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**THE
GODAVARI
SUGAR MILLS
LIMITED**

**ANNUAL REPORT & ACCOUNTS
1974-75**

1975

THE GODAVARI SUGAR MILLS LIMITED

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

Board of Directors:

SHRI KARAMSHI JETHABHAI SOMAIYA

Chairman and Managing Director

SHRI SHANTILAL KARAMSHI SOMAIYA

SHRI JAYANTILAL GANGADAS DALAL

SHRI DHARAMSHI MORARJI POPAT

SMT. SARLABEN SEVANTIBHAI PAREKH

SHRI SHRIDHAR NARAYAN VAIDYA

SHRI BANSIDHAR SUNDARLAL MEHTA

Bankers:

BANK OF INDIA

UNION BANK OF INDIA

BANK OF MAHARASHTRA

BANK OF BARODA

Solicitors:

MULLA & MULLA AND CRAIGIE BLUNT AND CAROE

Auditors:

AMBALAL THAKKAR & Co.

Registered Office:

FAZALBHOY BUILDING, MAHATMA GANDHI ROAD,
FORT, BOMBAY 400 001.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

NOTICE

Notice is hereby given that the Thirtysixth Annual General Meeting of The Godavari Sugar Mills Limited will be held on Thursday, the 15th April, 1976 at 4-00 p.m. (S.T.) at the Registered Office of the Company, Fazalbhoy Building, Mahatma Gandhi Road, Bombay-1, to transact the following business:

1. To receive and adopt the Directors' Report and Audited Statement of Accounts for the year ended 30th September, 1975.
2. To elect a Director in place of Shri K. J. Somaiya who retires by rotation, but being eligible, offers himself for re-election.
3. To elect a Director in place of Shri J. G. Dalal who retires by rotation, but being eligible, offers himself for re-election.
4. To appoint as a Director of the Company Shri Bansidhar S. Mehta who was appointed as an Additional Director by the Board of Directors on 26th June, 1975, under the provisions of Section 260 of the Companies Act, 1956 read with Article 84 of the Articles of Association of the Company and who holds office under Section 262 of the Companies Act, 1956 upto the date of this meeting. The Company has received a Notice in writing under Section 257 of the Companies Act, 1956 from a member intimating his intention to propose Shri Bansidhar S. Mehta as a candidate for the office of a Director.
5. To appoint Shri N. C. Sayta as a Director of the Company to fill in the vacancy caused by the retirement of Smt. S. S. Parekh who retires by rotation and does not offer herself for re-election. The Company has received a notice in writing under Section 257 of the Companies Act, 1956 from a member intimating his intention to propose Shri N. C. Sayta as a candidate for the office of a Director.
6. To consider and if thought fit to pass, with or without modifications, the following resolution as a Special Resolution.

SPECIAL RESOLUTION:

"Resolved that Clause 80 of the Articles of Association be substituted by the following":

"The number of Directors shall not be less than 4 and more than 12".

7. To appoint Auditors for the current year and fix their remuneration.

The Transfer Books of the Company will be closed from 1st April, 1976 to 15th April, 1976 (both days inclusive).

By Order of the Board of Directors

K. J. SOMAIYA

Managing Director

BOMBAY: Dated 5th March, 1976.

- Notes:**
1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
 2. The relevant Explanatory Statement pursuant to Section 173 of the Companies Act, 1956 in respect of the Special Business under items No. 4 to 6 is annexed herewith.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

EXPLANATORY STATEMENT

The following explanatory Statement is given in respect of items No. 4 to 6 of Special Business mentioned in the accompanying Notice pursuant to the provisions contained in Section 173 of the Companies Act, 1956.

Item No. 4:

Shri B. S. Mehta, Professional Chartered Accountant, was appointed as an additional Director by the Board of Directors on 26th June, 1975 under provisions of Section 260 of the Companies Act, 1956 read with Clause 84 of Articles of Association of the Company. He would hold Office upto the date of next Annual General Meeting to be held on 15th April, 1976. The Board considers it desirable that the Company should avail of his services.

Item No. 5:

Smt. S. S. Parekh retires by rotation but due to her pre-occupations does not offer herself for re-appointment. The company has received a notice in writing from a member of his intention to propose the name of Shri N. C. Sayta for appointment as a Director in her place. The Board considers it desirable to avail of his knowledge and experience.

Item No. 6:

The Articles of Association provide for appointment of maximum number of Eight Directors on the Board of Directors of the Company. However as the business of the Company has been expanding and the administration has become more complex it is deemed expedient to increase the strength of the Board of Directors of the Company upto Twelve Directors. The Company can raise this limit in terms of the provisions of the Companies Act without having to obtain approval of the Central Government. Hence this Special Resolution is commended for approval of the members.

MEMORANDUM OF INTEREST

Shri B. S. Mehta and Shri N. C. Sayta may be deemed to be interested in items No. 4 & 5. None of the Directors of the Company is interested in item No. 6.

By Order of the Board of Directors

K. J. SOMAIYA

Managing Director

BOMBAY: Dated 5th March, 1976.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

DIRECTORS' REPORT

The Shareholders,
The Godavari Sugar Mills Limited,
Bombay.

Ladies and Gentlemen,

Your Directors are pleased to report on the Audited Statement of Accounts of the Company for the year ended 30th September, 1975.

FINANCIAL RESULTS:

The Net Profit for the year under Report works out to Rs. 3,67,596/- after providing for interest of Rs. 1,39,28,226/- and after adjusting short provision for Taxation, Income-tax Refund, and other adjustments shown in Profit & Loss Appropriation Account. In view of the carried forward loss of previous year, no provision has been made in the accounts for depreciation.

In view of the aforesaid position the Directors do not recommend dividend on Equity Shares and Preference Shares for the year ended 30th September, 1975.

The Working of all the three Sugar Factories during 1974-1975 season was comparatively better than that for 1973-1974 season. Against crushing of 3,37,907 M.T. of Cane and Production of 3,40,599 quintals of Sugar during 1973-1974, the Company has crushed 6,03,388 M.T. of Sugarcane and Produced 6,41,820 quintals of sugar during 1974-1975 season. The recovery percentage was also higher during the year under report. However, because of heavy burden of interest overheads, the Company has made marginal Profit during the year.

The crushing for 1975-1976 season is in progress and is expected to reach satisfactory level.

For 1975-1976 season, the Company along with other Joint Stock Sugar Factories were ordered by the High Court of Bombay to pay in Cash Rs. 13/- per M.T., over and above the minimum government price and will have to earmark Free Sugar Stocks of the value calculated at Rs. 13/- per M. T. of Sugarcane supplied by Maharashtra State Farming Corporation Limited to Sakarwadi and Lakshmiwadi factories.

The Levy Sugar prices for 1974-1975 season were revised downwards with effect from 11th July 1975. As a result, the levy prices for Maharashtra Zone and for Karnataka Zone were reduced by Rs. 16.99 per quintal and Rs. 19.42 per quintal respectively. For 1975-1976 season, the Central Government had initially fixed the same prices as notified for 1974-1975 season. However, on 9th February 1976, the Central Government has revised upwards marginally the levy Sugar price by giving increase of Rs. 2.65 per quintal for Maharashtra Zone and of Re. 0.99 per quintal for Karnataka Zone.

