Shares of M/s Alap Cattle Feed Mfg. Co. Pvt. Ltd of ₹ 1 each	0.04	0.04
1 Share of Krushak Bharti Co-op Ltd of ₹ 1,00,000 each	1.00	1.00
1,000 Shares of The Co-operative Stores Ltd. New Delhi of ₹ 10 each	0.10	0.10
14% Cumulative Redeemable Preference Shares of M/s Alliance Agro India (Refer Note No.30 (a))	386.20	386.20
MFFP Morshi (Amravati) Project (Refer Note No.30 (a))	103.58	103.58
	610.92	610.92

* In the opinion of the Management, the investment does not have any value for realisation in the ordinary course of business therefore, the provision has been made.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.10 "NON CURRENT INVESTMENT"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
III. OTHER THAN TRADE INVESTMENT : FULLY PAID		
1 Share of Maharashtra State Co-op Bank Ltd. of ₹ 1,000 each	0.01	0.01
1 Share of Sahakari Audyogik Vasahat Ltd. Pachora, Dist Jalgaon of ₹.1,000 each	0.01	0.01
61 Equity Shares of Co-operative Housing Societies Limited of ₹ 50 each	0.03	0.03
	0.05	0.05
Total	611.32	611.32

Note No.11 "LONG TERM LOAN & ADVANCES"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Unsecured, Considered Good unless otherwise specified		
a) Advances to Agro Advantages* (Considered Doubtful)	230.68	230.68
b) Advances Recoverable in cash or in kind (Includes considered Doubtful of ₹ 678.40 lakhs (P.Y. ₹ 293.43 lakhs))	1469.87	4109.53
c) Advances to Employers	1.50	2.20
d) Deposits (Includes considered Doubtful of ₹ 0.12 lakhs (P.Y. ₹ 0.12 lakhs))	118.68	117.60
e) Advance Tax (net of provisions)	60.78	299.85
	1881.51	4759.86
Less: - Provision for Doubtful Advances	909.20	524.24
Total	972.31	4235.62

* Advance amount paid by the Corporation in organizing Agro Advantage, farmers rally in 1998 has not been received from the Government of Maharashtra. Period of over 17 years has elapsed and hence 100% provision has been made.

Note No.12 "OTHER NON CURRENT ASSETS"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Unsecured		
Claims Receivables (Considered Doubtful)	311.71	0.14
Less: - Provision for Doubtful Advances	311.71	0.14
Total	0.00	0.00

Note No.13 "INVENTORIES"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Consumable Stores	188.66	161.16
Packing Material	245.45	205.83
Raw Material	6291.19	9035.80
Finished Goods	6419.48	6806.71
Bought - Out Products*	13390.43	30205.16
Others Stocks	76.05	114.69
Total	26611.26	46529.35

* Includes old / banned stocks of ₹ NIL (P.Y. ₹ 303.25 lakhs). However the value of stock considered in previous year valuation is ₹ NIL being net realisable value.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.14 "TRADE RECEIVABLE" (₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
Unsecured	₹	₹
Debtors Overdue for more than six months		
Considered Good	1355.86	1206.51
Considered Doubtful	1262.81	1565.16
	2618.67	2771.67
Other Debts		
Considered Good	17026.64	8682.87
	19645.31	11454.54
Less : Provision for Doubtful debts	1262.81	1180.52
Total	18382.50	10274.02

1. Due to computer problem ageing of Debtors cannot be workout correctly. Classification of Debtors / Ageing has been work out to the extent information available.
2. Sales is made on the basis of cash and carry system hence due date is considered from the date of invoice.
3. Debtors includes ₹ 71.29 lakhs (P.Y. ₹ 20.61 lakhs)in respect of which the Corporation holds guarantees from Banks.

Note No.15 "CASH AND BANK BALANCE"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
a) CASH & CASH EQUIVALENT :	₹	₹
i) Cash in hand	0.00	0.00
ii) Short Term Deposit with Bank		
Maturity up to 3 Months	990.00	13398.00
TOTAL (A)	990.00	13398.00
b) OTHER BANK BALANCES:-		
i) Short Term Deposit with Bank		
Maturity More than 3 Months but less than 1 year*	25413.46	4593.70
	25413.46	4593.70
ii) IN CURRENT ACCOUNTS	2865.58	7166.77
iii) IN COLLECTION ACCOUNTS	8866.94	5848.52
(Includes Cheques in Hand ₹ 6045.89 lakhs P.Y. ₹ 3795.63 lakhs)		
Remittances-in-transit	3.88	3.20
(Including old of ₹ 3.20 lakhs (P.Y. ₹ 3.20 lakhs yet to be received)		
	37149.87	17612.20
Less: Credit Balance in current accounts	2939.97	267.66
TOTAL (B)	34209.90	17344.54
c) BALANCE WITH NON-SCHEDULED BANKS		
i) IN CURRENT ACCOUNTS:-		
Sindhudurg Dist. Central Co-op Bank Ltd	0.05	0.05
Maximum Balance of ₹ 0.04 lakhs (P.Y. ₹ 0.04 lakhs)		
ii) IN COLLECTION ACCOUNTS	0.01	0.01
Yavatmal D.C.C. Bank		
(Maximum debit balance of ₹ 0.01 lakhs (P.Y. ₹ 0.01 lakhs)		
TOTAL (C)	0.06	0.06
TOTAL (A+B+C)	35199.96	30742.60

* Includes pledge of Deposits of ₹ Nil (P.Y. ₹ 2000.00 lakhs) against overdraft from Bank

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.16 "SHORT-TERM LOANS AND ADVANCES"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
a) Unsecured, Considered Good		
Loans and Advances to Employees and Others	93.83	203.60
b) Prepaid Expenses	14.89	8.92
c) Balances with Government Authorities		
i) Excise Duty	9.17	46.84
ii) Advance Tax (including TDS)	0.00	0.51
iii) P.L.A. A/c	0.16	3.35
iv) Modvat Credit	0.57	0.57
v) VAT Receivables	4405.97	4600.88
Total (c)	4415.87	4652.15
Total	4524.59	4864.67

Note No.17 "OTHER CURRENT ASSETS"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Unsecured, Considered Good		
a) Interest Receivables *	1834.75	1494.98
b) Claims Receivables	25.56	329.68
c) Other Receivable **	67.78	85.70
Total	1928.09	1910.36

* Includes ₹ 1801.18 lakhs Interest accrued on fixed deposits (Previous Year ₹ 1483.28 lakhs) .

** Interest and Other Expenses incurred in respect of buffer stock of Fertilizer on behalf of Government of Maharashtra of ₹ 10248.95 lakhs (P.Y. ₹ 7891.88 lakhs) upto 31st March, 2014 out of ₹ 10754.96 lakhs (P.Y. ₹ 8392.46 lakhs) received from Government of Maharashtra which is yet to be adjusted and is subject to confirmation.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.18 "REVENUE FROM OPERATION"

Particulars	₹ in lakhs)	
	AS AT 31.03.2014	AS AT 31.03.2013
Sales	₹	₹
A) Manufacturing Products *		
Animal Feed	338.04	548.82
Fertilizer	30883.66	26500.52
Agro Engineering	1066.49	1069.21
Noga	801.97	900.35
Less : Excise Duty on Noga	22.04	18.04
Excise Duty on Fertilizers	873.40	273.81
Total A	32194.72	28277.05
B) Bought-Out Products **		
Animal Feed	3.02	0.00
Fertilizer	56334.61	49625.08
Agro Engineering	33621.84	30359.17
Pesticides	9177.04	3768.19
Other Sales	229.83	177.25
Total B	99366.34	83929.69
Total	131561.06	112656.74

1)* Net of Trade discount of ₹ 560.41 lakhs (P.Y. ₹ 437.04 lakhs).

2)** Net of Trade discount of ₹ 2.97 lakhs (P.Y. ₹ 25.40 lakhs)

3) Sales shown net of VAT .

Sales - Quantitywise break up

Items	Unit	2013-2014		2012-2013	
		Qty.	Value (₹ in lakhs)	Qty.	Value (₹ in lakhs)
1) Manufactured products					
A) Animal Feeds	MT	2601	338.04	4559	548.82
B) Fertilizers	MT	200257	30883.66	196610	26500.52
C) Agro Engineering			1066.49	-	1069.21
D) Noga	MT	1487	801.97	1825	900.35
			33090.16		29018.90
Less :- Excise Duty			895.44		291.85
Total (A)			32194.72		28277.05
2) Bought-Out Product					
Fertilizers	MT	410702	48689.14	444748	48816.41
	LTR	1650		2521	
Gypsum	MT	34185	946.33	6888	171.55
Micronutrient	MT	17459	5973.63	10	607.30
	LTR	0		27240	
Bio Fertilizers	KG	1738679	599.26	67475	26.58
JWMP Kits	NOS	143395	126.58	0	0.00
Pesticides *	MT	1763		1008	
	LTR	1651178	9177.03	686912	3768.18
	NO	4835670		381929	
Agro Engineering			33621.52		30362.42
Others			232.85		177.25
Total (B)			99366.34		83929.69
Total (A+B)			131561.06		112656.74

* Quantities of Pesticide having various size of different units are converted into single unit for comparable purpose.

** Includes quantity Nil (P.Y. 1146 nos) written off during the year due to expired stock.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.19 "OTHER INCOME"

Particulars	(₹ in lakhs)	
	AS AT 31.03.2014	AS AT 31.03.2013
a) Interest Income	₹	₹
From Customers	2.94	4.50
On Advance to Employees	0.38	0.46
On Investment (Deposit With Banks) *	1572.51	1866.74
(Net of Interest Paid ₹ 660.78 lakhs (P.Y. ₹ 231.30 lakhs) on Unutilised Amount Received from Government under Various Scheme)		
On Other Deposits	65.92	1.21
Others (including ₹ 177.30 lakhs Relating to Earlier Years) (Refer Note no. 29)	186.97	0.00
Total A	1828.72	1872.91
b) Rent Received		
From Office Premises	9.15	4.46
From Residential Buildings	4.51	7.69
From Godown	9.05	9.41
Others	5.05	5.58
Total B	27.76	27.14
c) Other Income		
Procurement Expenses Reimbursed by Maharashtra Insecticides Ltd.	15.78	17.71
Cash Discount Received on Purchases	916.54	128.65
Dividend Received	0.20	0.20
Other Receipts **	71.27	205.42
Information Given fees	0.04	0.02
Sundry Balances Written Back	38.32	0.91
Income Relating to Previous Year (Net)	0.00	1.16
Total C	1042.15	354.07
d) Profit/(Loss) on Sale of Assets		
Profit on Sale of Assets (net)	0.00	3.10
Total D	0.00	3.10
Total (A+B+C+D)	2898.63	2257.22

* Subject to Confirmation from Bank.

** Inspection charges of ₹ 52.64 lakhs (P.Y. ₹165.37 lakhs) prior to delivery is a purely reimbursement of expenses incurred by the Corporation. Therefore this has been shown as other income and not as service income since MAIDC has not provided any service to the parties.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No. 20 "COST OF MATERIAL CONSUMED"

(₹ in lakhs)

Particulars	AS AT	AS AT
	31.03.2014	31.03.2013
Opening Stock	₹ 9035.80	₹ 5985.01
Add.: Purchases*	20819.03	25668.88
	29854.83	31653.89
Less : Closing Stock	6291.18	9035.80
Total	23563.65	22618.09

* Include transfer from Fertilizer goods (Trading) under 'BUFFER' Scheme ₹ Nil (P.Y. ₹ 4238.00 lakhs) from the opening stock.

Raw materials consumed - Itemwise breakup

Items	Unit	2013-2014		2012-2013	
		Qty.	Value	Qty.	Value
			(₹ in lakhs)		(₹ in lakhs)
Oil cake	MT	297	49.88	626	111.28
Brans	MT	833	68.49	1810	150.06
Grains	MT	169	19.54	808	58.23
Murate of potash	MT	32751	4577.11	32859	4485.34
Dia Ammonium Phosphate	MT	65690	13235.76	58494	10955.10
Urea	MT	51427	2594.27	52383	2755.45
SSP non K.U.	MT	27597	1352.76	26966	1389.98
Dolomite	MT	20044	304.32	18356	299.05
MAP	MT	1729	270.69	8330	1299.66
Gypsum	MT	29	0.61	48	0.95
Agro Engineering *			513.56	0	536.21
Sugar	MT	431	120.87	570	181.97
Fruits and Vegetables	MT	2108	131.10	2509	159.04
Others *			324.69	0	235.77
TOTAL			23563.65		22618.09

All raw material consumed are of indigenous in current year as well as in previous year.

* Various types of items hence disclosure of quantive details is not feasible.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.21 "PURCHASE OF STOCK-IN-TRADE"

(₹ in lakhs)

Particulars	AS AT	AS AT
	31.03.2014	31.03.2013
	₹	₹
Fertilizers *	30910.59	48385.58
Pesticides	4468.18	3172.95
Feed	2.67	
Agro Engineering	31999.65	28555.61
Noga	7.05	
Bio-Fertilizers	540.90	18.88
Gypsum	906.32	150.76
Micro Nutrient	5621.71	554.94
Bio-Pest	3708.12	0.00
IWMP Agril Kits	118.86	0.00
Total	78284.05	80838.72

*Net of goods transferred to manufacturing unit for captive consumption under Buffer scheme ₹ Nil
(P.Y. ₹ 4238.00 lakhs)

Purchases of Stock-in-Trade - Quantitywise breakup

Purchases	2013-2014			2012-2013	
	Unit	Qty.	Value (₹ in lakhs)	Qty.	Value (₹ in lakhs)
Fertilizers	MT	323341	30910.59	399284	48385.58
	LTR	1520		3171	
Gypsum	MT	34185	906.32	6888	150.76
Micronutrient	MT	17459	5621.71	10	554.94
	LTR			27240	
Bio Fert.	KG	1738679	540.90	67475	18.88
IWMP Agril Kits	NOS	143395	118.86		
Pesticides (Including formulation charges) **	MT	1765	8176.30	1012	3172.95
	LITRE	1665090		696345	
	NOS	4837630		381929	
Animal Feed	MT		2.67		
Agril Engineering products *			31999.65		28555.61
Processed fruit and vegetable Products *		12	7.05	0	0
TOTAL			78284.05		80838.72

* Various types of items hence disclosure of quantative details is not feasible.

** Quantities of pesticide having various size of different units are converted into single unit for comparable purpose.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.22 " CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE"

Particulars	(₹ in lakhs)	
	AS AT 31.03.2014	AS AT 31.03.2013
Inventories at the end of the year :	₹	₹
Finished Goods	6419.47	6806.71
Stock-in-trade	13466.48	30319.85
(Include old gunny bags for sale of ₹ 76.05 lakhs (P.Y. ₹ 114.69 lakhs)	19885.95	37126.56
Inventories at the beginning of the year :		
Finished Goods	6806.71	5413.38
Stock-in-trade	30319.85	30669.24
	37126.56	36082.62
Net (Increase) / Decrease in Inventories	17240.61	(1043.94)

Opening Stock - Quantitywise breakup

Items	Unit	2013-2014		2012-2013	
		Qty.	Value (₹ in lakhs)	Qty.	Value (₹ in lakhs)
Finished goods					
1. Manufactured products					
Animal Feeds	MT	46	6.17	100	9.59
Granulated Fertilizers	MT	50535	6600.92	60795	5195.17
Agril Engineering products *			75.19		82.60
Processed fruit and Vegetable products	MT	116	124.43	135	126.02
TOTAL A			6806.71		5413.38
2. Purchases					
Fertilizers	MT	164403	29873.15	209115	29876.15
Gypsum	MT	-	-	-	-
Micronutrient	MT	0		2	0.30
	LTR	125	20.38	125	
Pesticides **	MT	13	111.89	9	356.52
	LTR	180725		171391	
	NOS	0		1146	
Agricultural Engineering Products *			199.75		269.67
Others			114.68		166.60
TOTAL B			30319.85		30669.24
TOTAL (A+B)			37126.56		36082.62

Opening stock is net after adjusting shortage/excess samples own consumption and stock written off.

