

THE
GODAVARI SUGAR MILLS,
LIMITED.

REPORT
OF THE
DIRECTORS
WITH
STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED 31ST MAY 1953.

BOMBAY
1953

1953
The Godavari Sugar Mills, Ltd.

(Incorporated under the Indian Companies Act VII of 1913.)

Board of Directors:

Nadirshah Rustomji Mulla Esq. (Chairman)
Dewan Bahadur Motilal Balmukund Mutha
Seth Ranchhoddas Shamji Kotak
Seth Amritlal Hargovandas
Seth Karamshi Jethabhai Somaiya (Ex-Officio Director)
Seth Shantilal Karamshi Somaiya

Managing Agents:

Messrs. K. J. Somaiya & Sons, Ltd.

Bankers:

The Central Bank of India, Ltd., Bombay.
The Bank of India, Ltd., Bombay.
The Bombay State Co-operative Bank Ltd., Bombay.
The Bombay State Co-operative Bank Ltd.,
Belapur Road, Dist. Ahmednagar.
Nederlandsche Handel-Maatschappij, N. V.
(Netherlands Trading Society), Bombay.

Solicitors:

Messrs. Mulla & Mulla

Auditors:

Messrs. Nanubhai & Co.

Registered Office:

Fazalbhoy Building, Mahatma Gandhi Road,
Fort, BOMBAY, No. 1.

The Godavari Sugar Mills, Ltd.

BOMBAY

Notice is hereby given that the 14th ORDINARY GENERAL MEETING of the Godavari Sugar Mills, Ltd., will be held on Thursday the 31st December 1953 at 5 P. M. at the Registered Office of the Company, Fazalbhoj Building, Mahatma Gandhi Rd., Fort, Bombay, to transact the following business:-

1. To adopt the Directors' Report and Audited Statement of Accounts for the year ended 31st May 1953.
2. To declare dividend.
3. To elect Directors in place of Dewan Bahadur M. B. Mutha and Shri S. K. Somaiya who retire in accordance with Article 93, but being eligible offer themselves for re-election.
4. To appoint Auditors for the current year and fix their remuneration.
5. To transact any other business that may be brought forward with the permission of the Chairman.

The Transfer Books of the Company will be closed from 21st December 1953 to 4th January 1954 (both days inclusive).

By order of the Board of Directors,
For K. J. Somaiya & Sons, Ltd.,
K. J. Somaiya

Director,
Managing Agents.

Bombay, 30-11-1953.

N. B.-The Dividend when declared will be made payable at the Registered Office of the Company on and after the 16th January 1954. Dividend Warrants will be posted to those Shareholders whose names stand on the Company's Register on the 21st December 1953.

THE GODAVARY SUGAR MILLS LTD., BOMBAY.

—:0:—

DIRECTORS' REPORT

—:0:—

To

The Shareholders,

The Godavari Sugar Mills Ltd.

Gentlemen,

Your Directors have great pleasure in placing in your hands their report and Audited Accounts for the 14th year ended 31st May, 1953. The accounts show a net profit of Rs. 7,77,148-8-0 after providing Rs. 9,60,813-11-10 for Depreciation. This together with the balance of Rs. 95,584-1-3 brought forward from the last year amounts to Rs. 8,72,732-9-3 which your Directors propose to appropriate as follows:-

Dividend of Rs. 10/- per share on	
Ordinary Shares free of Income-tax.	Rs. 4,00,000-0-0
Dividend on Preference Shares at the	
rate of 5½% free of Income-tax.	Rs. 1,01,862-4-0
Reserve Fund.	Rs. 1,00,000-0-0
Reserve for Taxation.	Rs. 2,50,000-0-0
Carried forward.	Rs. 20,930-5-3
Total.	Rs. 8,72,732-9-3

You are requested to confirm the same.

It was mentioned in the last Report that the Irrigation Department had cut water supply to the cane growing to the extent of 33% for the cane to be crushed during the current season 1953-54. This was as a result of failure of rains. This failure also affected standing cane very badly. Against this cut of 33% we actually curtailed the crop area by 40%. Still the crop suffered owing to long interval of rotations. The out-turn of cane per acre for the year under review has gone down considerably. The recovery of sugar per ton of cane also was low this year on account of the poorer quality of cane.