The statement concerning employees as required by sub-section (2A) of Section 217 of the Companies act, 1956, as amended, is attached as per Schedule 'B'

Shri. K. J. Somaiya and Shri J. G. Dalal two of your Directors retire by rotation, but being eligible, offer themselves for re-election. Smt. S. S. Parekh retires by rotation but does not offer herself for re-election.

Messrs. Ambalal Thakkar & Co., retire and offer themselves for reappointment as Auditors.

Yours faithfully,
By Order of the Board of Directors
K. J. SOMAIYA
Managing Director

BOMBAY: Dated 5th March, 1976.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

AUDITORS' REPORT TO THE SHAREHOLDERS

ON THE ACCOUNTS FOR THE YEAR ENDED 30TH SEPTEMBER, 1975

We have examined the attached Balance Sheet and the Profit & Loss Account annexed thereto which are in agreement with the Company's Books of Accounts.

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.

In our opinion, proper Books of Accounts as required by the Companies Act, 1956, have been kept by the Company so far as appears from our examination of these Books.

In our opinion, and to the best of our information and according to the explanations given to us, the said Balance Sheet & Profit and Loss Account read with Notes No. 4,5,6,7 and 9 and other notes thereon give the information required by the Act in the manner so required and present a true and fair view of the state of the Company's affairs as at the close of the above financial year and of the Loss for that year.

For **AMBALAL THAKKAR & CO.,**

CHARTERED ACCOUNTANTS

G. P. BHATT

Partner

BOMBAY: Dated 12th March, 1976.

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1974		LIABILITIES			
Rupees			Rupees	Rupees	Rupees
	I. SHARE CAPITAL:				
	AUTHORISED CAPITAL:				
2,30,00,000	2,30,000 Ordinary (Equity) Shares of Rs. 100/-each		2,30,00,000		
20,00,000	20,000 7.8572% subject to deduction of tax at source Redeemable Cumulative Second Preference Shares of Rs. 100/-each ..		20,00,000		
50,00,000	50,000 9½% subject to deduction of tax at source Redeemable Cumulative Third Preference Shares of Rs. 100/-each ..		50,00,000		3,00,00,000
3,00,00,000					
	ISSUED AND SUBSCRIBED CAPITAL:				
1,80,00,000	1,80,000 Ordinary (Equity) Shares of Rs. 100/-each fully paid up; of the above Shares 1,70,000 Shares are allotted as fully paid up by way of Bonus Shares by Capitalisation of General Reserve ..		1,80,00,000		
18,50,950	18,509½ 7.8572% subject to deduction of tax at source Redeemable Cumulative Preference Shares of Rs. 100/-each fully paid, liable to be redeemed at the option of the Company at any time and from time to time after giving three months' notice of the intention to so redeem the same		18,50,950		1,98,50,950
1,98,50,950					
	II. RESERVES AND SURPLUS:				
	(A) General Reserve:				
64,86,145	As per last Balance Sheet	61,10,046			
6,85,433	Less: Dividend on Ordinary and Preference Shares	—			
58,00,712		61,10,046			
3,09,334	Add: Transfer from Development Rebate Reserve	38,313			
61,10,046		61,48,359			
61,10,046	Less: Shown as deduction from Profit & Loss Account as per contra	61,48,359			
—					
1,98,50,950					
	Carried Over		—		1,98,50,950

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS			
Rupees		Rupees	Rupees	Rupees
	I. FIXED ASSETS (At Cost or Book Value):			
9,38,64,961	Gross Block		9,40,56,284	
2,69,40,778	Less: Depreciation written off upto 30th September, 1975		2,69,53,348	
6,69,24,183	Net Depreciated Block as per Schedule 'A' attached		6,71,02,936	
9,87,158	Capital Work-in-Progress		20,40,450	
—	Advances to suppliers for machineries		12,71,910	
6,79,11,341				7,04,15,296
	II. INVESTMENTS (At Cost):			
	(A) INVESTMENTS IN SHARES OF SUBSIDIARY COMPANIES:			
1,00,000	(i) 2,000 Partly paid up Ordinary (Equity) Shares of Godavari Investment & Finance Corporation Ltd., of Rs. 100/- each Rs. 50/- per share paid up	1,00,000		
14,200	(ii) 142 Equity Shares of Sakarwadi Sugar Factory Ltd., of Rs. 100/- each fully paid up	14,200		
14,200	(iii) 142 Equity Shares of Lakshmiwadi Sugar Factory Ltd., of Rs. 100/- each fully paid up	14,200		
1,600	(iv) 16 Equity Shares of Somaiya Sugar Works Ltd., of Rs. 100/- each fully paid up	1,600		
1,30,000			1,30,000	
	(B) OTHER INVESTMENTS:			
10,54,000	(i) Investments in Shares of Oriental Power Cables Ltd.,			
6,00,000	4,200 Equity Shares of Rs. 100/- each fully paid up ..	4,54,000		
4,54,000	Less: Sales	—		
		4,54,000		
25,000	250 9½% Cumulative Redeemable Preference Shares of Rs. 100/- each fully paid up	25,000		
	Out of which 4000 Equity Shares have been deposited with The New India Assurance Co. Ltd., as security for fulfilment of Agreement and undertaking by the Company to purchase from them 4000 Equity Shares of Rs. 100/- each of Somaiya Organics (India) Ltd.			
4,79,000			4,79,000	
6,09,000				
6,79,11,341	Carried Over..		6,09,000	7,04,15,296

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1974	LIABILITIES (Contd.)				
Rupees			Rupees	Rupees	Rupees
1,98,50,950		Brought Forward ..	—		1,98,50,950
	(B) Development Rebate Reserve:				
40,68,290	As per Last Balance Sheet		50,27,182		
12,68,226	Add: Amount set aside during the year		—		
			<u>50,27,182</u>		
53,36,516	Less: Transferred to General Reserve		38,313		
3,09,334				49,88,869	
50,27,182	(C) Storage Fund for molasses Account:				
—	Adjusted from Sale of molasses.			40,533	
50,27,182				<u>40,533</u>	50,29,402
	III. SECURED LOANS:				
2,04,30,997	(a) Cash Credit Account with Bank against hypothecation of all tangible movable assets of the Company including Stocks of Sugar, Stores, Chemicals, Spares etc. at Sakarwadi and Lakshmiwadi Factories and fully guaranteed by two Directors			2,58,01,592	
	(b) Cash Credit Account with Banks against hypothecation of all tangible movable assets of the Company including Stocks of Sugar, Stores, Chemicals, Spares etc. of the Company's Unit at Sameerwadi and fully guaranteed by two Directors.				
40,57,792	(i) Bank of India		20,06,860		
38,64,475	(ii) Union Bank of India		15,93,571		
79,22,267				36,00,431	
	(c) Term Loans secured against joint Equitable Mortgage by deposit of title deeds of the Company's immovable properties situate at Sakarwadi (Kanhgaon), Lakshmiwadi (Kopergaon) in the State of Maharashtra and at Sameerwadi in the State of Karnataka (but excluding Agricultural Assets) and by hypothecation of Movable Machinery with Bank of India acting for itself and as agent of Karnataka State Financial Corporation and The Vijaya Bank Ltd.				
2,00,00,000	(i) Bank of India (Instalment payable within a year Rs.18,00,000/-)		3,24,00,000		
20,00,000	(ii) Karnataka State Financial Corporation (Instalment payable within a year Rs. 2,00,000/-)		20,00,000		
24,99,900	(iii) Vijaya Bank Ltd. (Instalment payable within a year Rs.8,33,000/-)		24,99,900		
2,44,99,900				3,68,99,900	
—	(d) Term Loan from Union Bank of India against Guarantee of Rs. 123 lacs from The Government of Karnataka. (Instalment Payable within a year Rs. 35,00,000/-)			1,22,01,000	
26,00,000	(e) Term Loan from Karnataka State Government against agreement to execute second charge in their favour on fixed assets of Sameerwadi (excluding Agricultural Assets.) (Instalment payable within a year Rs. 5,20,000/-)			26,00,000	
5,54,53,164					
2,48,78,132	Carried Over ..			8,11,02,923	2,48,80,352