* Various types of items hence disclosure of quantive details is not feasible.

** Quantities of pesticide having various size of different units are converted into single unit for comparable purpose.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Closing stock - Quantitywise breakup

Items	Unit	31ST MARCH 2014		31ST MARCH 2013	
		Qty.	Value (₹ in lakhs)	Qty.	Value (₹ in lakhs)
1. Manufactured products					
Animal Feeds	MT	33	4.83	46	6.17
Granulated Fertilizers	MT	50535	6157.02	59979	6600.92
Agri Engineering products			131.06		75.19
Processed fruit and Vegetable products	MT	139	126.56	116	124.43
TOTAL (A)			6419.47		6806.71
2. Purchases					
Fertilizers	MT	77037	13013.15	164403	29873.15
Gypsum	MT	0	0	0	0
Micronutrient	MT	0		62	20.38
	LTR	125		125	
Pesticides *	MT	14	71.14	13	111.89
	LITRE	44212		180725	
	NOS	0		0	
Agri Engineering products			306.14		199.75
Others			76.05		114.68
TOTAL (B)			13466.48		30319.85
TOTAL (A+B)			19885.95		37126.56

Closing stock is net after adjusting shortage/excess samples own consumption and stock written off.

* Include banned stocks of ₹ Nil (P.Y. ₹ 303.25 lakhs) however not valued in the earlier year.

* Quantities of pesticides various size of different units are converted into single unit for comparable purpose.

* Various types of items hence disclosure of quantive details is not feasible.

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.23 "EMPLOYEES BENEFITS EXPENSES"

(₹ in lakhs)

Particulars	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
REMUNERATION TO MANAGING DIRECTOR:		
Salary	14.79	12.18
Leave Salary Contribution	0.81	0.64
Pension Contribution	1.25	2.47
	16.85	15.29
REMUNERATION TO EMPLOYEES:		
Salary, Wages & Bonus *	3213.47	3626.92
Contribution to Provident Fund, Gratuity and Other Funds **	1550.16	820.60
Welfare Expense	99.76	109.54
Staff Training Expenses	4.47	1.99
	4867.86	4559.05
Total	4884.71	4574.34

* Includes adhoc provision for pay revision of ₹ 150.66 lakhs (P.Y. ₹ 617.42 lakhs). Total provision of ₹ 4139.74 lakhs (P.Y. ₹ 3989.08 lakhs) has been made towards VI pay revision.

* Include provision for Ex-gratia/ Bonus ₹ 152.45 lakhs (P.Y. ₹ 166.81 lakhs)

** Includes unfunded provision for gratuity expense payable to retired employees of ₹ 71.04 lakhs (P.Y. ₹ 246.01 lakhs)

Note No.24 "FINANCE COSTS"

(₹ in lakhs)

Particulars	AS AT 31.03.2014 ₹	AS AT 31.03.2013 ₹
Interest Expenses on:		
On Overdraft- from Bank	0.30	0.00
On Loan-from Bank	0.33	43.86
On Deposit	15.78	13.05
On Other Loan	93.10	56.37
(Including interest paid to subsidiary company of ₹ 58.72 lakhs (P.Y. ₹ 56.37 lakhs))		
Total	109.51	113.28

MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014

Note No.25 "OTHER EXPENSES"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Manufacturing Expenses :		
Stores and Spares Consumed *	254.32	324.65
Packing Material Consumed*	795.80	842.79
Power and Fuel Consumption	135.06	152.15
Water Charges	16.67	13.48
Repairs and Maintenance		
Plant and Machinery	29.54	19.65
Buildings	244.35	50.20
Other Assets	17.20	26.08
Processing Charges and Other Manufacturing Expenses	723.04	700.22
Selling Expenses :		
Rebates / Discount	39.57	17.99
Commission Paid	147.78	103.66
Advertisement and Publicity	119.23	52.29
Carriage Outward and Other Expenses	439.76	325.64
Establishment Expenses :		
Rent	93.71	82.21
Rates and Taxes	71.31	92.00
Lease Charges	0.45	0.45
Loss on Sale of Fixed Assets (net)	4.10	0.00
Printing and Stationery	31.84	31.53
Postage and Telephone	32.88	29.94
Insurance Charges	53.34	23.39
Vehicle Expenses	101.11	96.52
Bank Charges	2.53	18.46
Legal and Professional Charges	45.77	14.01
Agricultural Research and Development Expenses	2.14	1.56
Travelling and Conveyance :		
Managing Director	7.65	7.50
Director	0.19	0.02
Others	64.24	45.04
Remuneration to Auditors :		
Audit Fees	2.47	2.81
Reimbursement of Expenses	1.39	1.00
Other Office Expenses:		
Other Expenses :	210.59	262.16
Donations	0.00	100.00
Sundry Balance Written Off	6.60	1.33
(Net of Credit Balance ₹ 6.60 lakhs (P.Y. ₹ 1.33 lakhs)		
Doubtful Debts and Advance	778.83	1.49
Total	4473.46	3440.22

* All material consumed are of indigenous in current year as well as in previous year .

Note No.26 "PRIOR PERIOD ITEMS"

(₹ in lakhs)

Particulars	AS AT 31.03.2014	AS AT 31.03.2013
	₹	₹
Expenses:		
Salary and Allowances	1.49	0.00
Sales Tax	136.18	0.00
Gratuity	728.34	0.00
Depreciation	12.44	0.00
Repairs and Maintenance	26.27	0.00
	904.72	0.00
Income:		
Others	0.81	0.00
Total	903.91	0.00

THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.

(₹ in Lakhs)

Cash Flow Statement for the year ended 31 st March 2014	2013-14	2012-13
A. Cash Flow from Operating Activities:		
Net Profit/(loss) before tax and exceptional items	4866.49	4282.48
Adjustment for:		
Depreciation / Amortisation	133.30	90.77
Lease Charges	0.45	0.45
Prior Period Depreciation / Amortisation	12.43	0.00
Interest Expenses	109.51	113.28
(Profit)/Loss on sale of Fixed Assets	4.10	(3.10)
Provision for Doubtful Debts and Advances	778.83	1.49
Dividend Received	(0.20)	(0.20)
	1038.42	202.68
Operating Profit before working capital changes	3904.91	4485.17
(Increase)/Decrease in Trade and Other Receivables	(8520.07)	(2930.10)
(Increase)/Decrease in Inventories	19918.10	(3979.70)
(Increase)/Decrease in Loans and Advances	2978.85	(4519.75)
Increase/(Decrease) in Trade Payables and Other Liabilities	(8005.53)	24609.62
	6371.35	13180.06
Cash generated from operations	12276.25	17665.23
Direct taxes paid (net of refunds)	(1423.55)	(1545.77)
Net Cash from/(used) Operating Activities - A	10852.71	16119.45
B. Cash Flow from Investing Activities :		
Purchase of Fixed Assets	(213.65)	(256.57)
Changes in trade payable for fixed assets	3.05	(5.02)
Proceeds from sale of fixed Assets	2.45	4.84
Acquisition of capital WIP	(204.18)	(12.10)
Purchase of Investment	0.00	(2.33)
Dividend Received	0.20	0.20
Net Cash used in Investing Activities - B	(412.13)	(270.97)
C. Cash Flow from Financing Activities :		
Government Grant from Govt. of India	25.00	0.00
Dividend Paid	0.00	(51.24)
Interest paid	454.18	129.54
Proceeds from Secured loans	(6462.40)	(12420.93)
Net Cash generated / (used in) Financing Activities - C	(5983.22)	(12343.13)
Net Increase/(Decrease) in Cash - (A+B+C)	4457.36	3505.35
Cash & Cash equivalents at the beginning of the year	30742.60	27237.25
Cash & Cash equivalents at the end of the year	35199.96	30742.60

Cash Flow Statement has been prepared based on Indirect Method under Accounting Standard 3 'Cash Flow Statement'

Ek Nathrao Khadse
Chairman

Arvind Kumar
Managing Director

Dr. Sudhir Kumar Goel
Director

Sunil Patil
General Manager (F&A)

As per our report of even date attached
For Ford, Rhodes, Parks and Co.
Chartered Accountants
Firm Registration No. 102860W

(Shrikant Prabhu)
Partner
Membership No. 35296

Mumbai

Mumbai

Date : 23 June, 2015

Date : 09 July, 2015

Appendix 1
Disclosure of Primary Business Segments

2013-14

(₹ In lakhs)

	FERTILIZER		PESTICIDE		AGRO- ENGG.		ANIMAL FEED		NOGA		UNALLOCATED		GRAND TOTAL	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
REVENUE														
External Sale	86564.68	76013.56	9177.03	3768.19	34688.19	31433.93	341.05	548.82	790.10	892.24	0.00	0.00	131561.06	112656.74
Other Income	924.47	141.45	20.29	36.91	57.58	172.08	10.41	11.65	0.54	0.52	1885.34	1895.29	2898.63	2257.90
Total Revenue	87489.15	76155.01	9197.32	3805.10	34745.77	31606.01	351.47	560.47	790.64	892.76	1885.34	1895.29	134459.69	114914.64
RESULT														
Segment Result	7051.43	4799.22	920.46	323.93	1827.10	1983.60	(156.96)	(146.44)	(283.43)	(336.20)	0.00	0.00	9358.60	6624.11
Less : Unallocated corporate exp.											3588.20	2341.63	3588.20	2341.63
Operating Profit	7051.43	4799.22	920.46	323.93	1827.10	1983.60	(156.96)	(146.44)	(283.43)	(336.20)	(3588.20)	(2341.63)	5770.40	4282.48
Prior Period (Income) /Expense	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	(1187.68)	0.00	(1187.68)	0.00
Miscellaneous Expenditure											0.00	0.00	0.00	0.00
Profit/(Loss) before Tax	7051.43	4799.22	920.46	323.93	1827.10	1983.60	(156.96)	(146.44)	(283.43)	(336.20)	(4775.88)	(2341.63)	4582.72	4282.48
Income Tax provision	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3033.83	1522.08	3033.83	1522.08
Balance b/f from last year	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Excess / (Short) provision for	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.02	0.00	0.02
Income tax (earlier years)														
Net Profit/(Loss)	7051.43	4799.22	920.46	323.93	1827.10	1983.60	(156.96)	(146.44)	(283.43)	(336.20)	(7809.71)	(3863.69)	1548.89	2760.42
OTHER INFORMATION														
Segment Assets	41847.66	68076.70	1999.81	1284.22	13157.12	7096.94	889.27	516.97	819.85	967.39	31645.97	36538.10	90359.68	114480.32
Segment Liabilities	36620.22	61412.58	3214.99	1878.18	28628.81	18061.25	67.25	104.87	231.12	170.68	21597.29	32852.76	90359.68	114480.32
Capital Expenditure	135.14	88.16	0.00	0.00	20.45	13.02	13.43	8.73	16.88	13.24	263.09	141.10	448.99	264.25
Depreciation	51.39	39.59	0.00	0.00	4.38	2.83	8.25	3.49	14.65	13.60	54.63	31.27	133.30	90.78

NOTE NO:- 27**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2014.****I) GENERAL**

- a) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Corporation.
- b) The Corporation generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis except in those cases where there is significant uncertainty.

II) INVENTORY VALUATION:

Inventories have been valued on the following basis:

Particulars	Valuation Basis
Raw Materials	Average cost or net realizable value, whichever is lower.
Packing Materials	
Finished goods (manufactured)	At weighted average cost or net realizable value, whichever is lower?
Traded goods	At cost on First in First out basis or Net Realizable Value, whichever is lower.
Semi-finished goods	At average cost.
Consumable stores and loose tools	At average cost.
Used gunny bags and other stock	At estimated value or on the basis of tenders if and when invited.
The stock of finished products for reformulation/reprocessing	At approximate average cost reduced by value of estimated reduction in terms of quality/ ingredients.

III) FIXED ASSETS:

Fixed assets are stated at historical cost, including other expenses for acquisition, installation and registration.

IV) DEPRECIATION:

Depreciation is charged on straight-line method on prorata basis at the rates specified in Schedule XIV to the Companies Act, 1956.

All assets costing ₹ 5000/- or below are depreciated in full by way of one time depreciation charge.

Leaseholds are amortized over the period of lease including the operational period of lease.

V) REVENUE RECOGNITION:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Corporation and the revenue can be reliably measured.

Revenue from sales are recognized when the property in goods & significant risks & rewards relating thereto are transferred to the buyer.

VI) SALES:

Sales are net of VAT. Sales are recorded net of trade discounts, quantity rebates and excise duties. Sales do not include inter divisional transfers.

VII) PURCHASES:

Purchases of Complexes and Straight fertilizers for trading purpose are accounted for on the basis of lifting certificates.

VIII) EXCISE AND CUSTOM DUTY:

CENVAT credit of Excise Duty is accounted for by reducing the purchase cost of the related Raw material. Excise Duty liability on goods manufactured but not cleared has been provided for where ever is applicable.

IX) INCOME AND EXPENDITURE ACCOUNTING:

- a) Except Government Subsidy, Insurance premium, and Lease charges on lease hold land, all material income and expenses are accounted for on accrual basis.
- b) Insurance claim in respect of traded goods is credited to purchase account. Insurance claim in respect of raw materials, manufactured goods and other items is shown under other income in the year in which the event occurs and the claim is lodged. Difference if any, on final settlement of the claim is accounted in the accounting year in which the final settlements take place.

X) INVESTMENTS:

Long Term Investments are stated at cost. Provision for diminution in the value of Long Term investments is made if any, needed.

XI) RETIREMENT BENEFITS:

Retirement benefits are dealt with in the following manner: -

- a) Contributions to Provident, Superannuation and Gratuity Funds are made to recognized funds and charged to Profit and Loss Account.
- b) Contributions to the Gratuity Trust Fund are paid by way of premium under Group Gratuity-cum-Term Assurance Policy with Life Insurance Corporation of India (LIC) as determined by insurer & same is accounted on cash basis.
- c) Leave encashment benefits payable to employees are accounted for on the basis of an actuarial valuation.

XII) RESEARCH & DEVELOPMENT EXPENDITURE:

Revenue expenditure is charged to Profit and Loss Account and Capital expenditure is added to the cost of Fixed Assets in the year in which it is incurred.

XIII) GOVERNMENT GRANTS:

Capital grants relating to specific assets are reduced from the gross value of the Fixed Assets and Capital grants for project Capital subsidy are credited to Capital Reserve, Other revenue grants are credited to Profit and Loss Account or deducted from the related expenses.

XIV) PROVISION FOR BAD & DOUBTFUL DEBTS:

The Corporation has made provision for bad and doubtful debt as under -

100% for debtors outstanding for a period exceeding three years.