Cane crop available for the crushing season 1953-54 is about 2055-8 acres. Taking into consideration the deficiency of rainfall last year the cane crop can be considered to be satisfactory.

Both the factories worked satisfactorily during the year under report.

The problem of disposal of molasses has remained as acute as ever. In keeping with the modern tendency of giving back to the land maximum of what is taken from it, it is proposed to send the total molasses produced by the factories back to the soil.

The minimum price for sugarcane for the next two years viz., seasons 1953-54 and 1954-55 has been fixed in advance by the Government of India at Rs. 1-7-0 per maund. This is a welcome change in the policy enunciated by the Government of India inasmuch as the agriculturist knows before hand the price he is going to fetch for the products he grows.

Two of your Directors, Dewan Bahadur M. B. Mutha and Shri. S. K. Somaiya retire by rotation in accordance with Article 93 of the Articles of Association, but being eligible offer themselves for re-election.

You are requested to appoint Auditors for the current year and fix their remuneration.

Yours faithfully,
By Order of the Board of Directors,
N. R. MULLA
CHAIRMAN.

Bombay, 30th November 1953,

STATEMENTS OF ACCOUNTS

The Godavari Sugar

Balance Sheet as at

	Rs.	as.	ps.	Rs.	as.	ps.
CAPITAL & LIABILITIES.						
Capital:—						
Authorised:—						
50,000 Ordinary Shares of Rs. 100/- each.	50,00,000	0	0			
20,000, 5½% Free of Income Tax Redeemable Cumulative Preference Shares of Rs. 100/- each liable to be redeemed at the option of the Company at any time and from time to time after first October 1952, after giving three months' notice of the intention to so redeem the same.	20,00,000	0	0	70,00,000	0	0
ISSUED CAPITAL:—						
10,000 Ordinary Shares of Rs. 100/- each.	10,00,000	0	0			
30,000 Ordinary Shares of Rs. 100/- each issued as fully paid up Bonus Shares in pursuance of the Special Resolution passed at the Extra Ordinary General Meeting held on 16th May 1951.	30,00,000	0	0			
20,000, 5½% Free of Income-tax Redeemable Cumulative Preference Shares of Rs. 100/- each liable to be redeemed at the option of the Company at any time and from time to time after 1st October 1952, after giving three months' notice of the intention to so redeem the same.	20,00,000	0	0	60,00,000	0	0
SUBSCRIBED CAPITAL:—						
10,000 Ordinary Shares of Rs. 100/- each.	10,00,000	0	0			
30,000 Ordinary Shares of Rs. 100/- each issued as fully paid up Bonus Shares in pursuance of the Special Resolution passed at the Extra Ordinary General Meeting held on 16th May 1951.	30,00,000	0	0			
18,509½, 5½% Free of Income-tax Redeemable Preference Shares of Rs. 100/- each liable to be redeemed at the option of the Company at any time and from time to time after 1st October 1952, after giving three months' notice of the intention to so redeem the same.	18,50,950	0	0	58,50,950	0	0

Mills, Limited, Bombay.

31st May 1953.

		Rs. as. ps.	Rs. as. ps.
PROPERTIES & ASSETS.			
FIXED CAPITAL EXPENDITURE:—			
FREEHOLD LAND.			
Cost upto 31-5-52.		3,78,866 11 3	
Additions since.		56,110 15 0	
		<u>4,34,977 10 3</u>	
Less sale proceeds in previous years subject to adjustment of gain or loss.		4,546 6 9	4,30,431 3 6
BUILDINGS:—			
(Including Staff Quarters)			
Cost upto 31-5-52.		16,73,165 15 3	
Additions since.		3,53,475 6 9	
		<u>20,26,641 6 0</u>	
Less Insurance Claims received during the year subject to adjustment of gain or loss.		13,662 0 0	
		<u>20,12,979 6 0</u>	
Less Depreciation upto 31-5-52.	5,16,687 4 11		
Depreciation this year.	<u>1,31,359 0 5</u>	6,48,046 5 4	13,64,933 0 8
TEMPORARY QUARTERS:—			
Cost upto 31-5-52.		2,14,312 0 8	
Less Insurance Claims received in previous years.		1,800 0 0	
		<u>2,12,512 0 8</u>	
Less Depreciation upto 31-5-52.	1,51,794 11 0		
Depreciation this year.	<u>4,688 12 7</u>	1,56,483 7 7	56,028 9 1
TEMPORARY QUARTERS AT FARMS:			
Cost upto 31-5-52.		99,658 1 1	
Less Depreciation up to 31-5-52.	70,295 11 2		
Depreciation this year.	<u>2,202 2 10</u>	72,497 14 0	27,160 3 1
PLANT & MACHINERY:—			
GENERAL:—			
Cost up to 31-5-52.		35,61,085 2 0	
Additions since.		4,86,004 14 0	
		<u>40,47,090 0 0</u>	
Less Depreciation upto 31-5-52.	25,17,750 6 9		
Depreciation this year.	<u>3,85,792 0 5</u>	29,03,542 7 2	11,43,547 8 10
Carried forward Rs.			30,22,100 9 2