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS—(Contd.)			
Rupees		Rupees	Rupees	Rupees
6,79,11,341	Brought Forward ..		6,09,000	7,04,15,296
6,09,000	(ii) Investments in Shares of Somaiya Organics (India) Ltd. ..			
61,99,000	61,990 Equity Shares of Rs. 100/-each fully paid up. ..		61,99,000	
	Out of the above 5000 Shares have been deposited with The New India Assurance Co. Ltd., in respect of its Indemnity Policy favouring The Uttar Pradesh State Industrial Corporation Ltd. in terms of the Company's Agreement for repurchase of six lakhs Rupees of Equity Shares of the said Company.			
10,000	Guarantee commission paid for purchase of Shares.. ..		10,000	
7,440	(iii) 80 Equity Shares of Rs. 100/-each fully paid up of Sugar Selling Agency Pvt. Ltd.		7,440	
78	(iv) One Ordinary Share of Maharashtra State Co-operative Bank Ltd., of Rs. 50/- each fully paid up		78	
2,500	(v) National Defence Certificates deposited with Electricity Department, Bhopal		2,500	
700	(vi) 7 Years' National Savings Certificates (Purchased during the year Rs. 35,000/-)		35,700	
1,000	(vii) 100 Shares of Rs. 10/- each of U. P. Bhokta Distillery AUR Sugar Mills Sahakari Samiti Ltd., Caprainganj		1,000	
6,500	(viii) National Savings Certificates deposited with Excise Commissioner, U.P. and Hydro-Electric Division, Gorakhpur		6,500	
1,995	(ix) 4½% U. P. State Development Loan of 1972 (Face Value Rs.2000/-)		1,995	
1,000	(x) National Savings Certificates of the face value of Rs. 1,000/- deposited as security Deposit with Central Excise Authority, Mudhol		1,000	
	Aggregate quoted Investments	Cost 66,54,995	Market Value 69,87,870	
	Aggregate unquoted Investments	2,19,218	—	
68,39,213		68,74,213	69,87,870	68,74,213
7,47,50,554	Carried Over			7,72,89,509

BALANCE SHEET

10,29,48,175

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS—(Contd.)			
Rupees		Rupees	Rupees	Rupees
7,47,50,554	Brought Forward ..			7,72,89,509
	III. CURRENT ASSETS, LOANS AND ADVANCES:			
	(A) CURRENT ASSETS:			
470	(i) Interest accrued on Investments		470	
	(ii) Stores, Chemicals and Spares (at cost as per inventories valued and certified by a Managing Director)			
1,06,28,489	Stock on hand (including machineries Rs. 33,56,224/-) ..	1,22,05,695		
2,42,812	In transit	14,36,382		
1,08,71,301			1,36,42,077	
20,802	(iii) Loose Tools and Implements (as per inventories valued and certified by a Managing Director)		18,721	
	(iv) Stock-in-trade (as per inventories valued and certified by a Managing Director)			
1,96,40,821	(a) Sugar at Market Rate	3,08,57,719		
1,82,593	(b) Stock of grains, cotton etc. at Market Rate	1,65,800		
13,031	(c) Molasses at Market Rate	33,113		
1,98,36,445			3,10,56,632	
9,19,463	(v) Crop-in-progress (including tillages, preparation of land, irrigation charges etc. at cost as valued and certified by a Managing Director)		41,792	
	(vi) Sundry Debtors: (Unsecured and considered good except otherwise stated):			
1,73,252	(a) Debts outstanding for more than six months	1,90,662		
71,182	(b) Considered doubtful	69,692		
2,44,434		2,60,354		
71,182	Less: Provision for Doubtful Debts	69,692		
1,73,252		1,90,662		
58,06,912	(c) Other Debts (including Rs. 40,51,804/- due from Arpit Ltd., a Company under the same management)	51,23,884		
59,80,164			53,14,546	
3,76,28,645				
7,47,50,554	Carried Over		5,00,74,238	7,72,89,509

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1974	LIABILITIES—(Contd.)				
Rupees		Rupees	Rupees	Rupees	
10,29,48,175	Brought Forward ..			12,40,88,720	
	V. CURRENT LIABILITIES AND PROVISIONS:				
	(A) CURRENT LIABILITIES:				
2,82,19,317	(i) Sundry Creditors		2,89,84,285		
3,50,000	(ii) Bills payable		17,48,000		
2,43,546	(iii) Advance from Customers against Sale of Land & Wood ..		2,48,446		
50,000	(iv) Security Deposit from Selling Agents		50,000		
14,38,538	(v) Security Deposit from Bagaitdars		14,65,955		
4,878	(vi) Security Deposit from Customers		4,878		
43,78,055	(vii) For Taxation		20,39,749		
1,41,110	(viii) Due to Partnership Firm of Khanapur Farms		1,39,187		
10,96,040	(ix) Due for Selling Agents' Commission		9,51,720		
10,000	(x) Due for Managing Director's Remuneration		20,000		
10,860	(xi) Unclaimed Dividend		10,860		
5,72,348	(xii) Liability for Accrued Gratuity		5,72,348		
8,00,003	(xiii) Interest Accrued but not Due on Loans		12,36,039		
3,73,14,695			<u>3,74,71,467</u>		
	(B) PROVISIONS:				
42,04,235	(i) Provision for Agriculture Income-tax		42,04,235		
2,000	(ii) Provision for Bonus		2,000		
41,95,000	(iii) Provision for payment of Agri. Profit under Maharashtra Agricultural Lands (Ceiling on Holdings) Act, 1961	41,95,000			
24,50,000	Less: Paid	<u>24,50,000</u>		<u>17,45,000</u>	
17,45,000					4,34,22,702
4,32,65,930					
14,62,14,105	Carried Over ..			16,75,11,422	