25% for debtors outstanding for a period exceeding two years.

10% for debtors outstanding for a period exceeding one year.

In addition to above, each case is individually examined and if found that it is doubtful of recovery, irrespective of age, 100% provision is made.

XV) PRIOR PERIOD ITEMS:

Items of Income and Expenditure, which relate to prior accounting periods, are accounted in the Profit and Loss Account under the head "Prior Years Adjustments" other than those occasioned by events occurring during or after the close of the year and which are treated as relating to the current year.

XVI) CURRENT ASSETS:

Current Assets Loans and Advances stated in the Balance Sheet are recoverable except Doubtful Debtors and Advance to which provision has been made.

XVII) CONTINGENT LIABILITIES:

Contingent Liabilities as defined in Accounting Standard-29 are disclosed by way of notes of accounts.

XVIII) TAXES ON INCOME:

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is not recognized due to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. For this purpose, deferred tax liabilities and assets are reckoned net basis, after inter-set off, for each component of the timing differences.

OTHER NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST MARCH 2014.

28) CONTINGENT LIABILITY NOT PROVIDED FOR:

- a) Capital commitment not provided for ₹ 1868.15 lakhs (P.Y. ₹ Nil)
- b) Claims against the Corporation not acknowledged as debts ₹ 33.17 lakhs (Previous Year ₹ 604.64 lakhs).
- c) The Corporation has appealed the High Court Nagpur/Customs, Excise and Service Tax Appellate Tribunal for reversal of CENVAT credits taken amounting to ₹ 13.59 lakhs (P.Y. ₹ 13.59 lakhs) pertaining to financial year 1991-92 & 1999-00.
- d) The Corporation has appealed to the Commissioner (Appeals), Customs and Excise, Service Tax Appellate Tribunal against the demand for excise duty pertaining to financial year 1985-86, 1986-87 and 2001-02 on preparation of sugar syrup ₹ 4.20 lakhs (P.Y. ₹ 4.20 lakhs).
- e) Sales Tax Demand of ₹ 13.86 lakhs (P.Y. ₹ 13.86 lakhs) disputed by the Corporation for the years 2002-03 and 2003-04.
- f) Income Tax demands of ₹ 29.93 lakhs (P.Y. unascertained) for the assessment years 2010-11 and 2011-12 disputed by the Corporation.
- g) The Income Tax Department has initiated penalty proceedings u/s 271 in respect of Assessment Years 2008-09 and 2009-10. In response, the Corporation has made submissions to drop the penalty proceedings. No liability, if any, can be ascertained at this stage arising out of the penalty proceedings.

- 29)** The Corporation had given an advance of ₹ 29.28 lakhs in earlier years for acquisition of the shares and takeover of the business of M/s Alap Cattle Feed Manufacturing Company Private Limited (Alap). The Corporation also incurred Capital Expenditure for the above business of ₹ 30.35 lakhs (P.Y. ₹ 28.18 lakhs) and revenue expenditure of ₹ 24.44 lakhs in earlier years. The Corporation's civil suit for enforcing the transfer of the shares of the Company in the name of the Corporation or alternative claim for reimbursement of the expenses incurred, was not successful. On a petition filed by the Corporation against this judgment, the Hon'ble High Court set aside the judgment of the civil court and remanded the case back to the learned trial judge. Subsequent to the current financial year, the Corporation has entered into an out of court settlement wherein Alap has reimbursed to the Corporation its claim of ₹ 53.72 lakhs representing the advance paid and the revenue expenditure incurred, along with 18% interest upto the date of settlement. The movable assets funded by the Corporation have been taken over in the year of settlement i.e. financial year 2014-15. Accordingly, the interest receivable for the period upto 31.03.2014, under the settlement, of ₹ 18.70 lakhs has been booked as interest income.

- 30) (a)** The Govt. of Maharashtra has appointed the Corporation as a nodal agency for erection of two multi fruit processing plants at Katol and Morshi. The Corporation had carried out the work at the instance of the Government of Maharashtra.

Out of these two plants, Katol plant had been handed over to M/s Alliance Agro India Ltd. as per Government orders and M/s Alliance Agro India Ltd. issued 14% Cumulative Redeemable Preference Shares of ₹ 386.20 lakhs to the Corporation against its share.

Dividend on the above preference shares have not been received or accounted for since beginning and will be accounted for as and when received. The Corporation has filed winding up

petition against M/s Alliance Agro India Ltd. before Hon'ble High court on 06.08.2010. The Hon'ble High Court has appointed Official Liquidator on 02.08.2012 to dispose-off the property. Pending clarity on the assets available to the Corporation on such liquidation, no impairment on this investment has been recognized in the financial statements.

The Corporation has spent an amount of ₹ 103.58 lakhs (net of adjustments) on Morshi project in earlier years. The same has been shown as investment. The plant is still in the possession and is being operated by the Corporation.

- (b) The Corporation as Nodal agency has also constructed Food Park at Butibori (near Nagpur) to establish common facilities to Food Processing Units located in the Park. Total expenditure incurred (including revenue expenditure) was ₹ 307.05 lakhs (P.Y. ₹ 323.29 lakhs) after adjusting rental income for the year of ₹ 20.24 lakhs (P.Y. ₹ 18.80 lakhs). This net expenditure has been adjusted against the deposit received of ₹ 365.74 lakhs.
- Although the lands are in the name of the Corporation, the civil structure/godowns constructed have not been accounted as fixed assets in the books of the Corporation for want of confirmation.
- (c) The Corporation had completed construction of flower auction house along with its related assets at its Mumbai Goregaon Complex on 26th April, 2010. The amount incurred on its construction of ₹ 831.54 lakhs which was lying in Capital WIP has been capitalized during the year as of that date.
- The grant of ₹ 724.36 lakhs received from The Agriculture and Processed Food Products Export Development Authority (APEEDA) from time to time for meeting the capital cost of this project has been adjusted against the capital cost and the balance cost of ₹ 107.18 lakhs has been capitalized as cost of the flower auction house building.
- (d) Under the Prime Minister's Special Package for Vidharbh Region of Maharashtra. Government of India has sanctioned setting up of Fodder Block manufacturing plants at Yavatmal at an estimated project cost of ₹ 85.00 lakhs. An amount of ₹ 74.37 lakhs is received from Government of Maharashtra and Government of India for the project. Machineries have been erected and trial production taken but commercial production has not started due to poor demand. Total capital expenditure incurred of ₹ 38.62 lakhs (P.Y. ₹ 38.62 lakhs) which has been capitalized but the same assets are not in use and the balance amount of the subsidy of ₹ 35.75 lakhs (P.Y. ₹ 35.75 lakhs) is payable. However, the full amount of Capital Grant is shown under Capital Reserve.
- (e) A godown was constructed in the premises of Wardha fertilizer factory under the NABARD 'scheme for construction of godowns in rural areas'. For this purpose a loan was taken from Indian Bank. A subsidy amount of ₹ 10.64 lakhs is receivable from NABARD under the scheme to be adjusted against the last installment of the loan. As a prudent policy, the subsidy will be accounted for as and when received.
- f) The Corporation has received a claim for ₹ 206.18 lakhs (P.Y. ₹ Nil) from Maharashtra State Road Transport Corporation Limited (MSRTC) for transportation arrangements of farmers during Agro Advantage, 1998 event. The claim has been rejected by the Corporation and the same has been conveyed to MSRTC.
- 31) Other current liabilities includes subsidy received from the Government of Maharashtra of ₹ 12457.42 lakhs (P.Y ₹ 8445.47 lakhs) being subsidy received against sale of agricultural engineering products to farmers. The reconciliation and adjustments of the same against

amounts due lying in debtors is in progress pending receipt of necessary documentation from the sanctioning authorities.

- 32)** The Corporation makes provisions towards purchases of fertilizers of trading division on cumulative receipt basis. The provision is made on a global basis for the difference in the quantity of such material received during the year as compared to the quantity for which individual purchases are recorded in the accounting system. The 'Trade Payables' as at 31st March, 2014 includes such provisions made of ₹ 629.01 lakhs (P.Y ₹ 643.63 lakhs) relating to purchases of F.Y. 2011-12 and ₹ 748.87 lakhs (P.Y ₹ 4669.53 lakhs) relating to purchases of F.Y. 2012-13. The purchase provision for F.Y. 2012-13 is net of ₹ 454.19 lakhs (P.Y ₹ 972.51 lakhs) representing purchases recorded in the accounting system which are yet to be reconciled and linked to material received.

The purchase provision made for F.Y. 2013-14 is ₹ 728.77 lakhs which is net of ₹ 132.25 lakhs representing purchases recorded in the accounting system which are yet to be reconciled and linked to material received.

33) Disclosures relating to post employment benefits

In accordance with Accounting Standard 15 – 'Employee Benefits' (Revised), the Corporation has classified the various post employee benefits provided to the employees as under:

Year ended 31st March, 2014
(₹ in lakhs)

I. Defined contribution plans

a. Provident fund

b. Superannuation fund

c. State defined contribution plans:

- Employers' Contribution to Employee's State Insurance Scheme
- Employers' Contribution to Employee's Pension Scheme 1995

During the year, the Corporation has recognized the following amounts in the statement of profit and loss account

- Employers' contribution to provident fund	237.68
- Employers' contribution to superannuation fund	-
- Employers' contribution to employee's state insurance	4.57
- Employers' contribution to Employee's Pension Scheme 1995	47.17

II. Defined benefit plans

i) Gratuity scheme

Contributions to the Gratuity trust fund are paid by way of premium under Group Gratuity cum Term Assurance Policy with Life Insurance Corporation of India (L.I.C). In accordance with Accounting Standard 15 (Revised), actuarial valuation was performed in respect of the aforesaid defined benefit plan based on the following assumptions:-

Discount rate (per annum)	8%
Rate of increase in compensation levels	8%
Rate of return on plan assets (for funded scheme)	7%

The estimates of future increase in compensation levels takes into account the inflation, seniority, promotion and other relevant factors.

A. Changes in the present value of obligation

Present value of obligation as at beginning of the year	2,142.75
Interest cost	171.42

Current service cost	122.47
Benefits paid	393.52
Actuarial (gain) / loss on obligations	1,010.33
Present value of obligation as at end of the year	3,053.45
B. Changes in the fair value of plan assets	
Present value of plan assets at beginning of the year	1,146.42
Expected return on plan assets	118.18
Actuarial gains and (losses)	-
Contributions	905.07
Benefits paid	393.52
Fair value of plan assets at end of the year	1,776.15
C. Amount recognized in the balance sheet	
Fair value of obligation as at end of the year	3,053.45
Fair value of plan assets as at the end of the year	1,776.15
(Liability) / asset recognized in the balance sheet	(1,277.30)
D. Expenses recognized in the statement of profit and loss	
Current service cost	122.47
Past Service Cost	-
Interest cost	171.42
Expected return on plan assets	118.18
Net actuarial (gain) / loss recognized in the period	1,010.33
Total expense recognized in statement of profit and loss for current period	1,186.04

*Previous year figures are not available.

ii) Leave Encashment:

The Corporation has been accounting for provision on account of leave encashment for existing employees on retirement based on actuarial valuation. During the year, Corporation has accounted expense of ₹ 390.70 lakhs (P.Y ₹ 278.81 lakhs) against such liability.

34) The Corporation has not appointed Company Secretary as required by the Companies Act, 1956. No meeting of Board of Directors has been held as against the four meetings during the year under audit.

35) Segment Reporting

There are primary reportable segments under Accounting Standard 17 issued by ICAI viz. Fertilizers, Pesticides, and Agro-Engineering, Animal Feed and Food Processing Division (NOGA). The segmental information is given in Appendix I.

36) A) Names of the related parties and relationship

- a) Wholly owned Subsidiary: - The Maharashtra Insecticides Limited
b) Key Management Personnel:
i) Shri Dinesh Waghmare I.A.S. Ex-Managing Director

B) [i] Related Party Transactions with wholly owned subsidiary:-

Particulars	Current year (₹ in lakhs)	Previous year (₹ in lakhs)
Purchase of goods	2492.56	2224.45
Interest paid	58.72	56.37
Procurement exp. Reimbursed by MIL	15.78	17.71
Outstanding Balances:		
Loans / Advances Payable	571.94	574.46
Sundry Creditors	461.37	193.13

ii) Remuneration to Managing Director

	Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Salaries	14.78	12.18
Leave salary	0.81	0.64
Pension contribution	1.25	2.47

- 37]** The debit/credit balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to reconciliations / confirmations.
- 38]** The Corporation has yet to assess Single Super Phosphate plants at Rasayani and at Jalna, Noga plant at Motibaug and Fodder Block plant at Yavatmal for impairment of Assets as prescribed by AS-28 issued by ICAI.
- 39]** Cost Audits u/s 233(B) of Company's Act, 1956 for the financial years 2011-12 onwards are yet to be completed.
- 40) Disclosure for operating leases under Accounting Standard 19- "Leases"**
(To the extent information available with the corporation)

(₹ in lakhs)

	Current Year	Previous Year
Disclosure in respect of the agreements entered into after 1st April, 2001 for taking on leave and license / under operating leases the residential / office premises and warehouses, including furniture and fittings therein, as applicable, and machinery, is given below:		
1. Lease payment recognized in the Profit and Loss Account for the year.	93.71	82.21
2) i) Under some of the agreements, refundable Interest free deposits have been given.	-	-
ii) Agreement do not provide for increase in rent.	-	-
iii) Some of the agreements provide for early termination by either party with a notice period, which varies from 15 days to 3 months.	-	-
iv) Some of the agreements contain a provision for its renewal.	-	-
3) Minimum lease payments under the agreements, which are non-cancelable, are as follows: i) Not later than one year Later than one year and not later than five years.	- (Not ascertained)	- (Not ascertained)
4) Lease payment Received – recognized in the Profit & Loss Account	24.96	27.14
Disclosure in respect of Plant and Machinery owned by the Corporation and given on operating lease after 1st April, 2001: Included in Plant and Machinery in Schedule 5 - Fixed Assets, in respect of the aforesaid Plant and Machinery:	Nil	Nil
Gross carrying amount as at the year end	Nil	Nil
Accumulated depreciation as at the year end	Nil	Nil
Depreciation for the proportionate period the Plant and Machinery is given under operating lease.	Nil	Nil

41) Earnings per Share

The Corporation does not have any outstanding dilutive potential equity shares. Consequently, the basic and diluted earnings per share remain the same.

Particulars	C.Y.	P.Y.
a) Profit After Tax (₹ in lakhs)	1548.89	2760.42
b) No. of Shares	550000	550000
c) Basic and Diluted EPS	281.62	501.89

42) Previous year's figures are re-grouped and re-classified wherever necessary to make the same comparable with the figures of the current year.

Eknathrao Khadse
Chairman

Arvind Kumar
Managing Director

Dr. Sudhir Kumar Goel
Director

Sunil Patil
General Manager (F&A)

As per our report of even date attached
For Ford, Rhodes, Parks and Co.
Chartered Accountants
Firm Registration No. 102860W

(Shrikant Prabhu)
Partner
Membership No. 35296

Mumbai

Mumbai

Date : 23 June, 2015

Date : 09 July, 2015

30th
ANNUAL REPORT
2013 - 2014

MAHARASHTRA INSECTICIDES LIMITED

(A Subsidiary Company of THE M.A.I.D.C.Ltd., Mumbai.)
(Govt. of Maharashtra undertaking.)
C-4, MIDC Area, Shivani - Akola - 444 104

CIN : U24210MH1984SGC032856

MAHARASHTRA INSECTICIDES LIMITED
30th ANNUAL REPORT 2013-2014.
DIRECTORS' REPORT

To,
 The Members,
 Maharashtra Insecticides Ltd.,
 Gentlemen,

On behalf of the Board of Directors, I have pleasure in presenting the 30th Annual Report on the working of your Company for the year 2013-2014 together with audited statement of accounts for the year ended 31st March 2014.