The Godavari Sugar

Balance Sheet as at

	Rs.	as.	ps.	Rs.	as.	ps.
PAID UP CAPITAL :-						
10,000 Ordinary Shares of Rs. 100/- each fully paid up.	10,00,000	0	0			
30,000 Ordinary Shares of Rs. 100/- each issued as fully paid up Bonus Shares in pursuance of the Special Resolution passed at the Extra Ordinary General Meeting held on 16th May 1951.	30,00,000	0	0			
18,509½, 5½% Free of Income Tax Redeemable Preference Shares of Rs. 100/- each fully paid up liable to be redeemed at the option of the Company at any time and from time to time after 1st October 1952, after giving three months' notice of the intention to so redeem the same.	18,50,950	0	0	58,50,950	0	0
Provision for Redemption of Preference Shares. Add set aside from 1951-52 Profits.	10,00,000	0	0			
	5,00,000	0	0	15,00,000	0	0
Reserve Fund as per last Balance Sheet. Add set aside from 1951-52 Profits.	24,01,259	14	0			
	5,00,000	0	0	29,01,259	14	0
Capital Reserve.				2,824	0	0
Housing Fund.				6,00,000	0	0
Provision for Bad and Doubtful Debts as per last Balance Sheet.				1,00,000	0	0
Provision for Taxation as per last Balance Sheet.				52,44,839	11	0
LOANS :-						
(a) Secured :						
Cash Credit Account with Bank, against hypothecation of all tangible moveable assets including stock of sugar, etc.	29,29,766	14	0			
Add Interest up to 31-5-53.	1,12,672	3	0	30,42,439	1	0
(b) Unsecured :-						
From others.	5,01,868	12	0			
Interest upto 31-5-53.	28,837	15	4	5,30,506	11	4
Carried forward Rs...				197,72,819	5	4

Mills, Limited, Bombay.

31st May 1953.

		Rs.	as.	ps.	Rs.	as.	ps.
	Brought forward...				30,22,100	9	2
ELECTRICAL MACHINERY :-							
	Cost upto 31-5-52.	4,61,348	10	6			
	Additions since.	64,286	10	3			
		5,25,635	4	9			
	Less Depreciation upto 31-5-52.	3,54,132	8	6			
	Depreciation this year.	56,201	0	10	4,10,333	9	4
					1,15,301	11	5
AGRICULTURAL MACHINERY :-							
	Cost up to 31-5-52.	9,39,533	10	3			
	Additions since.	1,20,302	1	9			
		10,59,835	12	0			
	Less Depreciation up to 31-5-52.	6,40,077	15	1			
	Depreciation this year.	1,49,515	3	11	7,89,593	3	0
					2,70,242	9	0
LOCOMOTIVES :-							
	Cost up to 31-5-52.	39,514	0	0			
	Additions since.	14,435	10	0			
		53,949	10	0			
	Less Depreciation up to 31-5-52.	28,094	8	10			
	Depreciation this year.	8,534	8	1	36,629	0	11
					17,320	9	1
ELECTRICAL INSTALLATIONS & FITTINGS:-							
	Cost up to 31-5-52.	46,282	5	9			
	Less Depreciation up to 31-5-52.	30,745	5	4			
	Depreciation this year.	2,298	2	3	33,043	7	7
					13,238	14	2
FURNITURE :-							
	Cost up to 31-5-52.	56,512	13	0			
	Additions since.	8,823	14	3			
		65,336	11	3			
	Less Depreciation up to 31-5-52.	19,455	3	10			
	Depreciation this year.	2,752	14	1	22,208	1	11
					43,128	9	4
WEIGH BRIDGES :-							
	Cost up to 31-5-52.	48,199	8	6			
	Less Depreciation upto 31-5-52.	32,639	3	0			
	Depreciation this year.	2,996	9	1	35,635	12	1
					12,563	12	5
	Carried forward Rs...				34,93,896	10	7