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS—(Contd.)			
Rupees		Rupees	Rupees	Rupees
7,47,50,554	Brought Forward ..		5,00,74,238	7,72,89,509
3,76,28,645				
	(vii) CASH AND BANK BALANCES:			
5,45,011	Cash, Cheques and Drafts on hand (including Stamps on hand Rs. 39,975/- & cheques on hand Rs. 1,52,356/-) ..	9,37,455		
7,49,860	In Current Account with Scheduled Banks	11,94,633		
—	In Saving Account with Scheduled Bank for Unclaimed Dividend	10,860		
	In Current Account with Non-Scheduled Banks:			
436	(a) Ahmednagar District Central Co-op. Bank Ltd., Shrirampur (Maximum debit balance during the year Rs. 436/-, Previous year Rs. 436/-) ..	436		
101	(b) Mudhol Urban Co-operative Bank Ltd., Mudhol (Maximum debit balance during the year Rs. 101/-, Previous year Rs. 101/-)	101		
537		537		
71,853	Fixed Deposit with a Scheduled Bank	68,004		
3,252	Accrued Interest on Fixed Deposit	14,844		
13,70,513			22,26,333	
	(B) LOANS AND ADVANCES:			
	(Unsecured and considered good except otherwise stated)			
	(i) Loan to Company under the same Management			
30,39,676	Arpit Ltd., (Maximum debit balance during the year Rs. 34,36,090/- previous year Rs. 33,05,453/-)	34,27,587		
3,96,414	Interest Accrued on above	4,39,953		
34,36,090		38,67,540		
80,34,527	(ii) Loans to Others (including doubtful loan of Rs. 4,79,130/- not provided for) ..	86,65,417		
12,55,898	Interest accrued on above	10,57,429		
92,90,425		97,22,846		
1,27,26,515		1,35,90,386		
23,601	Considered Doubtful	23,601		
1,27,50,116		1,36,13,987		
23,601	Less: Provision for Doubtful Loans ..	23,601		
1,27,26,515			1,35,90,386	
5,17,25,673				
7,47,50,554	Carried Over		6,58,90,957	7,72,89,509

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1974	LIABILITIES—(Contd.)			
Rupees		Rupees	Rupees	Rupees
14,62,14,105	Brought Forward			16,75,11,422
	CONTINGENT LIABILITIES (Not provided for):			
50,000	(i) (a) In respect of Lands for which suits are pending in Court ..		—	
10,000	(b) In respect of Legal Expenses on above		—	
	(ii) Uncalled Liability on partly paid shares held as investments of Godavari Investment and Finance Corporation Ltd. a subsidiary company		1,00,000	
1,00,000	(iii) In respect of guarantee given to a Bank for Loan granted to a subsidiary company		1,75,403	
25,00,000	(iv) In respect of counter guarantees given to others		47,000	
47,000	(v) In respect of guarantee given to a Bank for inland usance bills ..		—	
43,00,000	(vi) In respect of guarantee given to a Bank for the Loan granted to Somaiya Organics (India) Limited.		1,50,00,000	
1,50,00,000	(vii) In respect of estimated purchase commitments on capital purchases		6,06,450	
21,10,750	(viii) In respect of development charges payable to Government in 8 Instalments for leasehold lands at Gandhidham		91,952	
1,03,520	(ix) In respect of additional cane price payable to Maharashtra State Farming Corporation Limited under the provisions of para 3 of the Third Schedule of Maharashtra Agricultural Land (Ceiling on Holdings) Act, 1961, for the years 1968-69 to 1973-74 amount whereof not ascertained.			
	(x) In respect of dividend payable on 7.8572% of Redeemable Cumulative Preference Shares for the period 1-6-1973 to 30-9-1974 and 1-10-1974 to 30-9-1975		3,39,344	
1,93,911				
14,62,14,105	Total Rupees			16,75,11,422

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS—(Contd.)			
Rupees		Rupees	Rupees	Rupees
7,47,50,554	Brought Forward		6,58,90,957	7,72,89,509
5,17,25,673				
	Loans to subsidiary companies of which the Company is a Holding company			
8,78,105	(a) Godavari Investment & Finance Corporation Limited.	7,95,955		
87,215	Interest accrued on above	98,776		
9,65,320		8,94,731		
60	(b) Sakarwadi Sugar Factory Ltd.	310		
60	(c) Lakshmiwadi Sugar Factory Ltd.	190		
2,050	(d) Somaiya Sugar Works Ltd.	2,430		
9,67,490			8,97,661	
70,22,898	Advances recoverable in cash or kind or for value to be received (including advance to officers of the Company Rs. 20,802/- Maximum debit balance during the year Rs. 44,045/-, Rs. 2,52,707/- in dispute, Rs. 2,097/- to a firm in which one of the Directors is interested as partner and Rs. 6,45,981/- advance against purchase of shares.) ..	95,02,554		
64,126	Considered doubtful	64,126		
70,87,024		95,66,680		
64,126	Less: Provision for doubtful Advance	64,126		
70,22,898			95,02,554	
2,30,914	Income Tax deducted at Source from Interest.		3,86,225	
2,91,802	Deposits with Irrigation Department, Railways and others		27,36,503	
1,93,587	Due from Partnership Firm of Lakh Farms		1,82,735	
6,04,32,364				7,95,96,635
	MISCELLANEOUS EXPENDITURE:			
	Profit & Loss Account:			
1,71,41,233	Balance as per Profit & Loss A/c.		1,67,73,637	
61,10,046	Less: Deducted from General Reserve as per contra		61,48,359	
1,10,31,187				1,06,25,278
14,62,14,105	Total Rupees			16,75,11,422

THE GODAVARI SUGAR

Schedule of Fixed Assets Attached to and

Schedule 'A'

PARTICULARS	Gross Block as on 1st October, 1974	Additions during the year	Sub-Total	Deduction of Sale during the year
(1)	(2)	(3)	(4)	(5)
	Rupees	Rupees	Rupees	Rupees
Freehold Land (Book Value)	28,30,492	2,250	28,32,742	—
Leasehold Land Premium	3,88,850	—	3,88,850	—
Leasehold Land Development Expenses ..	1,35,479	11,494	1,46,973	—
Leasehold Premium on Garage	12,000	—	12,000	—
Buildings & Pucca Quarters at Factories ..	1,94,35,811	—	1,94,35,811	—
Temporary Quarters	5,79,933	—	5,79,933	—
Temporary Quarters at Farms	2,38,768	—	2,38,768	—
Pucca Quarters at Farms	2,18,633	—	2,18,633	—
General Machinery (Book Value)	5,38,32,657	11,086	5,38,43,743	—
Electrical Machinery	30,27,079	—	30,27,079	—
Agricultural Machinery (Book Value) ..	34,05,826	—	34,05,826	(*) 4,000
Locomotives	92,974	—	92,974	—
Electrical Installation & Fittings	9,40,478	593	9,41,071	—
Furniture & Office Equipments	19,82,272	78,832	20,61,104	—
Weigh Bridges	3,69,012	17,151	3,86,163	—
Trolley Lines	6,28,058	—	6,28,058	—
Railway Siding	1,26,075	—	1,26,075	—
Motor Cars, Lorries & Cycles (Book Value)	22,83,980	44,946	23,28,926	—
Carts & Trucks (Book Value)	3,64,585	1,521	3,66,106	—
Laboratory Apparatus	90,005	21,822	1,11,827	—
Roads, Drainage & Tube Wells	14,43,378	5,628	14,49,006	—
Dead Stocks	1,37,517	—	1,37,517	—
Library	7,758	—	7,758	—
Medical Instruments	363	—	363	—
Irrigation Lifts	12,03,771	—	12,03,771	—
Live Stocks	89,207	—	89,207	—
Total Rupees	9,38,64,961	1,95,323	9,40,60,284	4,000

(*) No adjustment has been made in the books in respect of Profit/Loss on sale of asset.