1. CORPORATE RESULTS :

Your Company started full-fledged operations from 1-4-1989 on transfer of the Assets and Liabilities of Pesticides Factory, Akola to your Company by MAIDC Ltd. Your Company is in the Twenty Five year of its commercial operations and has achieved the following results.

Particulars	(Rs.in Lakhs)	
	2013-2014	2012-2013
Turnover (Net)	2223.51	2054.02
Profit (+)/Loss (-) before provision for doubtful debts, advances and deferred tax.	24.28	20.05
Provision for doubtful debts and advances	0.00	0.00
Profit(+)/Loss(-) before tax / deferred tax	24.28	20.05
Provision for taxation	12.56	-11.96
Profit(-)/Loss(-) after tax	11.72	8.09
Add:- Deferred Tax	5.06	5.39
Profit(+)/Loss(-)after tax & deferred tax	16.78	13.48

2. DIVIDEND:

During the year the Company has not been able to generate profit to declare any amount towards dividend. Therefore, it is decided not to recommend any dividend on the paid up share capital of the Company for the year 2013-2014.

3. REVIEW OF OPERATIONS:

The production achieved during the year as against the production during the previous year is as under.

Particulars	2013-2014	2012-2013
WDP (MT)	139.204	163.082
EC / WSC (KL)	868.536	690.275
EC Bulk (KL)	0.850	9.808
Granules (MT)	0.00	0.0
Bio-Pest(Tricoderma) (MT)	0.000	0.000

4.FUTURE PLANS :

Your Company is planning to introduce new molecules viz. Atrazine 50%WP, Pendimethalin 30%EC, Imezathyper 10%SL, Emamectin Benzoate 5%SG, to meet the market demand, which shall assist in increasing in the sales turnover thereby improvement in profitability. Your company has already submitted applications to Central Insecticides Board & Registration Committee, Faridabad for registration of these products.

5. DIRECTORS:

The following persons were appointed and retired as Directors on the board during the Financial Year 2013-2014 till the date of adoption of accounts for the year 2013-2014

Sr.No.	Name of Director	From	To
1.	Shri Dinesh Waghmare, I.A.S., M.D.,MAIDC Ltd., Mumbai	20-09-2012	03-01-2015
2	Shri Arvindkumar, I.A.S., M.D.,MAIDC Ltd,Mumbai	09-02-2015	Till date
3	Shri D.B.Kudale, Dy.Secretary to Govt.of Maharashtra Deptt. of Agriculture	01-04-2013	31-07-2013
4	Shri K.Y. Vanjare, Dy.Secretary to Govt.of Maharashtra Deptt. of Agriculture	03-09-2013	Till date
5	Shri D.M. Zende Chief Quality Contol Officer Commissionerate of Agril, M.S., pune.	01-04-2013	Till date
6	Shri B.B. Kamble G.M. (F&A), MAIDC Ltd	01-04-2013	30-06-2013
7	Shri R.S.Baviskar Dy.G.M. (Finance), MAIDC Ltd	01-07-2013	Till date
8	Shri M.S.Babar Dy.G.M. (Pesticides), MAIDC Ltd	01-04-2013	27-09-2013
9	Shri D.B. Mundada Dy.G.M. (Pesticides), MAIDC Ltd	30-01-2014	30-11-2014
10	Shri A.B. Uplenchwar Dy.G.M. (Pesticides), MAIDC Ltd	07-01-2015	Till date
11	Shri M.H.UGE Chief Executive	01-04-2013	Till date

6. INDUSTRIAL RELATIONS:

The overall industrial relations with workers and employees of your Company remained satisfactory throughout the year.

7. PARTICULARS OF EMPLOYEES:

Particulars of employees under Section 217 (2-A) of the Companies Act, 1956 read with the Rules framed thereunder are given in Annexure 'A' to this report.

8. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO :

As provided under Section 217 (1) (e) and rules thereunder, the required information is given in Annexure 'B' to this report.

9. DIRECTORS' RESPONSIBILITY STATEMENT:

While preparing the annual financial statement, a Company is adhered to the following.

1. In the preparation of the said financial statements, the Company has followed the applicable Accounting Standards, referred to in Section 211 (3-C) of the Companies Act, 1956.

2. The Company has followed the said Accounting Standards and has been applying them consistently and has made judgement and estimates that are reasonable, prudent and are in the interest of the Company's business, so as to give a true and fair view of the state of affairs of the Company as at March 31st, 2014 and of the profit of the Company, for the said period.

3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

4. The Directors have prepared the financial statements on a going concern basis.

10. AUDITORS :

The Comptroller and Auditor General of India have appointed M/s. Prashant Lohiya & Associates, Chartered Accountants, Akola as Auditors of the Company for the year 2013-2014. Your Directors are thankful to M/s, Prashant Lohiya & Associates, Akola for the guidance and co-operation given by them from time to time in finalisation of accounts.

11. ACKNOWLEDGEMENT:

Your Directors wish to place on record their sincere thanks for the support and guidance received from the Officers in Agriculture Deptt., Mantralaya, Mumbai, Commissionerate of Agriculture, Govt. of Maharashtra, Pune. Your Directors are also thankful to the Officers and the staff of MAIDC Ltd., for giving guidance and assistance in carrying out the operations of your Company. Your Directors are also thankful for the co-operation extended by the Officers and employees of the Company at all levels.

**For and on behalf of the
Board of Directors,**

Place :- Mumbai.

(Arvindkumar)

Date: :- 15-4-2015

Chairman

ANNEXURE - "A"

**MAHARASHTRA INSECTICIDES LTD.,
C-4, MIDC AREA, SHIVANI-AKOLA.**

STATEMENT OF PARTICULARS OF EMPLOYEES DRAWING AGGREGATE REMUNERATION OF RS.24,00,000/- OR MORE P.A. OR RS.2,00,000/- OR MORE P.M. (IF EMPLOYED FOR PART OF THE FINANCIAL YEAR) FROM 1-4-2013 TO 31-3-2014 AS REQUIRED UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975.

PART I - EMPLOYED THROUGH OUT THE FINANCIAL YEAR

-----NIL-----

PART II - EMPLOYED FOR PART OF THE YEAR

-----NIL-----

ANNEXURE - "B"

Particulars with respect to Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo pursuant to Section 217 (i) (e) of the Companies Act, 1956 forming part of the Directors' Report for the year ended 31st March 2014.

A) CONSERVATION OF ENERGY:

The Company is taking normal precautions for conserving the energy resources. Normally, all these measures form part of the preventive maintenance of its plant and machinery. Hence it is not possible to assess the real impact of these measures on reduction of energy consumption and consequent impact on the cost of production of goods. Since Pesticides Industry is not covered in the list, the information of total energy consumption and energy consumption per unit of production in Form "A" is not given.

B) TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION:

The Company does not have Research and Development activity. Further no new technology has been imported for any of the products.

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company has not exported any goods and earned any Foreign Exchange during the year under report. The Company has not imported any material and no payment is made in Foreign Currency.

To,
The Members,
The Maharashtra Insecticides Limited,

STATUTORY AUDITORS' REPORT

1. We have audited the accompanying financial statements of the **MAHARASHTRA INSECTICIDES LIMITED**, which comprise the Balance Sheet as at **31st March, 2014** and the Statement of Profit and Loss for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

2. Management is responsible for the preparation of these financial statements in accordance with The Companies Act, 1956. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
6. **We report that:**
 1. We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of audit.
 2. In our opinion, the company has kept proper books of accounts as required by the Law so far as appears from our examination of books.
 3. The Balance Sheet and Profit & Loss account dealt with by this report are in agreement of the books of accounts.
 4. In our opinion Profit & Loss Account and Balance Sheet comply with the Accounting Standards Referred to in sub section (3C) of section 211 of the Companies Act, 1956.
 5. Based on the representations made by the Directors of the Company and the information and explanations given to us, none of the Directors of the Company are, prima facie, as at 31st March 2014 disqualified from being appointed as Directors of the Company in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.
 6. That the company is not an investment company within the meaning of sec. 372 or a banking company.

Prashant Lohiya & Associates,
Chartered Accountants,

Lohiya House, Ratanlal Plots, AKOLA 444 005

Phone No. 0724 – 2411139 / 2436246.

Maharashtra Insecticides Limited,Statutory Audit Report31.03.2014.

7. That the loans and advances made by the company have not been shown as deposits.
8. That the personal expenses have not been charged to the revenue accounts of the company.
9. Balance of sundry debtors and creditors are subject to confirmation.
10. Vouchers of some petty cash expenses are not available for verification.
11. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon give the information required by the Companies Act, 1956 and give a true & fair view:
 - i) in the case of Balance Sheet, of the state of affairs of the company as at 31st March, 2014 and
 - ii) in the case of the Profit & Loss Account of the Profit or Loss of the company for the year ending on 31st March, 2014.
12. As required by the Companies (Auditors Report) Order 2003 as amended by the Companies (Auditor Report) (amendment Order) 2004, in terms of section 227(4A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations, given to us we give in "Annexure A", statement on the matters specified in the said order to the extent applicable to the company.

Place: Akola

For Prashant Lohiya & Associates,
Chartered Accountants

Date: 18 APR 2015

P.K. Lohiya...Partner..M.No. 048469.
FRN : 114659W.

ANNEXURE "A"

TO THE AUDITORS REPORT REFERRED TO IN PARAGRAPH 12.

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief we state as under:

(i) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets. The fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification. No substantial part of fixed assets has been disposed off during the year.

(ii) Physical verification of inventory has been conducted at reasonable intervals by the management; and the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.

(iii) The Company has not maintained register under section 301 of the Act 1956. However as informed by the management, Company has Not granted secured or unsecured loans to companies, firms or other parties covered in the register required to be maintained under section 301 of the Act. Except (a) with the holding company disclosed in notes to accounts and (b) computer advance is given to Shri M.H.Uge, the Dy. Manager in charge of Chief Executive as on 31.03.2014 and balance outstanding on the date is Rs.6300/- The Installments are received regularly but interest is not charged as per policy of the company.

(iv) There is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. There is no continuing failure to correct major weaknesses in internal control. Since the entire procurement is through the holding company we have no say for the same.

(v) The Company has not maintained register under section 301 of the Act 1956. The transactions that need to be entered into a register in pursuance of section 301 of the Act have been not so entered. But transactions with related parties are disclosed as part of notes to accounts.

(vi) The company has NOT accepted deposits from the public within the meaning of Companies (Acceptance of Deposits) Rules 1975.

(vii) The company have internal audit system as per the directives and the size and nature of its business.

(viii) The Company has not maintained cost record as required pursuant to the order made by the Central Government under section 209(1)(d) of the company Act. We have not however made a detailed examination of the same.

(ix) (a) The company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-tax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, cess and any other statutory dues with the appropriate authorities. and there are No arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

(b) The Company has disputed dues under various Acts, for which appeals are pending. The same are as per the notes to accounts, which disclose a proper status.

(x) The company has neither accumulated losses as at March 31, 2014 nor has it incurred any cash losses either during the financial year ended on that date or in the immediately preceding financial years.

(xi) The company has NOT defaulted in repayment of dues to a financial institution or bank or debenture holders.

(xii) The company has NOT granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

Maharashtra Insecticides Limited,Statutory Audit Report31.03.2014.

(xiii) The provisions of any special statute applicable to chit fund, nidhi / mutual benefit fund/societies are NOT Applicable.

(xiv) The company is NOT dealing or trading in shares, securities, debentures and other investments.

(xv) The company has NOT given any guarantee for loans taken by others from bank or financial institutions.

(xvi) The Company has NOT availed any term loan hence this clause is Not Applicable.

(xvii) Funds raised on short-term basis have NOT been used for long-term investment and vice versa.

(xviii) The company has NOT made any preferential allotment of shares to parties.

(xix) The Company has NOT issued any debentures.

(xx) The Company has NOT raised money by public issues.

(xxi) No fraud on or by the company has been noticed or reported during the year.

(xxii) The company has availed the benefit of deferred Sales Tax Incentives under the Packages Scheme of Incentives, 1993. The Company was liable to repay the deferred amount starting from 2010-11. The company has so far paid the installments which were due during the year.

(xxiii) The company was manufacturing "Endosulfan" which is banned by the Honourable Supreme Court of India and the matter is still pending before the court. The Company is holding stock of formulated material Endosulfan 49124 liters and technical product for the same at 50 kg and also specific packing material and the same was valued by the company at Rs. Nil on 31st March, 2013 following proper method of valuation for the same.

Place: Akola

For Prashant Lohiya & Associates,
Chartered Accountants

Date: 18 APR 2015

P. K. Lohiya...Partner..M.No. 048469

**ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF
SCHEDULE VI OF COMPANIES ACT, 1956.
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I	Registration Details			
	Registration No.	32856/84		State Code 11
	Balance Sheet Date	31	03	2014
		Date	Month	Year
II	Capital raised during the year (Amount in Rs.lakhs)			
	Public issue	NIL	Right Issue	NIL
	Bonus Issue	NIL	Private Placement	NIL
III	Position of Mobilisation and Development of Funds . (Amount in Rs. lakhs)			
	Total Liabilities	1657.84	Total Assets	1657.84
	Source of Funds			
	Paid-up Capital	100	Reserves & Surplus	1008.11
	Secured Loans	0	Unsecured Loans	63.61
	Deferred Tax Liability	0	Deferred Tax Assets	29.18
	Application of Funds			
	Net Fixed Assets	194.69	Investments	0.02
	Net Current Assets	842.53	Misc. Expenditure	0
	Accumulated Losses	0		
IV	Performance of Company. (Amount in Rs. lakhs.)			
	Turn over (Including other income)	2281.04	Total expenditure	2256.76
	Profit/Loss Before		Profit/Loss After	
	Tax,Deferred Tax	24.28	Tax,Deferred Tax	16.78
	Earnig Per Share in Rs.	16.78	Dividend Rate %	NIL
V	Generic Names of Three Principal Products/Services of the Company. (As per monetary terms.)			
	Item Code No. (ITC Code)			
	Product Description :		Formulated Pesticides	
	Item Code No. (ITC Code)			
	Product Description :		Granulated Pesticides	

For Maharashtra Insecticides Ltd.,

FOR Prashant Lohiya & Associates,
CHARTERED ACCOUNTANTS

(M.H.UGE)
Chief Executive / Director
Akola Date :

P.K. Lohiya,, Partner M.No 048469
Firm Rgn No. 114659W
Place : Akola Date :

COMMENTS OF THE COMPTROLLER AND AUDIOTR GENERAL OF INDIA UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956, ON THE ACCOUNTS OF THE MAHARASHTRA INSECTICIDES LIMITED, AKOLA FOR THE YEAR ENDED 31 MARCH 2014

The preparation of financial statements of '**Maharashtra Insecticides Limited**', Akola for the year ended **31 March 2014** in accordance with the financial reporting framework prescribed under the Companies Act, 1956 is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 619 (2) of the Companies Act' 1956 are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956 based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is state to have been done by them vide their Audit Report dated **18 April 2015**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 619(3)(b) of the Companies Act, 1956 of the financial statements of '**Maharashtra Insecticides Limited, Akola** for the year ended **31 March 2014**. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' report under Section 619 (4) of the Companies Act, 1956.