The Godavari Sugar

Balance Sheet as at

	Rs.	as.	ps.	Rs.	as.	ps.
Brought forward...				197,72,819	5	4
(c) Due on Current Account to Selling Agents including interest up to 31-5-53.				4,51,707	11	5
Unclaimed Dividends.				6,436	10	0
Unclaimed Redemption Money.				3,300	0	0
LIABILITIES:-						
For Goods supplied etc.	2,43,205	5	0			
Unpaid wages, salaries & bonus.	2,05,382	3	8			
For Expenses.	25,73,718	14	11			
For Expenses of Somaiya Farms.	64,672	9	3			
For Income Tax on salaries.	1,603	14	0			
Deposits and Advances from merchants, Selling Agents and other finance, etc.	3,17,854	2	6			
Trustees to Provident Fund.	5,677	0	1			
	35,02,114	1	5			
Less Liabilities for Expenses of Somaiya Farms deducted from Assets as per contra.	64,672	9	3	34,37,441	8	2
PROFIT & LOSS ACCOUNT:-						
Balance as per Profit & Loss Appropriation Accounts.	95,584	1	3			
Add Profit Subject to Taxation as per annexed Profit & Loss Account.	7,77,148	8	0	8,72,732	9	2
Carried forward Rs.				245,44,437	12	2

Mills, Limited, Bombay.

31st May 1953.

				Rs.	as.	as.	Rs.	as.	ps.
	Brought forward						34,93,896	10	7
TROLLY LINE:—									
Cost upto 31-5-52.				6,02,750	0	2			
Less Depreciation upto 31-5-52.	3,00,053	1	2						
Depreciation this year.	36,889	0	6	3,36,942	1	8	2,65,807	14	6
ASSISTED RAILWAY SIDING:—									
Cost up to 31-5-52.				1,20,602	0	0			
Less Depreciation up to 31-5-52.	22,914	6	5						
Depreciation this year.	9,768	12	2	32,683	2	7	87,918	13	5
MOTOR CARS, LORRIES & CYCLES:—									
Cost upto 31-5-52.				2,01,868	9	9			
Additions since.				15,857	0	0			
				2,17,725	9	9			
Less Sale proceeds during previous years subject to adjustment of gain or loss.				6,500	0	0			
				2,11,225	9	9			
Less Depreciation up to 31-5-52.	1,50,487	2	9						
Depreciation this year.	14,396	8	7	1,64,883	11	4	46,341	14	5
CARTS & TRUCKS:—									
Cost upto 31-5-52.				2,99,766	5	0			
Additions since.				19,327	8	6			
				3,19,093	13	6			
Less Depreciation up to 31-5-52.	1,25,402	14	4						
Depreciation this year.	29,808	13	4	1,55,211	11	8	1,63,882	1	10
LABORATORY APPARATUS:—									
Cost up to 31-5-52.				20,058	11	0			
Less Depreciation up to 31-5-52.	9,479	8	6						
Depreciation this year.	878	10	8	10,358	3	2	9,700	7	10
ROADS & DRAINAGE:—									
Cost up to 31-5-52.				1,18,215	11	3			
Less Depreciation up to 31-5-52.	38,290	2	10						
Depreciation this year.	7,992	8	11	46,282	11	9	71,932	15	6
Carried forward Rs.							41,39,480	14	1

The Godavari Sugar

Balance Sheet as at

	Rs.	as.	ps.	Rs.	ps.	ps.
Brought forward...				245,44,437	12	2
Carried forward Rs...				245,44,437	12	2

Mills, Limited, Bombay.

31st May 1953.