Accompanying to in our Report of even date.
For **AMBALAL THAKKAR & CO.,**
CHARTERED ACCOUNTANTS

G. P. BHATT
Partner

BOMBAY: Dated 12th March, 1976.

MILLS LIMITED, BOMBAY

Forming Part of Balance Sheet as at 30th September, 1975

Gross Block as on 30th September, 1975	Depreciation written off upto 30th September, 1974	Written off during the year.	Total Depreciation upto 30th September, 1975	Net Depreciated Block as at 30th September, 1975	Net Depreciated Block as at 30th September, 1974
(6)	(7)	(8)	(9)	(10)	(11)
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
28,32,742	—	—	—	28,32,742	28,30,492
3,88,850	3,88,850	—	3,88,850	—	—
1,46,973	—	—	—	1,46,973	1,35,479
12,000	5,200	300	5,500	6,500	6,800
1,94,35,811	31,18,521	2,122	31,20,643	1,63,15,168	1,63,17,290
5,79,933	2,28,272	—	2,28,272	3,51,661	3,51,661
2,38,768	1,52,246	—	1,52,246	86,522	86,522
2,18,633	67,614	—	67,614	1,51,019	1,51,019
5,38,43,743	1,29,66,358	3,528	1,29,69,886	4,08,73,857	4,08,66,299
30,27,079	18,30,648	—	18,30,648	11,96,431	11,96,431
34,01,826	31,92,496	5,521	31,98,017	2,03,809	2,13,330
92,974	86,792	—	86,792	6,182	6,182
9,41,071	99,723	—	99,723	8,41,348	8,40,755
20,61,104	8,05,668	236	8,05,904	12,55,200	11,76,604
3,86,163	1,61,268	13	1,61,281	2,24,882	2,07,744
6,28,058	5,86,128	—	5,86,128	41,930	41,930
1,26,075	1,08,337	—	1,08,337	17,738	17,738
23,28,926	9,55,205	33	9,55,238	13,73,688	13,28,775
3,66,106	3,10,780	436	3,11,216	54,890	53,805
1,11,827	36,697	—	36,697	75,130	53,308
14,49,006	7,42,948	—	7,42,948	7,06,058	7,00,430
1,37,517	61,463	205	61,668	75,849	76,054
7,758	5,489	—	5,489	2,269	2,269
363	330	—	330	33	33
12,03,771	9,47,574	176	9,47,750	2,56,021	2,56,197
89,207	82,171	—	82,171	7,036	7,036
9,40,56,284	2,69,40,778	12,570	2,69,53,348	6,71,02,936	6,69,24,183

K. J. SOMAIYA
Chairman and Managing Director

K. R. THANAWALA
Secretary

S. N. VAIDYA
D. M. POPAT
S. K. SOMAIYA } Directors

Bombay: Dated 5th March, 1976.

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the period ended
30th Sept. 1974

Rupees		Rupees	Rupees
	To Opening Stock on 1st October, 1974		
4,25,50,161	Sugar	1,96,40,821	
60,242	Molasses	13,031	1,96,53,852
4,26,10,403			
7,08,152	„ Crop in Progress as at 1st October 1974	9,19,463	
15,059	„ Stock of Grains & other Seeds as at 1st October 1974.. .. .	24,044	
7,337	„ Grains & Other Seeds for Sowing	10,531	
14,38,986	„ Salaries and Wages	4,24,891	
52,016	„ Bonus of Previous Years	63,882	
58,884	„ Contribution to Govt. Provident Fund and Administrative Charges	11,388	
—	„ Company's contribution to Employees' Family Pension Fund Scheme	2,264	
2,345	„ Workmen and Staff Welfare Expenses	—	
32	„ Workmens' Compensation	—	
9,998	„ Gratuity	—	
6,24,907	„ Stores inclusive of Seeds and Manures	2,48,086	
14,070	„ Repairs and Renewals	7,720	
60,850	„ Land Rent	1,79,028	
1,45,275	„ Irrigation Rates and Taxes	32,195	
2,298	„ Expenses on Sale of Grains, Cotton, Tobacco etc.	122	
24,699	„ Education Cess	33,917	
2,991	„ Rent	—	
	„ Miscellaneous Expenses including Printing & Stationery, Postage and Telegrams and Travelling Expenses (including Harvesting and Carting Commission Rs. 19,811/- Previous period Rs. 15,436/-)	65,271	
1,08,595	„ Depreciation	12,270	
24,241	„ Land Development Expenses written off	3,424	
81	„ Legal Charges	89,574	
28,292	„ Brokerage and Commission (Guarantee Commission)	9,375	
9,375	„ Loose Tools written off	9	
8			
33,38,491		21,37,454	
9,19,463	„ Less: Crop in Progress as at 30th September, 1975	41,792	
24,19,028		20,95,662	
4,26,10,403	Carried Over	20,95,662	1,96,53,852

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1975

For the period ended 30th Sept. 1974				
Rupees	By Sales	Rupees	Rupees	Rupees
11,51,02,539	Sugar		14,58,91,113	
1,85,763	Molasses	2,10,979		
—	Less : Transferred to Molasses Storage Fund	40,533		
1,85,763			1,70,446	
19,218	Sugarcane		—	
1,47,209	Food Grains, Tobacco, Grains etc. (including consumption of Rs. 10,531/- as per contra)		1,76,318	14,62,37,877
11,54,54,729				
3,80,538	„ Sundry receipts from Flour Mills, Dairy, Old Materials etc.			9,35,692
2,45,675	„ Income from Immovable Property			2,91,214
5,87,030	„ Sundry receipts being market value of Farm Produce etc. (including Profit on Sale of Grains Rs. 17,708/-)			2,71,350
261	„ Dividend on Co-Operative Bank Shares			3
68	„ Share Transfer and Splitting Fees			14
	„ Interest:			
16,65,601	On Loans and Others (includes Rs. 4,68,724/- on Income tax refund)..		21,00,554	
87,215	From Subsidiary Company		98,776	
	From Bank:			
5,279	On Fixed Deposit		7,744	
	(Income tax deducted at source Rs. 1,55,310/-)			22,07,074
17,58,095				
11,84,26,396				
	Carried Over			14,99,43,224