**For and on behalf of
The Comptroller and Auditor General of India**

**Place : Mumbai
Date : 2-6-2015**

**(Punam Pandey)
PRINCIPAL ACCOUNTANT GENERAL
(AUDIT) - III**

MAHARASHTRA INSECTICIDES LIMITED

**C-4 MIDC Area Shivani, Akola
Balance Sheet as at 31st March, 2014.**

Particulars			Note No.	Amount Rs.	
				As at 31st March, 2014	As at 31st March, 2013
I.	Equity and Liabilities				
	1	Shareholders funds			
	(a)	Share capital	1	10000000.00	10000000.00
	(b)	Reserves and surplus	2	100811299.76	99133400.39
	(c)	Money received against share warrants			
	2	Share application money pending allotment			
	3	Non-current liabilities			
	(a)	Long-term borrowings		0.00	0.00
	(b)	Deferred tax liabilities (Net)	3	0.00	0.00
	(c)	Other Long term liabilities	4	6361406.00	7164176.00
	(d)	Long-term provisions	5	6212275.00	5854525.00
	4	Current liabilities			
	(a)	Short-term borrowings		0.00	0.00
	(b)	Trade payables	6	8067969.16	9104950.24
	(c)	Other current liabilities	7	2078955.42	7365218.42
	(d)	Short-term provisions	8	32251709.00	24130507.00
		Total		165783614.34	162752777.05
II.	Assets				
	1	Non-current assets			
	(a)	Fixed assets	9		
	(i)	Tangible assets		19468800.72	21106255.43
	(ii)	Intangible assets		0.00	0.00
	(iii)	Capital work-in-progress		0.00	0.00
	(iv)	Intangible assets under development		0.00	0.00
	(b)	Non-current investments	10	2000.00	2000.00
	(c)	Deferred tax assets (net)	3	2917986.00	2412379.00
	(d)	Long-term loans and advances	11	59141686.69	59516027.69
	(e)	Other non-current assets		0.00	0.00
	2	Current assets			
	(a)	Current investments		0.00	0.00
	(b)	Inventories	12	28570427.59	49330143.36
	(c)	Trade receivables	13	46234276.25	19313407.00
	(d)	Cash and cash equivalents	14	663328.31	827489.81
	(e)	Short-term loans and advances	15	8785108.78	10245074.76
	(f)	Other current assets		0.00	0.00
		Total		165783614.34	162752777.05
		See Accompanying Notes to the Financial Statements	26	0.00	0.00

**Arvindkumar
Chairman**

**M.H.Uge
Chief Executive**

**A.B. Uplenchwar
Executive Director**

**R.S. Baviskar
Director**

**Place: Mumbai
Date: 15 APR 2015**

**As per Our Report of even date,
For Prashant Lohiya & Associates,
Chartered Accountants,**

**Place : Akola
Date : 18 APR 2015**

**P.K.Lohiya.....Partner M.No. 48469.
Firm Regn No. 114659W.**

MAHARASHTRA INSECTICIDES LIMITED
C-4 MIDC Area Shivani, Akola
Profit & Loss Statement for the year ended on 31st March, 2014.

		Amount Rs.		
Particulars		Note No.	31st March, 2014	31st March, 2013
I.	Revenue from operations	16	222351105.00	205402016.00
II.	Other income	17	5752897.85	5955261.40
III.	Total Revenue (I + II)		228104002.85	211357277.40
IV.	Expenses :			
	Cost of materials consumed	18	132460623.24	110939154.22
	Purchases of Bulk Material	19	17226482.00	41380901.04
	Changes in inventories of F.G., W.I.P. & S.I.T	20	9048005.92	-8433215.12
	Employee benefits expense	21	28271775.00	21861287.00
	Finance costs- Bank Charges	22	2458.75	6095.25
	Depreciation and amortization expense	9	2019945.31	2038655.52
	Other expenses	23	34641896.26	36872934.30
	Total expenses		223671186.48	204665812.21
V.	Profit before exceptional and extra-ordinary items and tax (III-IV)		4432816.37	6691465.19
VI.	Exceptional items- Prior period Items	24	2004597.00	4686268.00
VII.	Profit before extraordinary items and tax (V-VI)		2428219.37	2005197.19
VIII.	Extraordinary Items		0.00	0.00
IX.	Profit before tax (VII-VIII)		2428219.37	2005197.19
X.	Tax expense :			
1	Current tax		1255927.00	1196009.00
2	Deferred tax		-505607.00	-539190.00
XI.	Profit (Loss) for the period from continuing operations		1677899.37	1348378.19
XII.	Profit/(loss) from discontinuing operations		0.00	0.00
XIII.	Tax expense of discontinuing operations		0.00	0.00
XIV.	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		0.00	0.00
XV.	Profit (Loss) for the period (XI + XIV)		1677899.37	1348378.19
XVI.	Earnings per equity share:	25		
1	Basic		16.78	13.48
2	Diluted		16.78	13.48
	See Accompanying Notes to the Financial Statements	26		

Arvindkumar
Chairman

M.H.Uge
Chief Executive

A.B. Uplenchwar
Executive Director

R.S. Baviskar
Director

Place: Mumbai
Date: 15 APR 2015

As per Our Report of even date,
For Prashant Lohiya & Associates,
Chartered Accountants,

Place : Akola
Date :18 APR 2015

P.K.Lohiya.....Partner M.No. 48469.
Firm Regn No. 114659W.

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

Note No.	PARTICULARS	31.03.2014 Amount Rs.	31.03.2013 Amount Rs.
1	SHARE CAPITAL		
	Authorised Share Capital		
	200000 Equity Shares of Rs.100/- each.	20000000.00	20000000.00
	Issued, subscribed & paid up	10000000.00	10000000.00
	100000 Equity Shares of Rs.100/- each.	10000000.00	10000000.00

(i)	Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period				
	Particulars	Equity Shares			
		As at 31 March 2014		As at 31 March 2013	
		Number	Amount	Number	Amount
	Shares outstanding at the beginning of the year	100000	10000000	100000	10000000
	Shares issued during the year	---	---	---	---
	Shares bought back during the year	---	---	---	---
	Any other movement (please specify)	---	---	---	---
	Shares outstanding at the end of the year	100,000	10,000,000	100,000	10,000,000
	(ii)	Details of each shareholder, holding more than 5% of shares			
Name of Shareholder		Equity Shares			
		As at 31 March 2014		As at 31 March 2013	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
MAIDC Ltd (Holding Company)		99993	99.99%	99993	99.99%

[a] 2.	RESERVE & SURPLUS.		
	Surplus i.e. balance in Statement of Profit & Loss		
	Opening balance	99133400.39	97785022.20
	(+) Net Profit/(Net Loss) For the current year	1677899.37	1348378.19
	(+) Transfer from Reserves	0.00	0.00
	(-) Proposed Dividends	0.00	0.00
	(-) Interim Dividends	0.00	0.00
	(-) Transfer to Reserves	0.00	0.00
	Closing Balance	100811299.76	99133400.39
	TOTAL RS.	100811299.76	99133400.39

MAHARASHTRA INSECTICIDES LIMITED, AKOLA

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

Note No.	PARTICULARS	31.03.2014	31.03.2013
		Amount Rs.	Amount Rs.
3	DEFERRED TAX ASSET/LIABILITY		
	Opening Balance of Deferred Tax - Asset / Liability	-2412379.00	-1873189.00
	Profit as per Books before tax	2428219.00	2005197.00
	Add : Depreciation as per Books of Accounts	1996264.00	2014974.00
	Less: Depreciation as per Income Tax Act.	717746.00	2007154.00
	Add : time being Disallow- IT Act - Leave Encashment Provision (net) etc.	357750.00	1737132.00
	Income as per Income Tax (with timing difference)	4064487.00	3750149.00
	Profit as per Books before tax	2428219.00	2005197.00
	Less: Income as per Income Tax Act	4064487.00	3750149.00
	Timing Difference : - Expenditure / Income	-1636268.00	-1744952.00
	Deferred Tax Liability / - Assets @ 30.90% on Timing Diff.	-505607.00	-539190.00
	Closing Balance of Deferred Tax - Asset/ Liability	-2917986.00	-2412379.00

Deferred Tax Asset/Liability is recognised after adjusting Opening Balance of the same. Items of Differences of Permanent Nature are not considered.

4	OTHER LONG TERM LIABILITIES		
(a)	Deferred Payment Liability for Sales Tax Package Scheme of Incentives 1993 - Sales Tax Incentive (Repayable after 10 years from the year of availment in 5 equal inst.)	6361406.00	7164176.00
	TOTAL RS.	6361406.00	7164176.00
5	LONG TERM PROVISIONS :		
	Provision for Employee terminal benefit		
	Leave Enactment	6212275.00	5854525.00
	TOTAL RS.	6212275.00	5854525.00
6	TRADE PAYABLE		
(a)	For Supplies, Goods & Services & Advance/Deposits from Suppliers of Goods, Services & Contractors	8067969.16	9104950.24
	TOTAL RS.	8067969.16	9104950.24
Balances of Trade Payables are subject to confirmation.			
7	OTHER CURRENT LIABILITIES		
(a)	Advances/Deposits from Customers, Suppliers, Contractors	2038469.67	5470468.67
(b)	Other Payables & Provisions	40485.75	1894749.75
	TOTAL RS.	2078955.42	7365218.42
8	SHORT TERM PROVISIONS		
(a)	Provisions for Employee Benefits		
	Pay Arrears & DA Arrears	26109105.00	19678326.00
	For Ex-gratia -	3180000.00	1180000.00
(b)	Others (specify nature).		
(i)	Provision for Income Tax	2682247.00	2582500.00
(ii)	Provision for Excise Duty	258279.00	689681.00
(iii)	VAT Payable	22078.00	0.00
	TOTAL RS.	32251709.00	24130507.00

MAHARASHTRA INSECTICIDES LTD., AKOLA

Note - 9 - OF -NON CURRENT ASSETS - FIXED ASSETS
FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014.

SR.	PARTICULARS	RATE IN %	OP. ORSHE 1.4.2013	ADDITIONS Befre 31/03	DEDUCTIONS Aftre 30/09	DEPRECIATION 2013-14	DISP. UP TO 1.4.2013	DEPREN. 2013-14	DISP. ON DISPOSAL	TOTAL DEPREN.	NET BLOCK 31.03.2013	NET BLOCK 31.03.2014
A. Tangible Assets												
1	Office Building	1.63	2245609.00	0.00	0.00	0.00	70306.66	26584.53	0.00	73991.19	1309372.34	1030017.81
2	Factory Building	3.34	13412423.24	0.00	0.00	0.00	8600959.44	35741.06	0.00	895820.50	4811840.80	4454399.74
3	Godown Building	1.63	3747236.45	0.00	0.00	0.00	1079470.03	61079.96	0.00	1140550.01	2607745.40	2606483.44
4	Workers Rest Room	1.63	304950.00	0.00	0.00	0.00	15856.65	4969.76	0.00	16338.41	14034.33	14154.59
5	Road	1.63	1318591.53	0.00	0.00	0.00	321355.55	21493.06	0.00	343446.61	997235.98	975742.92
6	Plant & Machinery	4.75	2702432.24	84000.00	178861.00	2947983.00	221196333.31	1035835.79	-233245.60	2292225.50	4904883.93	407073.74
7	Electrical Installations	4.75	5930206.56	0.00	0.00	0.00	6354860.03	160802.47	0.00	4517758.80	1261653.33	1075269.86
8	Furniture & Fixture	6.33	8101621.7	0.00	0.00	0.00	762258.71	18392.07	0.00	780650.78	47903.14	29511.39
9	Laboratory Equipments	4.75	3123276.30	0.00	0.00	0.00	2456726.43	103510.84	0.00	2560334.27	666532.87	56042.03
10	Office Equipments	4.75	473200.71	0.00	0.00	0.00	3392446.84	17035.10	0.00	356781.94	134673.87	117138.77
11	Workshop Equipments	4.75	24792.07	0.00	0.00	0.00	24792.07	0.00	0.00	24792.07	0.00	0.00
12	Material Handling Equipments	4.75	11982.00	0.00	0.00	0.00	78929.39	4540.58	0.00	83446.97	40872.61	3632.03
13	Air Conditioning Equipments	4.75	286844.00	0.00	0.00	0.00	21901.00	9444.45	0.00	23345.45	70942.91	6168.46
14	Pollution Control Equipments	4.75	220657.65	0.00	0.00	0.00	107638.46	6191.90	0.00	113250.45	1158991.19	107087.20
15	Fire Fighting Equipments	100	168180.34	87781.00	0.00	0.00	168180.34	2547.45	0.00	183727.79	0.00	8533.55
16	Vehicle	9.5	2150003.00	0.00	0.00	0.00	1603099.51	75611.89	0.00	1859704.40	351910.49	476298.60
17	Electronic Equipments	16.21	1777335.08	12458.50	80928.00	0.00	187921.08	6882.44	0.00	1784117.52	0.00	86503.56
18	Weight Bridge & W. Scales	4.75	218376.00	0.00	0.00	0.00	150075.92	8409.51	0.00	158485.43	66304.08	57894.57
19	Bio-Test Laboratory	4.75	193917.00	0.00	0.00	0.00	47994.45	9211.06	0.00	57209.51	145916.53	138707.49
	Sub Total (A)		65210083.14	184239.00	265776.00	2947983.00	46022364.98	1906364.61	-252346.00	4776287.59	19187665.16	17873889.76
B. Tangible Assets												
	Leasable Land		2249745.00	0.00	0.00	0.00	3311527.73	23981.30	0.00	354834.03	1918922.27	189491.097
	Sub Total (B)		2249745.00	0.00	0.00	0.00	3311527.73	23981.30	0.00	354834.03	1918922.27	189491.097
	GRAND TOTAL (BET. A+B)		67459777.14	184239.00	265776.00	2947983.00	49337692.71	2019945.31	-252346.00	48140221.42	21106285.43	19468800.72

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,2014

Note No.	PARTICULARS	31.03.2014 Amount Rs.	31.03.2013 Amount Rs.
10	NON CURRENT INVESTMENT		
(a)	Investments in Government or Trust Securities (NSC with Sales Tax Shriganganagar)	2000.00	2000.00
	TOTAL RS.	2000.00	2000.00
11	LONG TERM LOANS AND ADVANCES		
(a)	Capital Advances;		
(i)	Secured, Considered good		
(ii)	Unsecured, Considered good		
(iii)	Doubtful		
(b)	Security Deposits;		
(i)	Secured, Considered good	1706337.00	1659130.00
(c)	Loans and Advances to Related Parties		
(i)	MAIDC LTD. (Holding Co.)	57024017.36	57445565.36
(d)	Other Loans and Advances		
(i)	Unsecured, Considered good		
	Electricity Duty Receivable - Claim Receivable	411332.33	411332.33
	TOTAL RS.	59141686.69	59516027.69
12	TRADE RECEIVABLES / SUNDRY DEBTORS		
	For the period of less than 6 months		
	Unsecured, Considered good. MAIDC LTD.	46234276.25	19313407.00
	Total Rs.	46234276.25	19313407.00
	For the period of more than 6 month		
	Unsecured, Considered doubtful.	14277923.37	14277923.37
	Less : Provision for doubtful	-14277923.37	-14277923.37
	Total Rs.	0.00	0.00
	TOTAL RS.	46234276.25	19313407.00
Balances of Trade Receivables are subject to confirmation.			
13	INVENTORIES		
(a)	<u>Raw Materials :</u>		
(i)	Technical Grade	1145629.11	4388549.18
	Auxiliary	2288235.50	3771755.53
(iii)	Work-in-Progress(Semi finished goods)	6922827.92	4169710.31
(iii)	Finished Goods	1738928.66	5355839.19
(iv)	Stores and Spares	1932572.22	2299669.05
(b)	<u>Manufactured Components :</u>		
(i)	Bulk Processed Materials	4060254.65	12244467.65
(ii)	Pending Reformulation Materials	2222942.87	6605569.96
(iii)	Packing Materials	8259036.66	10494582.49
	TOTAL RS.	28570427.59	49330143.36