		Rs.	as.	ps.	Rs.	as.	ps.
Brought forward...					41,39,480	14	1
TOOLS & IMPLEMENTS :—							
Cost up to 31-5-52.		34,831	0	5			
Less Depreciation up to 31-5-52.	17,351 0 0						
Depreciation this year.	1,048 13 4	16,399	13	4	16,431	3	1
DEAD STOCK :—							
Cost up to 31-5-52.		50,708	4	6			
Less Depreciation up to 31-5-52.	27,243 7 4						
Depreciation this year.	1,407 14 3	28,651	5	7	22,056	14	11
LIBRARY :—							
Cost up to 31-5-52.		2,485	15	9			
Additions since.		609	15	6			
		3,095	15	3			
Less Depreciation up to 31-5-52.	1,012 10 1						
Depreciation this year.	125 0 4	1,137	10	5	1,958	4	10
MEDICAL INSTRUMENTS :—							
Cost up to 31-5-52.		262	11	0			
Less Depreciation up to 31-5-52.	219 3 11						
Depreciation this year.	10 1 0	229	4	11	133	6	
IRRIGATION LIFTS :—							
Cost up to 31-5-52.		2,00,535	3	6			
Less Depreciation up to 31-5-52.	1,93,837 6 10						
Depreciation this year.	2,232 9 7	1,96,070	0	5	4,465	3	1
LIVE STOCK :—							
Balance as on 31-5-52.		58,518	14	0			
Additions since.		6,491	9	0			
		65,010	7	0			
Less written off this year.		10,800	0	0	54,210	7	0
SOMAIYA FARMS.							
Property & Assets as per annexed Schedule "A".		21,37,842	11	0			
Less Liabilities as per annexed Schedule "B".		64,672	9	3	20,73,170	1	9
Carried forward Rs...					63,11,906	6	10

The Godavari Sugar

Balance Sheet as at

[illegible]

Mills, Limited, Bombay.

31st May 1953.

	Rs.	as.	ps.	Rs.	as.	ps.
Brought forward...				63,11,906	6	10
STORES & GRAINS, ETC.:—						
Stores, Grains etc., on hand at cost as on 31-5-53, as per inventories taken, valued and certified by the Managing Agents.	26,76,554	8	1			
Stores in transit.	79,130	5	6	27,55,684	13	7
STOCK IN TRADE:—						
Sugar and Molasses at Market Rate as per inventories taken valued and certified by the Managing Agents.				98,35,609	7	6
CANE CROP IN PROGRESS (AT COST): —						
Including tillages, preparation of land, irrigation charges, etc., as certified by the Managing Agents.				25,23,143	5	7
BOOK DEBTS:— (UNSECURED).						
Considered Good.	88,894	7	0			
Considered Doubtful.	6,944	12	6			
Claims under dispute.	5,151	0	0			
Due for claim from Government for Sugar subsidy subject to confirmation.	94,043	14	0	1,95,036	1	6
DUE FROM MANAGING AGENTS ON Current Account.				10,834	6	0
LOANS:— (UNSECURED).						
Considered Good.				54,566	10	9
ADVANCES FOR PROVISIONAL INCOME						
Tax, Business Profit Tax and Advance Income Tax.				20,06,253	11	0
ADVANCES:—						
To Lessors against land rent.	1,17,081	4	0			
Against Land Purchases.	78,260	12	6			
Against Materials & Expenses.	3,41,389	14	0			
Against Prepaid Insurance.	14,290	11	0			
To Employees.	5,960	7	3			
Against foreign travelling expenses of a Director and a Technician.	31,666	2	0			
Expenses against Railway Siding.	46,744	5	0	6,35,373	7	9
Carried forward...				213,28,410	6	6

The Godavari Sugar

Balance Sheet as at

	Rs.	as.	ps.	Rs.	as.	ps.
Brought forward...				245,44,437	12	2
Contingent Liabilities:						
In respect of Machinery.	40,000	0	0			
In respect of land for which suits are pending in the Courts.	32,100	0	0			
Total Rs.	72,100	0	0	245,44,437	12	2

REPORT OF THE AUDITORS TO THE SHARE HOLDERS.