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the period ended 30th Sept. 1974				
Rupees			Rupees	Rupees
4,26,10,403		Brought Forward ..	20,95,662	1,96,53,852
24,19,028				
74,728	To Transportation of Cane		97,495	
1,43,504	„ Loss due to Riot and Fire at Sameerwadi		—	
	„ Loss of Lakh and Khanapur Farms in Partnership:			
	Lakh Farms:			
23,262	1/4 Share of loss for the year	595		
	Khanapur Farms:			
7,208	1/4 Share of loss for the year	458	1,053	
30,470				21,94,210
26,67,730				
4,33,45,617	„ Locally Purchased Cane			9,06,45,494
—	„ Raw Sugar Purchased			2,70,172
82,21,990	„ Salaries and Wages (after deducting Rs. 39,93,566/- charged to repairs, capital and other relevant heads)		91,73,213	
5,24,398	„ Bonus to Employees (includes Rs. 6,81,397/- of previous years) ..		6,35,397	
9,975	„ Company's Contribution to Employees' Family Pension Fund Scheme		19,198	
1,91,451	„ Contribution to Provident Fund of the Company		1,46,365	
1,56,221	„ Gratuity		1,55,884	
4,47,954	„ Contribution to Govt. Provident Fund and Administrative Charges ..		5,29,133	
2,80,360	„ Workmen and Staff Welfare Expenses		2,10,812	
7,998	„ Workmen's Compensation		9,712	
98,40,347				1,09,29,714
22,29,286	„ Stores, Chemicals and spare Parts (after deducting Rs. 61,42,033/- charged to Agriculture, Capital, repairs and other relevant heads) ..			24,90,729
10,39,330	„ Power and Fuel			9,19,406
29,12,615	„ Repairs to Plant & Machinery (inclusive of Salaries & Wages Rs. 20,92,226/- Previous period Rs. 17,51,298/-)		33,43,297	
3,83,437	„ Repairs to Buildings (inclusive of Salaries & Wages Rs. 2,76,349/- Previous period Rs. 1,76,483/-)		4,57,775	
2,32,636	„ Other repairs (inclusive of Salaries & Wages Rs. 1,01,791/- Previous period Rs. 86,204/-)		2,73,859	
35,28,688				40,74,931
34,17,848	„ Sugar Cane Purchase-tax			90,69,196
1,87,500	„ Gratuity Insurance			1,90,821
2,10,87,396	„ Excise Duty			1,98,51,487
12,99,54,145		Carried Over ..		16,02,90,012

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1975

For the period ended 30th Sept. 1974			
Rupees		Rupees	Rupees
11,84,26,396	Brought Forward		14,99,43,224
23,757	By Sale of Live Stock		25,501
5,100	„ Profit on Sale of Assets		—
29,063	„ Rebate/Refund on Excise Duty		53,60,623
—	„ Tax Credit Certificates of previous year		2,33,098
40,00,000	„ Insurance Claim		—
4,68,804	„ Cane Cess Refund		10,212
—	„ Refund of Electricity Duty		59,947
73,188	„ Claims and Refunds		3,318
—	„ Unclaimed Salaries, Wages & Bonus of previous years written back		
—	Agriculture	46,487	
—	Factory	50,087	
—			96,574
1,96,40,821	„ Stock-in-trade (as taken, valued and certified by a Managing Director)		
13,031	Sugar at Market Rate	3,08,57,719	
24,044	Molasses at Market Rate	33,113	
1,96,77,896	Food Grains, Tobacco etc. at Market Rate	39,538	
1,51,43,232			3,09,30,370
	„ Balance being loss for the year		2,83,515
15,78,47,436			
	Carried Over ..		18,69,46,382

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the period ended 30th Sept. 1974											
Rupees										Rupees	Rupees
12,99,54,145										Brought Forward	16,02,90,012
2,57,398	To Insurance Premium										3,69,244
2,013	„ Emergency Risk Insurance Premium										10,280
17,17,165	„ Packing and Forwarding										40,28,546
3,12,026	„ Rent (Received Rs. 1,200/- Previous period Rs. 1,600/-)										2,65,860
3,33,864	„ Rates and Taxes										3,27,913
10,96,040	„ Sole Selling Agents' Commission on sugar										9,51,720
	„ Brokerage and Commission (including Guarantee Commission of Rs.14,596/-										
	Previous period Rs. 32,429/- and after deducting Rs. 29,897/- for previous year										
3,80,334	recredited)										2,85,492
41,88,683	„ Miscellaneous Expenses (including printing and stationery, postage and telegrams,										
101	telephone, travelling and motor car maintenance)										41,58,998
18,965	„ Charity and Donation										20,276
	„ Cattle Camp Expenses and Drought Relief Expenses										—
	„ Interest :										
2,880	Directors									3,504	
45,23,775	Cash Credit Account (after deducting Rs. 1,45,974/- of previous year excess adjusted)									66,38,881	
45,73,659	Fixed Loans									51,20,172	
15,86,745	Fixed Deposits									12,23,444	
1,60,000	Debentures									1,20,000	
12,55,861	Other Loans (includes Rs. 81,822/- of previous year)									8,22,225	
1,21,02,920											1,39,28,226
5,000	„ Directors' Fees										3,000
1,08,507	„ Directors' Travelling Expenses										1,10,537
1,15,000	„ Managing Director's Remuneration										60,000
	„ Payment to Auditors:										
20,000	Audit Fees									20,000	
	In other capacity:										
5,000	For Taxation matters									—	
5,000	For Company Law matters									—	
—	Auditors' Travelling Expenses									293	
30,000											20,293
3,60,000	„ Loss on Sale of Shares										—
12,85,809	„ Agricultural Development expenses (inclusive of Salaries and Wages Rs. 15,23,199/-										
1,08,981	Previous period Rs. 10,50,442/-)										17,62,318
56,500	„ Expenses of Scientific Research										98,806
2,46,057	„ Contribution to Scientific Research Institution										—
38,82,047	„ Legal Expenses (including Rs. 2,000/- paid for Audit of Provident Fund Accounts)										2,52,488
2,304	„ Loss due to riot and fire at Sameerwadi										—
400	„ Loose Tools and Implements written off										2,073
14,951	„ Premium on Leasehold Garage written off										300
12,68,226	„ Provision for Doubtful Debts										—
	„ Development Rebate Reserve										—
15,78,47,436	Total Rupees										18,69,46,382

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1975

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the period ended
30th Sept. 1974

Rupees		Rupees	Rupees	Rupees
30,21,957	To Balance of loss brought forward from last year's Balance Sheet .. .. .	..	..	1,71,41,233
8,08,427	„ Income-tax paid u/s.23 A written off .. .. .	..	..	—
4,74,237	„ Short Provision for taxation of previous years .. .. .	..	..	20,102
1,51,43,232	„ Balance brought down .. .. .	..	..	2,83,515
NOTE:				
Computation of Managing Director's Commission is as follows:				
1,51,43,232	Net Loss as per Profit & Loss A/c.			2,83,515
Less :				
1,15,000	(i) Managing Director's Remuneration	60,000		
12,68,226	(ii) Development Rebate Reserve	—		
14,951	(iii) Provision for Doubtful Debts	—		
24,241	(iv) Depreciation of Agriculture Section	12,270	72,270	
14,22,418			2,11,245	
1,37,20,814				
Add :				
81,38,654	(i) Depreciation to the extent specified in section 350 of the Companies Act, 1956.	54,62,017		
5,00,000	(ii) Estimated Liability of Bonus as per Note No. 4.	2,50,000		
—	(iii) Provision for Doubtful Debts recredited	1,490	57,13,507	
86,38,654				
2,23,59,468	Net Loss for Calculating Managing Director's Commission		59,24,752	
Nil	Managing Director's Commission		NIL	
Total Managerial Remuneration:				
1,15,000	Remuneration	60,000		
9,583	Company's Contribution to Provident Fund	5,000		
4,200	Perquisite for use of Company's Car	5,400		
1,28,783	Total Rupees	70,400		
1,94,47,853	Total Rupees			1,74,44,850

Accompanying to in our Report of even date
For **AMBALAL THAKKAR & CO.,**
CHARTERED ACCOUNTANTS
G. P. BHATT
Partner