MAHARASHTRA INSECTICIDES LIMITED, AKOLA

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,2014

Note No.		31.03.2014 Amount Rs.	31.03.2013 Amount Rs.
14	CASH & CASH EQUIVALENTS		
(a)	Balances with Banks		
(i)	State Bank of India, Akola 11125283962	455464.91	534600.41
(ii)	State Bank of India, Lote 11285480251	10964.00	43964.00
(iii)	Syndicate Bank, Akola 5110101000340	101408.40	193153.40
(iv)	Deposit with Syndicate Bank	50000.00	50000.00
(b)	Cash on Hand	45491.00	5772.00
	TOTAL RS.	663328.31	827489.81
15	SHORT TERM LOANS & ADVANCES		
(a)	Others (specify nature).		
(i)	Secured, Considered good		
(ii)	Unsecured, Considered good		
	Advance Recoverable in Cash or in kind or for value to be considered good	743915.50	405769.50
	Interest Receivable	49611.28	74135.26
	Advances to Staff	145381.00	211903.00
	Advance Income Tax And TDS	4498198.00	4492159.00
	<u>Balance with Revenue Authorities-</u>		
	Sales Tax (under protest)	100000.00	100000.00
	MODVAT Adjustable	1104092.00	2438352.00
	Input Tax Credit Adjustable	2143911.00	2522756.00
(iii)	Doubtful		
	Considered Doubtful (Including Advance to Supplier of Lote)	882994.34	882994.34
	Less : Provision for doubtful loans and advances	-882994.34	-882994.34
	TOTAL RS.	8785108.78	10245074.76

In opinion of the Board of Directors, current assets if realized in normal course of business will approximately amount to the value at which they are stated in the Balance Sheet.

In opinion of the Board of Directors, the asset which will realise within 12 months from the reporting date is considered as Current Asset and others are considered as Non Current Asset.

16	SALES		
(a)	Sale of Products		
(i)	Manufacture Products (M.S.)	252401250.00	172879980.00
(ii)	Bulk Processed Products (M.S.)	0.00	60978003.00
(iii)	Other Sales : Scarp	1032941.00	23603.00
	Less: (d) Excise Duty	-31083086.00	-28479570.00
	Total Rs.	222351105.00	205402016.00
17	OTHER INCOME		
(a)	Interest Income (in case of a company other than a finance co.)	5729313.02	5681750.24
(b)	Net gain/loss on sale of Fixed Assets	-30537.40	0.00
(c)	Excess Provision written back		
(d)	Sundry Credit balances written off	0.00	75568.00
(e)	Rent Received	-3.27	-1.84
(f)	Other receipts	12000.00	12000.00
(g)	Bad debt recovered	32125.50	17607.00
(h)	Discount Received	0.00	0.00
	Total Rs.	10000.00	168338.00
		5752897.85	5955261.40

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

Note No.		31.03.2014 Amount Rs.	31.03.2013 Amount Rs.
18	COST OF MATERIALS CONSUMED		
(a)	Opening Stock	14765874.67	6696975.08
	Add : Purchases :	123351556.05	119008053.81
	Less : Closing Stock	5656807.48	14765874.67
	MATERIAL COST OF RAW MATERIAL CONSUMED	132460623.24	110939154.22
19	PURCHASES OF STOCK-IN-TRADE		
(a)	Purchase of Bulk Material	17226482.00	41380901.04
	Total Rs.	17226482.00	41380901.04
20	CHANGE IN INVENTORIES		
(a)	Opening Stock	21770017.15	13336802.03
	Semi Finished Good	4169710.31	529131.58
	Finished Good	5355839.19	10922350.57
	Bulk Processed Materials	12244467.65	1885319.88
(b)	Closing Stock	12722011.23	21770017.15
	Semi Finished Good	6922827.92	4169710.31
	Finished Good	1738928.66	5355839.19
	Bulk Processed Materials	4060254.65	12244467.65
	Change in Inventories Total Rs.	9048005.92	-8433215.12
21	EMPLOYEE BENEFIT EXPENSES		
(a)	Salaries & Wages *		
	(i) Chief Executive	923508.00	693169.00
	(ii) Employees	22212748.00	17781717.00
(b)	Contribution to Superannuation fund	3606800.00	1964935.00
(c)	Contribution to Gratuity fund	834760.00	701682.00
(d)	Medical and Education reimbursement	5700.00	1100.00
(e)	Staff Welfare Exp	688259.00	718684.00
	Total Rs.	28271775.00	21861287.00
	* Salaries and wages include : Salaries, wages, bonus, compensated, absences and all other amounts payable employees in respect of service rendered as per their employment terms under contract of service / employment.		
22	FINANCE COST		
(a)	Interest Expenses	0.00	0.00
(b)	Other Borrowing Cost- Bank Charges	2458.75	6095.25
	Total Rs.	2458.75	6095.25

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,2014

Note		PARTICULARS	31.03.2014	31.03.2013
No.			Amount Rs.	Amount Rs.
23		OTHER EXPENSES		
	(a)	DIRECT/PRODUCTION EXPENSES		
		Stores and Spares consumed	2060170.83	1655958.66
		Packing Materials consumed	21279369.43	24544348.64
		Power and Fuel	845499.00	841216.00
		Water Charges	484480.00	441515.00
		Carriages Inward	11740.00	11773.00
		Factory and Other Manufacturing expenses	2762733.00	1706053.00
		Excises duty	258279.00	689681
		Procurement charges paid to MAIDC	1577887.00	1771010.00
		Repairs and Maintenance Plant and Machinery	87452.00	26475.00
		Repairs & Maintenance Other	107473.00	96535.00
	(b)	ADMINISTRATIVE EXPENSES		
		Office Expenses	1195475.00	1249367.00
		Rates & Taxes	100673.00	90380.00
		Carriage Outward	1619644.00	1577030.00
		Insurance	354270.00	379137.00
		Legal & Professional Charges	80202.00	148790.00
		Advertisement	43600.00	58400.00
		Printing & Stationery	62717.00	63525.00
		Postage & Telegram	71489.00	73270.00
		Vehicle Expenses	381474.00	333547.00
		Travelling Expenses	142512.00	158479.00
		Sales Tax	53.00	281.00
		Other Selling Expenses	1047704.00	889163.00
		Auditor Remuneration	67000.00	67000.00
		Total Rs.	34641896.26	36872934.30
24		Prior Period Items :		
		Purchases	16359.00	-52247.00
		Salaries & Benefits	-4644.00	718583.00
		Manufacturing & Other Expenses	-6118.00	2896.00
		Legal & Professional Charges	-1000.00	1000.00
		Sales Tax / Central Sales Tax	0.00	21036.00
		Employee G.Gratuity Insurance Premium	2000000.00	3995000.00
		Total Rs.	2004597.00	4686268.00

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,2014

Note No.	PARTICULARS	31.03.2014 Amount Rs.	31.03.2013 Amount Rs.
25	EARNINGS PER SHARE (EPS)		
	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	1677899.37	1348378.19
	Average number of equity shares used as denominator for calculating EPS	100000	100000
	Weighted Average number of equity shares used as denominator for calculating DEPS	100000	100000
	Basic Earnings per share Rs.	16.78	13.48
	Diluted Earnings per share Rs.	16.78	13.48
	Face Value per equity share Rs.	100	100

Arvindkumar
Chairman

M.H.Uge
Chief Executive

A.B. Uplenchwar
Executive Director

R.S. Baviskar
Director

Place: Mumbai
Date: 15 APR 2015

As per Our Report of even date,
For Prashant Lohiya & Associates,
Chartered Accountants,

Place : Akola
Date :18 APR 2015

P.K.Lohiya.....Partner M.No. 48469.
Firm Regn No. 114659W.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014.

Particular	2013-14		2012-13	
	Rupees	Rupees	Rupees	Rupees
(A) CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit Before Tax		2,428,219		2,005,197
Depreciation & Amortisation	2,019,945		2,038,656	
Loss on Sales of Fixed Assets	30,537		-	
Vat & Excise Duty Paid	-		(2,046,156)	
Provision For Ex-gratia	2,000,000		1,180,000	
Provision For Leave Encashment	357,750		1,737,132	
Provision For Pay Arrears & DA Arrears	6,430,779		(2,088,152)	
Provision for Excise Duty	280,357	11,119,368	689,681	1,511,161
Operating Profit Before Working Capital Changes		13,547,587		3,516,358
Adjustments for Working Capital Changes :				
Trade Payables and Other Current Liabilities	(6,323,244)		9,417,072	
Inventories	20,759,716		(14,088,457)	
Trade Receivables	(26,923,273)	(12,486,801)	6,583,897	1,912,512
CASH FLOW FROM OPERATIONS		(1,060,786)		5,428,870
Income Tax Paid during the year		(1,162,219)		(3,277,919)
ACTIVITIES (A)		(101,433)		2,150,951
CASH FLOW FROM INVESTING ACTIVITIES				
Pur. of Fixed Assets and additions in CWIP	(444,028)		(1,781,948)	
Proceeds from sale of fixed assets	31,000		-	
Movement in Loans and Advances	376,745		828,949	
Short term loan & Advances	776,324		1,140,054	
NET CASH USED FOR INVESTING ACTIVITIES (B)		740,041		187,055
(C) CASH FLOW FROM FINANCING ACTIVITIES:-				
Repayment of other long-term Liability	(802,770)		(2,567,094)	
Interest paid on Loan	-		-	
Share Warrant Money Received	-		-	
NET CASH GENERATED FROM FINANCING ACTIVITIES (C)		(802,770)		(2,567,094)
CASH GENERATED DURING THE YEAR (A+B+C)		(164,162)		(229,088)
Cash & Cash Equivalent at the beginning of the Year		827,490		1,056,578
Cash & Cash Equivalent at the end of the Year		663,328		827,490

As per our report of even date
For Prashant Lohiya & Associates,
Chartered Accountants
FRN : 114659W

For and On behalf of the Board

M.H.Uge... Director

P.K.Lohiya (Pratner)
Membership No. 048469
Place : Akola.
Date : 18 APR 2015

Place : Mumbai
Date : 15 APR 2015

MAHARASHTRA INSECTICIDES LIMITED, AKOLA.
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

NOTE NO. 26 : ACCOUNTING POLICIES & NOTES :

1. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

The financial statement are prepared under the historical cost convention on accrual basis and is in accordance with generally accepted accounting principles and complying with the accounting standard referred to in Section 211(3C) of the companies Act 1956.

b) Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Cost includes taxes and duties (but does not include excise duty for which CENVAT credit is available), freight, installation cost and other direct expenses incurred towards acquiring fixed assets.

c) Depreciation

Depreciation on fixed assets other than leasehold land which is being amortised over the period of lease, has been provided on straight line method at the rates specified in the Schedule XIV of the Companies Act 1956. Depreciation on addition / deletion of asset during the year is provided on pro-rata basis.

d) Investments

Investments are stated at cost.

e) Inventories.

Inventories are valued AS PER Accounting Standard issued by ICAI on inventories and details of the same are as under:-

- i) Raw materials, Packing materials and consumable stores - At cost on weighted average basis. Cost includes purchase price, freight and other direct expenses.
- ii) Stock-in-process - At raw material content value.
- iii) Finished Goods - At cost or Net realizable value whichever is less. As regards stock of finished goods at depots, transportation and storage expenditure are excluded. Cost includes material, direct labour, overheads and excise duty other than selling and distribution overheads. Excise duty on goods manufactured by the Company and lying in inventory is included as part of valuation of finished goods.
- iv) Closing stock of leakage / damage material and materials received for reformulation is valued at raw material content.

f) Revenue recognition

Sales are recognised on the basis of invoices and are shown net of returns and are inclusive of excise duty and exclusive of MVAT.

g) Retirement benefits

In respect of gratuity, the Company is contributing from 01.04.1989 to Group Gratuity cum Life Assurance (cash accumulation) scheme which is charged against revenue every year. In respect of Provident fund, the Company is regularly contributing to approve Trust fund/ Commissioner of Provident fund. In respect of earned leave, encashment benefits payable to employees are accounted for on the basis of an actuarial valuation.

h) Taxes on Income

Current tax is determined as the amount of deferred tax payable in respect of taxable income for the year. Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

2. CONTINGENT LIABILITY:-

No provision is made for liabilities, which are contingent in nature, but if material, these are disclosed by way of notes.

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. NIL (Previous year Rs. NIL)
 - b) In view of the order of Asstt. Commissioner of Central Excise, Division Amravati No 55/94 issued on 14/11/94 the Company was not required to pay Excise Duty w.e.f 15/11/94 since the activity of dilution of pesticides does not amount to manufacture. However, a show cause notices No. V(38)/5-363/95 Adj/20122 dated 15.09.95 issued by Commissioner of Central Excise Duty amounting to Rs.641140.17 for the F.Y 1994-95 and Rs.19872495.34 for the F.Y 1995-96 on the entire sales during the period from 15-11-94 to 12-09-95 onwards. The Company has challenged this action of the Central Excise Department under Writ Petition No 1088/96 filed before Nagpur Bench of Hon'ble Mumbai High Court.
 - c) The sales tax assessment of the Company has been completed upto F.Y. 2004-2005. However the Company has received demand for Rs. 7,78,453/- for F.Y. 1994-95 from Dy. Commissioner of Sales Tax (Admn), Nagpur for which the Company had preferred an appeal before the Maharashtra Sales Tax Tribunal, Mumbai by making part payment of Rs. 1,00,000/- in protest. The appeal is decided in favor of the Company.
 - d) An amount of Rs.1,53,635/- has been deposited in High Court, Nagpur Bench in respect of suit filed by M/s. Deshmukh Printers, Akola for Rs.2,53,645.58 for claiming damages against the Company since they were not awarded contract for printing of leaf lets.
- 3.** The total issued & paid up capital is of Rs.1,00,00,000/- (Previous year Rs.1,00,00,000/-) out of which capital of Rs.700/-, held by nominees of MAIDC and capital of Rs. 99,99,300/- by MAIDC Ltd.
- 4.** a) The Company makes 100% provision for debtors wherein transactions with the party are stopped and legal proceeding is started irrespective of outstanding period. Also, the Company makes 100% provision in respect of advances outstanding for a period exceeding three years. For Debtors & advances outstanding more than one year and two years, the Company makes ad-hoc provision @ 10% and 25% respectively.
- b) The Balances of Sundry Debtors, Sundry Creditors, loans & advances are subject to reconciliation and confirmation, however the Company has sent balance confirmation letters to them, the response of which is awaited.