We have audited the above Balance Sheet of the Godavari Sugar Mills Ltd., as at 31st May 1953, and also the foregoing Profit & Loss Account of the Company for the year ended upon that date and report that:-

- (a) We have obtained all the information and explanations which we have required.
- (b) We could not inspect the Sale Deed in respect of assets of Somaiya Farms purchased during 1949, which, we learn, is under preparation.
- (c) The assets and liabilities of the said Somaiya Farms have been shown under the head "Somaiya Farms" instead of incorporating separately in different heads as required by Form "F" of third schedule to the Indian Companies Act.
- (d) The allocation of the Capital expenditure has been accepted as certified by the Managing Agents.
- (e) Such Balance Sheet exhibits a true and correct view of the state of the Company's affairs according to the best of our information and explanations given to us and as shown by the Books of the Company.
- (f) In our opinion the foregoing Balance Sheet subject to (c) & Profit & Loss Account are drawn up in conformity with the law.
- (g) In our opinion the Books of Accounts have been kept by the Company as required by Section 130 of the Indian Companies Act.

Bombay 30th November 1953.

NANUBHAI & Co.
Chartered Accountants.

Mills, Limited, Bombay.

31st May 1953.

	Rs.	as.	ps.	Rs.	as.	ps.
Brought forward...				243,28,410	6	6
DEPOSITS:						
With Irrigation Department Railways and others.				1,09,599	10	0
INVESTMENTS:--- (at cost).						
One fully paid up Share of Bombay State Co-operative Bank Ltd., Bombay.				78	0	0
CASH & BANK BALANCES:—						
On hand at Bombay and Factories as per Cash Books.	11,054	14	4			
In Current Account with Banks.	95,294	13	4	1,06,349	11	8
Total Rs...				245,44,437	12	2

The above Balance Sheet, to the best of our belief, contains a true statement of the Capital and Liabilities and of the property & Assets of the Company.

K. J. SOMAIYA & SONS LTD., N. R. MULLA. Chairman,

Managing Agents.

M. B. MUTHA

AMRITLAL HARGOVANDAS

R. S. KOTAK

K. J. SOMAIYA

S. K. SOMAIYA

Directors.

The Godavari Sugar

Profit & Loss Appropriation Account

	Rs.	as.	ps.	Rs.	as.	ps.
To Appropriations:						
Reserve Fund.	5,00,000	0	0			
Provision for Redemption of Preference Shares.	5,00,000	0	0			
Dividend on Ordinary Shares @ Rs. 15/- per share free of Income Tax.	6,00,000	0	0			
Dividend on Preference Shares at the rate of 5½% free of Income Tax.	1,01,802	4	0	17,01,802	4	0
Balance carried forward to Balance Sheet.				95,584	1	3
Total Rs....				17,97,386	5	3

Profit and Loss Account

To Opening Stock :—				123,12,377	10	8
Sugar & Molasses.						
PLANTATION.						
Crop in progress as per last Balance Sheet.	26,27,381	1	0			
Add Expenditure during the year on cane and other plantations, cane purchase, etc., including cane from Somaiya Farms.	56,95,524	9	6			
	83,22,905	10	6			
Less Crop in progress carried to next year.	25,23,143	5	7	57,99,762	4	11
Stores, Chemicals, Fuel Oil, Carting, etc.				14,58,635	10	7
Salaries, Wages & Bonus.				10,30,999	11	8
Excise Duty.				16,77,122	2	3
Cane cess including Rs. 17,046-0-3 refund of previous year.				6,93,282	10	9
Selling Agents' Commission on sugar.				- 1,79,044	13	0
Insurance Premium.				38,448	11	0
Charity & Donations.				- 75,252	12	0
Directors' Travelling Expenses.				270	0	0
Carried forward...				232,65,196	6	10

Mills, Ltd., Bombay.

for the year ended 31st May, 1952.

	Rs.	as.	ps.	Rs.	as.	ps.
By Profit as per Balance Sheet as at 31st May 1952.				17,97,386	5	3
Total Rs. ...				17,97,386	5	3

for the year ended 31st May, 1953.