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1975

For the period ended 30th Sept. 1974									
Rupees								Rupees	Rupees
—	By Excess provision for doubtful debts recredited	..	..	..	..	..	..		1,490
—	„ Excess Provision for Gratuity (Agri.) recredited	..	..	..	..	..	..		544
23,06,620	„ Income-tax Refund of previous years	..	..	..	..	..	..		6,69,179
1,71,41,233	„ Balance carried to balance Sheet	..	..	..	..	..	..		1,67,73,637

THE GODAVARI SUGAR

BALANCE SHEET

- NOTES: (1) The Company has entered into partnership with other persons who are partners in respect of working of Khanapur and Lakh Farms owned by the Company. Company's share in Liabilities and Assets of the Partnership firm is incorporated in the Books of Accounts of the Firms. Losses for the year have been incorporated in Accounts as per the statements certified by the Partners.
- (2) No provision has been made in respect of Balance of Loss of Rs. 24,907/- as on 31st May, 1975 of Godavari Investment & Finance Corporation Limited.
- (3) (a) No Depreciation has been provided during the year in respect of Fixed Assets of Factories and the Assets of Agriculture section of Sameerwadi amounting to Rs. 54,05,559/- (Previous period Rs. 80,59,663/-).
- (b) Total arrears of Depreciation upto 30th September, 1975 computed in accordance with Section 205 (2) (a) of the Companies Act, 1956, amounted to Rs. 2,36,40,190/- (Previous period Rs. 1,82,34,631/-).
- (4) No provision has been made for Liability of Bonus according to Bonus Act amounting to about Rs. 2,50,000/-.
- (5) Total Liability for Accrued Gratuity to employees under the Payment of Gratuity Act, 1972 upto 30th September, 1975 as per Actuary's Certificate is of Rs. 31,45,587/- against which provision of Rs. 5,72,348/- has been made.
- (6) The Company has applied to the Central Government for its approval for:-
- (a) Loans to Corporate Body under the same management and Other Bodies Corporate in excess of the prescribed limits under Section 370 of Companies Act, 1956.
- (b) Retaining the present amount of Public Fixed Deposits and Loans guaranteed by a Director in excess of limits prescribed under Company's Acceptance of Deposit Rules.
- (c) Contracts entered into with a Private Limited Company in which one of the Directors is interested as a Director and a member under Section 297 of Companies Act, 1956.
- (d) Waiver of Managing Director's remuneration of Rs. 13,471/- for the year 1971-72, Rs. 66,800/- for the year 1972-73 and Rs. 61,483/- for the period ending 30th September, 1974 paid in excess of the limits sanctioned by the Central Government vide its letter No. 1 (150)-CL-VII/74 dated 13th August, 1974.
- (7) For cane supplied by Maharashtra State Farming Corporation Ltd. to Company's Sakarwadi and Lakshmiwadi Factories during 1974-75 season, the Company has received bills at the rates of Rs. 181/- per tonne and Rs. 176/- per tonne respectively against which the Company has paid and provided at the rates of Rs. 118/- per tonne and Rs. 116/- per tonne respectively. The matter is pending before the High Court of Bombay.
- (8) Company has paid Rs. 88,374/- as advance against purchase of Agricultural lands in Karnataka State for a price of Rs. 1,02,314/-. Although Company is in possession of these lands it is not possible to transfer the lands in the name of the Company due to Land Ceiling Act. Necessary steps are being taken in the matter.
- (9) Loan given amounting to Rs. 11,17,735/- have been considered by the Directors as good. In absence of any material to verify the same by the Auditors they are unable to ascertain whether they are fully recoverable or not.
- (10) As the Insurance claim for loss due to riot and fire at Sameerwadi lodged last year is not still settled, further adjustment, would be made for partial loss of assets and for loss of revenue nature when the same is settled.
- (11) Company has agreed to give second charge by way of Equitable Mortgage in favour of Government of Karnataka :-
- (a) On Fixed Assets of Sameerwadi (excluding Agricultural Assets) for Term Loan of Rs. 26,00,000/- granted to the Company.
- (b) On Fixed Assets of Sakarwadi, Lakshmiwadi and Sameerwadi Factories (excluding Agricultural Assets) for guarantee of Rs. 1,23,00,000/- given in favour of Union Bank of India for loan of Rs. 1,22,01,000/- granted by the Bank to the Company.
- (12) (a) Employees who were employed throughout the year at remuneration which in the aggregate was not less than Rs. 36,000/- (Other than Managing Director)
- | | Number | Salary, Bonus & Allowances. | Contribution to Provident Fund & Other Funds. |
|--|--------|-----------------------------|---|
| | 4 | 1,85,789/- | 13,100/- |
- (b) Employee of the Company who is in receipt of or entitled to receive emoluments amounting to Rs. 3,000/- per mensem for part of the year.
- | | | | |
|--|---|---------|-------|
| | 1 | 8,999/- | 240/- |
|--|---|---------|-------|

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1975

(13) Information in respect of Partnership Firms in which the Company is a partner:-

(a) Somaiya Farm—Lakh:

Name of Partners	Capital	Share of Profit
(i) Godavari Sugar Mills Ltd.	1,93,587	25.00%
(ii) Shri L. V. Satpute	26,449	18.75%
(iii) Shri D. M. Patel	19,836	14.0625%
(iv) Shri N. G. Patel	19,836	14.0625%
(v) Shri J. C. Patel	19,836	14.0625%
(vi) Shri B. H. Patel	19,836	14.0625%

(b) Somaiya Farm—Khanapur:

Name of Partners	Capital	Share of Profit
(i) Godavari Sugar Mills Ltd.	Nil	25.00%
(ii) Shri M. J. Patel	75,099	18.75%
(iii) Shri C. J. Patel	75,099	18.75%
(iv) Shri C. B. Patel	75,099	18.75%
(v) Shri S. P. Patel	75,099	18.75%

(14) Quantitative information in respect of goods manufactured:-

Name of Factory	Licensed Capacity	Installed capacity as certified by Manager of respective factories.
Sakarwadi	1016	1050/1100
Lakshmiwadi	1016	1200/1250
Sameerwadi	2500	2000

Goods Manufactured	Opening Stock		Production Quantity M.T.	Quantity sent for reprocessing M.T.	Sales		Closing Stock	
	Quantity M.T.	Value Rs.			Quantity M.T.	Value Rs.	Quantity M.T.	Value Rs.
Sugar ..	(+)7,317.2	1,96,40,821	64,182.0	318.6	56,845.5	14,58,91,113	(*)14,335.1	3,08,57,719
Molasses ..	2,167	13,031	25,501		23,629	2,10,979	4,039	33,113

(*) According to usual practice valuation of stock of Brown sugar is not made.

(+) Quantity of 13.3 M.T. of sugar excess shown in the closing stock and less shown in quantity sold during last year due to typographical error.

Raw Materials Purchased/Consumed:-

SUGARCANE	Quantity Purchased	Quantity Consumed	Value
Purchased Cane	5,87,460.9	5,87,460.9	9,06,45,494
Own Cane	—	15,927.1	—
	5,87,460.9	6,03,388.0	9,06,45,494

Stores & Spares Consumed:-

	Value	%
Imported	5,882	0.2
Indigenous	27,32,933	99.8
	27,38,815	100.0

C.I.F. VALUE OF IMPORTS:

	Purchased
(i) Raw Materials	Nil
(ii) Stores & Spares	1,02,171
(iii) Capital Goods	Nil

(15) Details of quantity etc. in respect of Farm produce other than cane, are not readily available and therefore not shown.