5. In the opinion of the Board of Directors, current assets, loans & advances are approximately of the value stated, if realized in ordinary course of business barring /- Rs.1,51,60,917.71/-which are considered as doubtful previous year (Rs. 1,51,60,917.71). Provision for Doubtful debts and Advances has been made at Rs. 1,51,60,917.71/- (Previous year Rs.1,51,60,917.71). Further provision for all known and determined liabilities is adequate and not in excess of the amount reasonably required.

6. a) Total amount due to Small Scale Industrial Undertakings of which amount outstanding for more than 30 days, exceeding Rs.1,00,000/- is Nil. The said information has been compiled with reference to records available with the Company.

b) The Company has not received any intimation from the suppliers regarding their status under Micro, Small and Medium Enterprises Act, 2006 and hence disclosure, if any, relating to amounts unpaid as at the year end together with interest paid or payable as required under the said Act has not been given.

7. The purchases of raw materials, packing materials, capital goods and civil works are monitored by the Holding Company i.e M.A.I.D.C. Ltd. The entire sale within Maharashtra State is made to Holding Company, while sales out of Maharashtra are monitored by the Holding Company. Sales prices are fixed on input cost basis under the guidance of Holding Company from time to time.

8. The Company is following financial instructions of the Holding Company, MAIDC Ltd. All rules and regulations and policies are framed by the Holding Company.

9. One of the raw materials, technical grade i.e Quinolphos Technical supplied by M/s Arlab Limited, Mumbai since found of deteriorated standard by the management, the finished product thereof was withdrawn from the market during the F.Y 1993-94 and 1994-95. The cost of such deteriorated material amounted Rs 26.03 lacs. The Management has filed the Civil Suit in the Mumbai High Court against M/s. Arlab Ltd., praying the recovery of Rs.38,15,125/- towards the cost and interest in this respect. The specific liabilities are yet to be fixed.

10. The stock of finished goods, stores & spares, raw materials, work in progress have been physically verified by the Management at the year end and there are no major differences and some minor differences which are noticed have been reconciled.

11.a) Total debtors outstanding for more than 3 years period wherein transactions with the party are stopped and legal proceeding is started aggregating to Rs.1,42,77,923.37 for which the Company has made 100% provision totalling to Rs.1,42,77,923.37 (Previous year Rs.1,42,77,923.37). Adhoc provision @ 25% for debtors outstanding for more than two year not exceeding three years has been Rs.NIL. (Previous year Rs NIL).

b) The total Advances outstanding for more than 3 years aggregating to Rs. 8,82,994.34 or which the Company has considered 100% doubtful and accordingly provision at 100% for these advances has been made. (Previous year Rs.8,82,994.34). Adhoc provision @ 25% for Advances outstanding for more than Two year not exceeding three years has been Rs.NIL (Previous year Rs NIL).

12. The Company has made provision of Rs. 10.81 Lakhs for Ex-gratia (Sanugruh Anudan) Bonus to employees for the year 2013-14 (Previous year Rs.11.80 Lakhs). As per Payment of Bonus Act, the amount comes to Nil since all the employees are working above the minimum limit.

13. Deferred Tax Liability/ Asset for current year has been adjusted against Deferred Tax Asset and net difference of Rs. 505607/- has been shown as reverse tax effect in Profit and Loss Account.

Deferred Tax Assets	As at 31-3-2014	As at 31-3-2013
As per last Balance Sheet	24,12,379	18,73,189
Add – Provision	5,05,607	5,39,190
Net deferred tax Assets	29,17,986	24,12,379

14. Related Party Transaction:

Name of the related parties and relationship

a) Maharashtra Agro Industries Development Corporation Limited (Holding Company)

Sr. No.	Particulars	Previous year	Current Year
		Rs. In lakhs	Rs. in lakhs
1.	Sale of goods	2524.01	2338.58
2.	Procurement expenses reimbursed to MAIDC	15.78	17.71
3.	Receivables from MAIDC	1032.58	767.59

b) Remuneration to Chief Executive / Director

1			
	Shri M.H.Uge		
1	Salary	9.24	6.93
2	PF/FPF Contribution	0.96	0.74
3	Perquisites	0.06	0.01
4	Computer Advance outstanding	0.06	0.09

15. The Company was manufacturing Endosulfan which is banned for sale / manufacture by the Honourable Supreme Court of India, vide saty order dated 13/05/2012. The matter has been since been pending before the apex court. The Company holds stock of formulated Endosulfan, 49124 liters which was valued by the company on 31st March, 2012 at Rs. 76.98 lakhs. While technical product of 50 kg costing Rs. 0.11 lacs and specific packing material for the same was valued at Rs. 68.32 lakhs which after user remained at Rs. 56.47 lakhs. The matter is still pending before the apex court. The material has already expired and the packing material can not be reworked – reused and hence the net realizable value of the same has been considered at NIL in previous year.

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

16. Information pursuant to the provisions of paragraphs 3,4(c) & 4(d) of Part II of Schedule VI to the Companies Act, 1956. (As Certified by Management.)

QUANTITATIVE DETAILS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

Class of Goods	Description	Units	2013-14		2012-13	
			QTY	Value	QTY	Value
		UNIT				
a) Particular of capacity						
Licensed Capacity :						
(In terms of technical for all types of formulations)						
Technical Formulated Pest.	D.P.	MT	0.00		0.00	
Installed capacity [In terms of formulated pesticides]						
Formulated Pesticides						
D.P.	D.P.	MT	0.000		0.000	
W.D.P.	W.D.P.	MT	0.000		0.000	
E.C.	E.C.	KL	2250.000		2250.000	
Granuals Pest		MT	1800.000		1800.000	
Technical Pest		MT	100.000		100.000	
(Produced at Lote T.P.P)						
b) Particulars in respect of Production						
Formulated Pesticides						
W.D.P.(Bulk)		MT	139.204		163.082	
E.C.		KL	868.536		690.275	
E.C.Bulk		KL	0.850		9.808	
Granual Pest.		MT	0.000		0.000	
Bio-Pest.(Tricoderma)		MT	0.000		0.000	
c) Details of Sales						(Rs in Lakhs)
1) M.S.Sales			2013-14		2012-13	
		UNIT	QTY	VALUE	QTY	VALUE
				Rs.		Rs.
i) Manufactured Products	EC	LTRS	865799.50	2064.06	678436.50	1728.80
	WDP	MT	73.620	252.75	0.000	0.00
	Total (i)			2316.81		1728.80
ii) Bulk processed Products	WDP	MT	65.640	205.22	162.050	570.36
	EC	LTRS	880.000	1.98	11498.000	39.42
	Total (ii)			207.20		609.78
GRAND TOTAL				2524.01		2338.58
2) Other Sales	Total (iii)			10.33		0.24
GRAND TOTAL				2534.34		2338.82

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

16. Information pursuant to the provisions of paragraphs 3,4(c) & 4(d) of Part II of Schedule VI to the Companies Act, 1956. (As Certified by Management.)

QUANTITATIVE DETAILS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

Class of Goods		Description	Units	2013-14		2012-13	
d)	Details of Opening Stocks						
1)	Manufactured Products		UNIT	QTY	QTY	VALUE	VALUE
		WDP	MT	0.000	0.00	0.00	0.00
		EC	LTRS	16159.000	46.65	53354.000	100.89
		GRANUALS	MT	0.000	0.00	0.000	0.00
		BIO-PEST	MT	0.000	0.00	0.000	0.00
		Total 1			46.65		100.89
2)	Bulk processed Products						
		WDP	MT	81.025	127.51	8.705	20.24
		EC	LTR	1740.000	1.84	3230.000	6.95
		Total 2			129.35		27.19
3)	Semi Finished Products						
		WDP		0.020	0.07	0.585	1.31
		EC		33330.000	41.63	3470.000	3.98
		GRANUALS		0.000	0.00	0.000	0.000
		BIO-PEST		0.000	0.00	0.000	0.00
		Total 3			41.70		5.29
	TOTA	1+2+3			217.70		133.37
e)	Details Of Closing Stocks						
1)	Manufactured Products		UNIT	QTY	VALUE	QTY	VALUE
		WDP	MT	0.000	0.00	0.000	0.00
		EC	LTRS	4156.000	11.77	16159.000	46.65
		GRANUALS	MT	0.000	0.00	0.000	0.00
		BIO-PEST	MT	0.000	0.00	0.000	0.00
		Total 1			11.77		46.65
2)	Bulk processed Products						
		WDP	MT	18.379	45.62	81.025	127.51
		EC	LTRS	600.000	0.60	1740.000	1.84
		Total 2			46.22		129.35

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

16. Information pursuant to the provisions of paragraphs 3,4(c) & 4(d) of Part II of Schedule VI to the Companies Act, 1956. (As Certified by Management.)
 QUANTITATIVE DETAILS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

Class of Goods	Description	Units	2013-14		2012-13	
			QTY	QTY	VALUE	VALUE
3) Semi Finished Products	WDP	MT	0.030	0.09	0.020	0.07
	EC	LTRS	36250.000	69.14	33330.000	41.63
	GRANUALS	MT	0.000	0.00	0.000	0.00
	BIO-PEST	MT	0.000	0.00	0.000	0.00
	Total 3			69.23		41.70
TOTAL	1+2+3			127.22		217.70
Closing stocks valued as per book balance after physical verification.						
j) Raw Materials Consumed.						
			2013-2014		2012-2013	
Items.		Unit	Qty.	Value	Qty.	Value
1) Technical						
	Cypermethrin	MT	8.800	47.54	7.300	47.17
	Endosulfan	MT	0.000	0.00	0.000	0.00
	Dimethoate	MT	63.190	165.98	59.530	146.25
	Fenvelrate	MT	0.000	0.00	0.200	1.00
	Malathion	MT	0.000	0.00	18.000	27.79
	Quinolphos	MT	85.950	324.00	76.725	245.22
	Monocrotophos	MT	24.025	74.79	56.975	181.60
	Phorate	MT	0.000	0.00	0.000	0.00
	Chloropyrifos	MT	65.3995	224.33	28.6550	104.12
	Ethion Tech	MT	0.000	0.00	0.000	0.00
	TOTAL			836.64		753.15
2) Auxiliaries & Others		Various		487.97		356.24
R.M. TOTAL				1324.61		1109.39
Consumption includes quantity of Tech. Raw material sold as such Rs.nil/-(Previous year NIL) and other issues.						

MAHARASHTRA INSECTICIDES LIMITED, AKOLA
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

16. Information pursuant to the provisions of paragraphs 3,4(c) & 4(d) of Part II of Schedule VI to the Companies Act, 1956. (As Certified by Management.)
 QUANTITATIVE DETAILS FOR THE YEAR ENDED ON 31ST MARCH, 2014.

	Class of Goods	Description	Units	2013-14		2012-13	
				Qty.	Value	Qty.	Value
3)	Purchase of Bulk processed/Traded materials.						
	Bulk Processed	WDP	MT	75.650	172.26	232.000	399.56
	Bulk Processed	EC	LTRS	0.00	0.00	9500	14.25
	Traded	WDP	MT	0.000	0.00	0.000	0.00
	Bulk Total				172.26		413.81
	Grand Total 1 +2 + 3				1496.87		1523.20
g)	Value of Imported & Indigenous raw materials and percentage of their consumption to total consumption.						
	i) Imported				0.00		0.00
	Percentage				0.00		0.00
	ii) Indigenous				1324.61		1109.39
	Percentage				100.00%		100.00%
h)	CIF value of Imports				0.00		0.00
i)	Expenditure in Foreign Currency				0.00		0.00
j)	Earning in Foreign Exchange				0.00		0.00

Arvindkumar
Chairman

M.H.Uge
Chief Executive

A.B. Uplenchwar
Executive Director

R.S. Baviskar
Director

Place: Mumbai
Date: 15 APR 2015

As per Our Report of even date,
For Prashant Lohiya & Associates,
Chartered Accountants,

Place : Akola
Date : 18 APR 2015

P.K.Lohiya.....Partner M.No. 48469.
Firm Regn No. 114659W.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED
KRUSHI UDYOG BHAWAN, AAREY MILK COLONY, DINKARRAO DESAI MARG,
GOREGAON EAST, MUMBAI – 400 065**

The Govt. of India promoted the establishment of seventeen State Agro Industries Corporations with the objective of streamlining the system of input distribution and extending other agro services to the farmers under the national guidelines issued by Govt of India. MAIDC Ltd., known as "KRUSHIUDYOG" was set up on 15.12.1965 as a Govt Company under the Companies Act, 1956. The authorized capital of the Corporation is ₹ 8.00 Crores, and the paid up capital of the Corporation as on 31.3.2014 is ₹ 5.50 crores contributed by Govt of India ₹ 2.50 crores and Govt of Maharashtra ₹ 3.00 crores.

The broad objectives for setting up of the Corporation were

1. To manufacture and distribute Agricultural Farm Machinery.
2. To manufacture and distribute other agricultural inputs such as Fertilizers, Pesticides etc.
3. To manufacture and distribute products pertaining to Dairy, Poultry and Allied Trade.
4. To develop agro based industries for carrying out-processing of agricultural and to assist such industries.
5. To render assistance to individuals, who are in the field of agriculture and allied industries in modernizing their farms and industries.

Based on the above objectives, the Corporation undertook activities as mentioned below. The Registered Office/Head Office of the Corporation is situated in Mumbai. The Manufacturing Units and Regional Offices (Marketing Offices) are situated all over the State.

Operational/Financial Results of the Corporation of last three years are as under.

PARTICULARS	₹ in lakhs)		
	2011-12	2012-13	2013-14
Paid up Capital	550.00	550.00	550.00
Reserves & Surplus	9941.68	12668.10	13482.70
Capital Employed	22479.42	19700.83	15471.38
Sales	95472.56	112656.74	131561.06
Profit Before Tax	2588.49	4282.48	4866.49
Profit After Tax	1719.11	2760.42	1548.89
Dividend	27.50	27.50	27.50

ACTIVITIES OF THE CORPORATION

1. ij) Manufacture & Sales of NPK Fertilizers :

The Corporation manufactures the following grades of NPK Fertilizers and markets them under "KRUSHIUDYOG" Brand name.

20:10:10 18:18:10 10:20:20 17:17:17

"KRUSHIUDYOG" NPK Fertilizers are manufactured at following places.

1. Rasayani, District Raigad
2. Pachora, District Jalgaon
3. Nanded, District Nanded
4. Wardha, District Wardha
5. Kolhapur, District Kolhapur
6. Jalna, District Jalna

The capacity of the plants and the total investment therein are given below.

Plants	Capacity (MTs) (Annual Basis)	₹ in lacs		
		Investment as on 31.3.2012	Investment as on 31.3.2013	Investment as on 31.3.2014
Rasayani	60,000	323.02	332.30	346.66
Pachora	70,000	212.81	213.18	271.92
Nanded	70,000	204.57	211.08	217.84
Wardha	65,000	449.99	499.09	528.58
Kolhapur	30,000	161.32	161.72	175.32
Jalna	30,000	308.74	308.74	320.94

The actual production and sales of NPK Fertilizers for the last three years are as under.