By Sales:—			
Sugar.	159,15,092	2	3
(Less Railway Freight, Town Duty and other sales expenses)			
Molasses.	1,69,526	15	3
			160,84,619 1 6
Sundry Receipts from Flour Mills, Dairy etc., including supervision charges from Somaiya Farms and claim for Govern- ment subsidy.			1,88,825 8 7
Sundry Receipts being value of Farm Produce.			1,46,259 8 0
Dividends.			2 8 0
Share Transfer Fees.			41 0 0
Stock on hand as on 31-5-53:			
Sugar.	97,56,058	7	6
Molasses.	79,551	0	0
			93,35,609 7 6
Carried forward Rs...			262,55,357 1 7

The Godavari Sugar

Profit & Loss Account

	Rs.	as.	ps.	Rs.	as.	ps.
Brought forward...				232,65,196	6	10
To						
Directors' Fees.				✓675	0	0
Sanitation & Dispensary.				39,958	9	9
School Establishment.				8,166	3	6
General Expenses including Postage & Telegrams, Printing & Stationary Travelling Expenses including Foreign Tour Expenses of a Director & a Technician of Rs. 28,943-10-0, Rent, Rates & Taxes, etc.				3,72,111	3	10
Repairs & Renewals.				3,91,362	3	0
Audit Fees.				2,800	0	0
Interest.	1,95,930	15	1			
Less Received.	35,387	12	6	1,60,543	2	7
Live Stock written off.				10,800	0	0
✓ Contribution to Staff Provident Fund.				13,625	3	0
Depreciation.				✓8,50,899	3	2
Managing Agents' Office Allowance.	12,000	0	0			
Managing Agents' Commission after adjustment of Somaiya Farms loss.	86,349	13	0	98,349	13	0
Balance being profit for the year carried down.				10,40,870	0	11
Total Rs....				262,55,357	1	7
To						
Loss as per Somaiya Farms annexed Profit & Loss Account.				2,63,721	8	11
Balance being Profit subject to Taxation carried to Balance Sheet.				7,77,148	8	0
Total Rs....				10,40,870	0	11

Bombay 30th November 1953.

NANUBHAI & CO.
Chartered Accountants.

Mills, Ltd., Bombay.

for the year ended 31st May, 1953.

	Rs.	as.	ps.		Rs.	as.	ps.
Brought forward...					262,55,357	1	7
Total Rs...					<u>262,55,357</u>	<u>1</u>	<u>7</u>
By Balance being Profit for the year brought down.					10,40,870	0	11
Total Rs...					<u>10,40,870</u>	<u>0</u>	<u>11</u>

K. J. SOMAIYA & SONS LTD.,

Managing Agents.

N. R. MULLA. Chairman,

M. B. MUTHA

AMRITLAL HARGOVANDAS

R. S. KOTAK

K. J. SOMAIYA

S. K. SOMAIYA

➤ **Directors,**

SCHEDULE A SOMAIYA FARMS

Property & Assets.

		Rs.	as.	ps.	Rs.	as.	ps.
FIXED CAPITAL EXPENDITURE							
FREE HOLD LAND.							
Cost upto 31-5-52.							1,81,800 0 0
LEASE-HOLD LAND PREMIUM.							
Cost upto 31-5-52.					2,88,850	0	0
Less written off upto 31-5-52.		43,327	8	0			
Less written off this year.		14,442	8	0	57,770	0	0
							2,31,080 0 0
BUILDINGS.							
Cost upto 31-5-52.					1,41,175	0	6
Less Insurance Claim received during the year subject to adjustment of gain or loss					950	0	0
Less Depreciation upto 31-5-52.		37,758	4	0	1,40,225	0	6
Depreciation this year.		10,341	11	0	48,099	15	0
							92,125 1 6
PLANT & MACHINERY.							
Agricultural Machinery.							
Cost upto 31-5-52.					4,29,100	0	0
Less sale proceeds during previous year subject to adjustment of gain or loss.					4,200	0	0
Less Depreciation upto 31-5-52.		1,04,707	11	0	4,24,900	0	0
Depreciation this year.		28,817	4	6	1,33,524	15	6
							2,91,375 0 6
GENERAL MACHINERY.							
Cost upto 31-5-52.					4,70,600	0	0
Less Depreciation upto 31-5-52.		1,15,969	7	6			
Depreciation this year.		31,916	12	6	1,47,886	4	0
							3,22,713 12 0
FURNITURE & DEADSTOCK.							
Cost upto 31-5-52.					14,510	13	3
Less Depreciation upto 31-5-52.		2,003	6	6			
Depreciation this year.		750	6	9	2,753	13	3
							11,757 0 0
MOTOR LORRIES.							
Cost upto 31-5-52.					39,712	4	0
Less Depreciation upto 31-5-52.		22,956	14	9			
Depreciation this year.		4,188	13	3	27,145	12	0
							12,566 8 0
Carried Forward...							11,43,417 6 0

SCHEDULE A

SOMAIYA FARMS

		Rs.	as.	ps.	Rs.	as.	ps.
Brought forward.					11,43,417	6	0
CARTS & OTHER VEHICLES.							
Cost upto 31-5-52.		6,504	6	3			
Less Depreciation upto 31-5-52,	1,272	4	0				
Depreciation this year.	366	4	0	1,638	8	0	4,865 14 3
ROADS AND DRAINAGE.							
(Including Irrigation Lifts)							
Cost upto 31-5-52.		3,10,418	15	0			
Less Depreciation upto 31-5-52.	2,18,148	2	4				
Depreciation this year.	30,617	4	8	2,48,765	7	0	61,653 8 0
TOOLS & IMPLEMENTS.							
Cost upto 31-5-52.		40,000	0	0			
Less Depreciation upto 31-5-52.	10,840	0	0				
Depreciation this year.	2,916	0	0	13,756	0	0	26,244 0 0
LIVE STOCK.							
Balance as at 31-5-52.		17,885	10	0			
Less written off.		4,150	0	0			13,735 10 0
STORES, GRAINS, COTTON, etc.							
Stores at cost & Grains and cotton at Market Rate as on 31-5-53.							
As per inventories taken, valued and certified by Managing Agents.					1,70,793	8	3
STOCK IN TRADE.							
Jaggery at market rate as per inventory valued and certified by Managing Agents.					46,657	4	9
CROPS IN PROGRESS.							
(Cane & other Crops)							
At Cost including expenses of tillages, preparation of land, irrigation charges etc., as certified by the Managing Agents.					6,56,223	13	3
BOOK DEBTS.							
Unsecured; Considered good.					1,952	7	0
ADVANCES.							
Lessors against land rent.		8,960	10	0			
Staff, Piece-workers & for Expenses.		2,429	1	0	11,389	11	0
DEPOSITS.							
With Fair Price Shop & Flour Mills.					909	8	6
Total Rs.					21,37,842	11	0

SCHEDULE B

	Rs.	as.	ps.
LIABILITIES.			
For Expenses.	64,672	9	3

SOMAIYA FARMS.

Profit & Loss Account for the year ended 31st May 1953.

	Rs. as. ps.	Rs. as. ps.		Rs. as. ps.	Rs. as. ps.
To Crop in progress as per last Balance Sheet.	6,14,583 14 0		By Gur Sales.	33,373 1 0	
Add: Expenditure during the year on Cane, Cotton & other Plantations including Harvesting & Transport Expenses...	6,64,875 10 9		" Cane Sales.	3,23,865 6 0	3,57,238 7 0
	12,79,459 8 9		" Discount.		219 1 3
Less: Crop in progress carried to next year. ...	3,56,223 13 3	6,23,235 11 6	" Sundry receipts from Dairy, Flour Mills. value of Farm Produce, etc. ...		1,05,936 2 6
" Salaries & Wages. ...		7,953 8 3	" Stock on hand as on 31-5-53 (Jaggery). ...		46,657 4 9
" Stores, Fuel, Oils, Lubricants, etc. ...		2,446 0 3	" Balance being loss transferred to General Profit & Loss A/c. ...		2,63,721 8 11
" General Expenses. ...		3,570 7 0			
" Supervision Charges to G.S.M. ...		2,000 0 0			
" Insurance Premium. ...		2,011 1 0			
" Audit Fees. ...		200 0 0			
" Live Stock written off. ...		4,150 0 0			
" Repairs & Renewals. ...		3,848 11 9			
" Depreciation. ...		1,09,914 8 8			
" Premium on Lease-hold Land written off. ...		14,442 8 0			
Total Rs...		7,73,772 8 5	Total Rs...		7,73,772 8 5

NANUBHAI & CO.
Chartered Accountants.

K. J. SOMAIYA & SONS LTD., N. R. MULLA. Chairman,
M. B. MUTHA
Managing Agents. AMRITLAL HARGOVANDAS } Directors.
R. S. KOTAK
K. J. SOMAIYA
S. SOMAIYA

Bombay 30th November 1953.