Year	Production (MTs)	Sales (MTs)
2011-12	2,07,894	2,03,814
2012-13	1,96,186	1,96,610
2013-14	1,90,812	2,00,257

ii) Traded Fertilizers

The Corporation sells Urea, DAP, MOP, SSP etc in the State of Maharashtra. The details of last three year's sales are as under.

Year	Sales (MTs)	Value (₹ In lakhs)
2011-12	4,44,338	36,485.30
2012-13	4,44,748	48,816.42
2013-14	4,10,702	48,689.14

2. Formulation and Sales of Pesticides

All the important Pesticides are formulated by M/s Maharashtra Insecticides Limited, Akola, a wholly owned Subsidiary Company and marketed by the Corporation under the brand name "KRUSHIUDYOG" such as COC, Malathion, Endosulphan, Dimethoate, Quinolphos, Cypermethrin, Fenevelrate, Monocrotophos, Chlorpyrifos, Dicofil, Ethion, Phorate 10 G etc.

The total sales of Pesticides during the last three years are given below.

Year	₹ In lakhs	
	Sales	
2011-12	2,446.70	
2012-13	3,768.19	
2013-14	9,177.03	

3. Manufacture and Sales of Farm Machinery

The Corporation manufactures and sells following farm machinery and implements.

i) Tractors & Implements

The Corporation has a dealership of the following makes of Tractors.

Hindustan	45 HP	50 HP	61 HP	58 HP	
HMT	18 HP	25 HP	35 HP	58 HP	
Mitsubishi	18.5 HP				
Mahindra	18.5 HP	25 HP	30 HP	35 HP	225 DI

ii) Power Tiller

Mitsubishi	8-10 HP	12 HP
KAMCO	8-10 HP	

iii) KRUSHIVATORS

iv) Electric Pump Sets

- v) KRUSHIUDYOG Implements
- 1) Power Sprayers-cum-Dusters
 - 2) Hand Operated Plant Protection Equipments
 - 3) Paddy Sickles
 - 4) Grain Storage Bins
 - 5) Seed-cum-Fertilizer Drill
 - 6) Sarayantra
 - 7) Bullock Keni
 - 8) Bullock Carts
 - 9) Multi-crop Thresher

"KRUSHIUDYOG" Agricultural Implements are manufactured at Agro Engineering Works, Chinchwad, Pune.

The total sales of agricultural products during last three years are given below.

(₹ in lakhs)	
Year	Sales
2011-12	32,905.63
2012-13	31,428.38
2013-14	34,688.01

4. Manufacture & Sales of Animal Feed

The following major types of Animal Feeds are manufactured in Mash and Pallet Forms and marketed under brand name "SUGRAS/MAHAAGRO".

- i. Cattle Feeds
- ii. Poultry Feeds
- iii. Others

The Animal Feed Factories are situated at the following places.

- i. Chinchwad, Pune
- ii. Yeotmal

Plants	Capacity (On Single Shift Basis)	(₹ in lakhs)		
		Investment as on 31.3.2012	Investment as on 31.3.2013	Investment as on 31.3.2014
Sugras Factory, Chinchwad	30,000	103.02	108.23	108.23
Sugras Factory, Yeotmal	30,000	28.18	28.18	28.18

The actual production and sales of "SUGRAS/MAHAAGRO" Feed for the last three years are as under.

Year	Production (MTs)	Sales (MTs)
2011-12	7,620	7,572
2012-13	4,620	4,559
2013-14	2,736	2,474

This year we could convince M/s Manchar Dairy, M/s. Chitale Dairy and Valsad Dairy of Gujrat and started supply of Animal Feed as per their formula. We have also introduce Emu Feed and Mah Gold Super Feed etc.

5. Processing of Fruits and Vegetables

The Corporation took over the NOGA Factory at Nagpur in 1972.

The capacity of the plant is 4,950 MTs per annum. The actual production, sold under the brand name "NOGA" for the last three years is as under.

Year	Production (MTs)	Sales (Value) (₹ in lacs)
2011-2012	1,710	725.93
2012-2013	1,806	900.35
2013-2014	1,510	801.97

ON GOING PROJECTS/FUTURE PLANS

Keeping in view the changing economic environment in the country, more particularly with regard to the concept of liberalization, it has become necessary to take a fresh look at the Corporation's objectives and activities. In view of this, I propose :-

a) Product Diversifications:

i) The corporation added Micronutrients like Zinc Sulphate & Ferrous Sulphate in the list of its products. It is also proposed to start trading in new products like water soluble fertilizers, liquid fertilizers etc. considering the estimated increase in water irrigation area in near future.

ii) To sign MOU with Punjabrao Kriahi Vidyapeeth, Akola and Mahatma Phule Krishi Vidyapeeth, Rahuri for production of Custard Apple Pulper, Wheat Grass Powder Machine and Pneumatic Planter respectively. These items will be produced under MAIDC Brand name through vendors. The Corporation has also propose to produce Sugarcane Bud Chipper for the open market as well.

iii) Low cost Urea Brequetting Machine has also been developed by us. Necessary certificate has been obtained from the Agriculture University. This item can be included under proposals for procurement by Commissioner Agriculture. Corporation could also explore the possibility of selling this item to the Primary Agriculture Credit Societies and Farmers Groups in paddy growing areas.

iv) Corporation also considering entering into marketing of fruits & vegetables on a pilot basis as a new activity. This would assist us in reaching out directly to farmers and thereby assist in the sale of our fertilizers, pesticides and animal feed products.

b) Setting up of New Customized Fertilizer Plant:-

i) MAIDC is in process of setting up of Customized Fertilizers Plant on PPP model basis at Rahata-Puntamba, Dist. Ahmednagar. The customized Fertilizers concept provide/stands for fertilizers as per the need of soil/crop etc. This will help the farmers to lower the fertilizer cost with optimum use of fertilizers and maximize the crop yield.

ii) So far as NOGA is concerned we have planned to set up PET bottling facility for juices, squashes and liquid products since cans are no longer acceptable in the retail market. With this facility, we would increase our presence in the market.

iii) Developing R&D infrastructure testing laboratory facilities for various agril. Implements required under various GOM/GOI schemes at Pachora, Dist. Jalgaon.

c) Restructuring of Corporation:-

i) In the light of ever changing economic environment, it has become necessary for the corporation to review and restructure its existing activities and business. Accordingly, Corporation is looking to strengthen itself through significant restructure of its present business & products in all respects through -

1. Business stratification.
2. Human Resource Management Development & Automation

3. Business process redevelopment and automation mainly using the latest IT enabled technology.
4. Financial re-engineering and development of system and packages including MIS and Financial Accounting.

To achieve above, the Corporation is in the process of appointing consultant, who would oversee the process at micro level and would provide basic, cost effective and workable model to achieve the restructuring objectives.

ii) Switching over to fully web based ERP/SAP system from existing single user Fox base accounting system. The objective behind computerization is to make available accurate and timely data to facilitate various statutory compliances and most importantly to facilitate timely management decisions.

d) Additional Revenue Sources:-

Presently the Corporation is indulged into Fertilizers, Pesticides, Agril Engineering, Animal Feed and Food Processing activities. All these activities are allied to the main objective of the Company. It is to see whether Corporation could diversify or undertake viable and most importantly activities which fulfill the requirement of farmers of the state in true sense. The Corporation is explore the possibilities to utilize the available resources for the purpose of creating logistic facilities, construction of Warehouses and such allied activities in near future.

Three years result at a glance of the Corporation is as under.

	(₹ in lakhs)		
	2011-12	2012-13	2013-14
OPERATING RESULTS			
Sales	95,472.56	112656.74	131561.06
Other Income	1897.33	2257.90	2898.63
Gross Earning	97,369.89	114914.64	134459.69
Operating Profit	2814.23	4486.53	5109.30
Depreciation	83.72	90.77	133.30
Interest	142.02	113.28	109.51
Profit Before Tax	2588.49	4282.48	4866.49
Income Tax & WT	875.48	1522.04	3033.83
Profit After Tax	1719.11	2760.42	1548.89
FINANCIAL POSITION			
Paid Up Capital	550.00	550.00	550.00
Reserves & Surplus	9941.68	12668.10	13482.70
Net Worth	10491.68	13218.10	14032.70
Loan Funds	20014.15	7600.00	1140.12
Capital Employed	22,479.42	19700.83	15471.38
FIXED ASSETS			
Gross	3221.77	3447.93	3848.80
Net	1556.62	1726.08	2020.49
Net Current Assets	20,062.55	17110.08	13341.73

The Maharashtra Agro Industries Development Corporation Limited.

<p>Regional Offices :</p> <p>1) Agaram Devi Mandir, Near Petrol Pump, Ganesh Peth, Nagpur - 440018 Ph 2729973, 2720314</p> <p>2) Deolali Naka New Mumbai-Agro Road, Nashik - 422001 Ph 2595879, 25944978</p> <p>3) 517/E Maharani Tarabai Chowk, Kawala Naka, Kolhapur - 416001 Ph 2537682, 2537811</p> <p>4) Shakti Sahakar Opp. State Transport Divisional Workshop, Aurangabad - 431001 Ph 2321332 2332190</p> <p>5) Plot No 657 to 660 Gultekadi, Market Yard, P.B. No1412, Pune - 411037 Ph 24270421, 24263985</p> <p>6) Samrudhi, New Mondha, Near State Bank of India Nanded - 431602 Ph 233402, 245011</p> <p>7) Paras Building, Damale Chowk, Near Santoshi Mata Mandir, Akola - 444001 Ph 2437172, 2426021</p> <p>8) Plot No P-73, MIDC Area, Mirjole, Dist: Ratnagiri - 415612 Ph 230520, 230518</p> <p>9) Naik Nivas, 1st Floor, Shivaji Chowk, Osmanabad - 413501 Ph 223318, 222067</p> <p>10) Chaudhari Complex, Chaudhari Chowk, Cotton Market, V.M.V. Road, Amravati - 444601 Ph 2567889, 2562065</p> <p>11) Papat Building, IInd Floor, Purti Bazar, Near Jatpura, Chandrapur - 442401 Ph -254043</p> <p>12) Zilla Sahakari Building, Plot No. 48, Shahu Nagar Hsg. Society, Jalgaon - 425 001 Ph 2239488, 2236108</p>	<p>13) Regional Office, Thane Krushidhyog Bhavan, Dinkarrao Desai Marg, Aarey Milk Colony, Goregaon (E), Mumbai - 400 065</p> <p>Sub Regional Offices:</p> <p>"Sadhana Ratna", Kotecha Colony, Jalna Road, Beed - 431 122 Ph 223271</p> <p>Fertilizers Units: Rasayani, Tal. Panvel., Dist: Raigad - 410207 Ph 250250, 250439</p> <p>Bhadgaon Road, Pachora, Dist Jalgaon - 242 201 Ph 245198, 245209</p> <p>MIDC Industrial Estate, Plot No B-2/B-3, P.B. 45 Nanded - 431602 Ph 226503, 226010</p> <p>MIDC Industrial Estate, Plot No F1/F-2, Wardha - 442001 Ph 260515, 260433</p> <p>19, MIDC Industrial Estate, Gokul Shirgaon, Tal Karveer, Dist: Kolhapur- 416001 Ph 2671064, 267263</p> <p>C-51 MIDC Industrial Estate, Jalna - 431203 Ph 220722, 221549</p> <p>Animal Feed Units: (Alap Cattle Feed), Tilakwadi, Datta Chowk, Dist:Yavatmal- 445001 Ph 244674, 244724</p> <p>MIDC Industrial Estate, Plot No D-11/52, Chinchwad, Pune - 411019 Ph 27473552, 27472502</p>	<p>Food Processing Units:</p> <p>Moga Factory Motibag, Nagpur - 440 004 Ph 2534726, 2535727</p> <p>Noga Factory, Hingana B-17 to 20 MIDC Area, Hingna, Nagpur-440016. Ph 237 398</p> <p>Agro Engg. Works MIDC Industrial Estate, Plot No D-11/52 Chinchwad, Pune - 411019 Ph 2747256, 27475251</p> <p>Research & Development Centre. Girad Road, Pachora - 242 201 Dist Jalgaon Ph @ 44523</p> <p>Kasarde complex At Post Kasarde, Taluka Kankavali, Dist : Sindhudurg Ph 240236</p> <p>Subsidiary Company: Maharashtra Insecticides Ltd. C-4, MIDC Industrial Area, Shivani, Akola - 444 104 Ph 2258052 2258053 2258641 2258451</p> <p>Maharashtra Insecticides Ltd. Plot No F-4, MIDC Industrial Area, At Post- Lote Parshuram Taluka Khed, Dist: Ratnagiri -415722 Ph 272672, 272572</p>
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YEARS OF ONE SERVICE

ALL UNDER ONE ROOF

1. "KRUSHIUDYOG" NPK FERTILIZERS
2. STRAIGHT FERTILIZER
3. "KRUSHIUDYOG" PESTICIDES
4. ANIMAL FEED
5. KRUSHIVATORS
6. AGRO ENGG. IMPLEMENTS
7. NOGA - JAM, KETCHUP, etc.



**THE MAHARASHTRA AGRO-INDUSTRIES
DEVELOPMENT CORPORATION LTD.**

(A Govt. of Maharashtra Undertaking)

(KRUSHI UDYOG BHAWAN, AAREY MILK COLONY,
DINKARRAO DESAI MARG, GOREGAON EAST, MUMBAI - 400 065)

ANNEXURE - I

PART I : Chronology of events connected with finalization of Audited Accounts for the financial Year 2013-14 of The MAIDC Ltd., Mumbai.

S.No.	Task	Date with period
1.	Date of Approaching CAG for appointment of Statutory Auditors	--
2.	Date of Appointment of Statutory Auditors	19.2.2014
3.	Date of Compilation of accounts of the Corporation	23.6.2015
4.	Date of handing over the Annual Accounts to Statutory Auditors	1.10.2014
5.	Time taken by the Statutory Auditors for auditing the accounts (CAG's)	282 days (till 9.7.2015)
6.	Date of Raising of Queries	--.
7.	Time taken in resolving audit queries and the date of receipt of the final audit report in the Corporation (CAG's comments)	--
8.	Date of Draft Audit Report Received	24.7.2015
9.	Date of Final Audit Report Received	17.11.2015
10.	Date of finalization of Annual Accounts (Adoption by BOD)	23.6.2015
11.	The date when the Annual Report and Audited Accounts of the Corporation were approved (Date of AGM)	29.12.2015
12.	Time taken in translation of Annual Reports and Audited Accounts of the Corporation	60 days for translation. 20 days for printing of AR 2013-14 Eng./ Hindi
13.	Date when the Annual Report and Audited Accounts of the Corporation were sent to the Ministry for being laid on the Table. Hindi	By end February 2016

ANNEXURE - II

Part II : Detailed reasons (in narrative form) for delay for not laying the Annual Report for the year 2013-14 within nine months from close of the financial year before Parliament.

- i) Pendency in reconstitution of Board from Department of Agriculture, GOM.
- ii) Monsoon & Winter Assembly Session of the Maharashtra State were held in the month of July, 2014, December 2014 respectively & due to pre- occupied scheduled of Hon. Chairman and other Directors, Management could not conduct the Board Meeting and AGM in stipulated time.
- iii) Due to assignment of State Assembly Election work to Corporation's official were engaged in the month of August 2014 to October 2014.
- iv) The comments on the Accounts of Corporation from CAG received lately on 17.11.2015.
- v) Finally the AGM of the F. Y. 2013-14 was held on 29.12.2015.