(16) The figures of the previous year have been recast wherever necessary due to regrouping of certain items and they are not comparable with the current year's figures as the same were for 16 months against the 12 months in current year.

In the opinion of the Board, the Current Assets, Loans and Advances are of the value stated, if realised in the ordinary course of business. The provision for all known liabilities and depreciation is adequate and not in excess of the amount reasonably necessary.

K. J. SOMAIYA

Chairman and Managing Director

S. N. VAIDYA

D. M. POPAT

S. K. SOMAIYA

Directors

K. R. THANAWALA

Secretary

BOMBAY: Dated 5th March, 1976.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

ATTACHMENT TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 30TH SEPTEMBER, 1975

Schedule 'B'

Statement under Section 217 (2A)(b)(ii) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, in regard to:

- (a) Employees of the Company who were employed throughout the year under review and were in receipt of remuneration for that period in the aggregate of not less than Rs. 36,000/-.
- (b) Employees of the Company who were employed for part of the year under review and were in receipt of remuneration at a rate which in the aggregate was not less than Rs. 3,000/- per month.

(a) EMPLOYED THROUGHOUT THE YEAR UNDER REVIEW

S. No.	Name of Employee	Designation/ Nature of Duties	Remuneration Rs.	Nature of Employment (whether Contractual or otherwise)	Other terms & Conditions	Qualifications & Experience (Years)	Date of Commencement of Employment
1.	Shri K. J. Somaiya	Managing Director	70,400/-	Contractual for Five years from 1-6-1975	As approved by Central Government	About 36 Years	1-6-1970
2.	Shri P. M. Kavadia	Chief Executive	43,404/-	Permanent	As per Company's Rules	M.A., LL.B., About 30 Years	1-9-1963
3.	Shri Mangal Singh	Technical Adviser-cum-General Manager	59,287/-	Permanent, subject to termination by three months' notice on either side.	As per Company's Rules	B.Sc., A.N.S.I.I. F.S.T.A. About 25 Years	4-8-1971
4.	Shri S. N. Kaul	General Manager	58,554/-	Permanent, subject to termination by three month's notice on either side.	As per Company's Rules	T. Eng. (CBI) About 25 Years	15-10-1956
5.	Shri S. R. Parikh	Financial Controller	37,644/-	Permanent, subject to termination by one month's notice on either side.	As per Company's Rules	B. Com., A.C.A. About 19 Years	1-1-1960

(b) EMPLOYED FOR A PART OF THE YEAR UNDER REVIEW

6.	Shri R. D. Holkar	Joint General Manager	9,239/-	Permanent, subject to termination by three months' notice on either side.	As per Company's Rules	B.A., LL.B., Dip. B.I.M. (London) About 25 Years	10-7-1975
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Note: None of the above employees except the Managing Director is a relative of any Director of the Company.

By Order of the Board of Directors

K. J. SOMAIYA

Managing Director

BOMBAY: Dated 5th March, 1976.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO SUBSIDIARIES

- (i) The Godavari Sugar Mills Limited, holds the whole of the Subscribed Capital of Rs. 2,00,000/- of which Rs. 1,00,000/- has been paid up in Godavari Investment & Finance Corporation Limited as at 31st May, 1975.

The Godavari Sugar Mills Limited, and its nominees hold the whole of the subscribed capital of Rs. 14,200/- in Sakarwadi Sugar Factory Ltd., Rs. 14,200/- in Lakshmiwadi Sugar Factory Ltd., and Rs. 1,600/- in Somaiya Sugar Works Limited as at 30th September, 1975.

- (ii) *Advances:-* The Advances to subsidiaries were as follows:

	<i>As on</i>	<i>Amount</i>
(a) Godavari Investment & Finance Corporation Limited	31st May, 1975	Rs. 7,49,854/-
(b) Sakarwadi Sugar Factory Ltd.	30th Sept. 1975	Rs. 310/-
(c) Lakshmiwadi Sugar Factory Ltd.	30th Sept. 1975	Rs. 190/-
(d) Somaiya Sugar Works Limited	30th Sept. 1975	Rs. 2,430/-

- (iii) Godavari Investment & Finance Corporation Limited made a Profit of Rs. 319/- for the year ended 31st May, 1975. The Net Loss after adjusting the previous years' Loss from Profit of this year comes to Rs. 24,907/-. The said loss has been carried to the Balance Sheet of this Company and no adjustment has been made in the Books of The Godavari Sugar Mills Limited, in respect of the said loss of the subsidiary Company. Sakarwadi Sugar Factory Ltd., Lakshmiwadi Sugar Factory Ltd., and Somaiya Sugar Works Ltd., have made loss of Rs. 170/- Rs. 230/- and Rs. 430/- respectively for the year ended 30th September, 1975. No adjustment has been made for these losses in the Books of The Godavari Sugar Mills Limited.
- (iv) There has been no change in the Interest of The Godavari Sugar Mills Limited, in Godavari Investment & Finance Corporation Limited, between 1st June, 1975 and 30th September, 1975. Further, there have been no material changes during this period in Godavari Investment & Finance Corporation Limited in respect of Fixed Assets, Investments, moneys lent and moneys borrowed by it for any purpose other than that of meeting Current Liabilities.

K. J. SOMAIYA

Chairman & Managing Director

K. R. THANAWALA
Secretary

S. N. VAIDYA
D. M. POPAT
S. K. SOMAIYA } *Directors*

Bombay : Dated 5th March, 1976.

GODAVARI INVESTMENT & FINANCE CORPORATION LIMITED, BOMBAY

DIRECTORS' REPORT

Gentlemen,

Your Directors submit herewith their Twentieth Annual Report and Audited Accounts of the Company for the year ended 31st May, 1975.

The Working of the Company for the year resulted in a Profit of Rs. 319/- after providing Rs. 680/- for taxation. After adjusting the same from last years' loss, and after recrediting excess provision for doubtful debts and loans amounting to Rs. 1,410/- and adjusting short provision for taxation for previous year amounting to Rs. 646/-, the net carried forward loss comes to Rs. 24,907/- which has been carried forward to next year. In view of this, Directors do not recommend any dividend for the year.

In view of the Changes in the Companies Act, 1956 and on the present Auditors indicating their unwillingness to be reappointed, it will be necessary to appoint new Auditors. The Company has received notice of a resolution for the appointment of M/s. N. P. Patwa & Co., as Auditors of the Company for the ensuing year at a remuneration of Rs. 500/-.

Yours faithfully,

For and on behalf of the Board of Directors

S. K. SOMAIYA

Director

BOMBAY: Dated 31st October, 1975.

GODAVARI INVESTMENT & FINANCE CORPORATION LIMITED, BOMBAY

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of The Godavari Investment and Finance Corporation Limited, as at 31st May, 1975, and also the attached Profit and Loss Account of the Company for the year ended on that date and report that:

1. 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.
2. In our opinion proper Books of Accounts as required by law have been kept by the Company, so far as appears from our examination of the Books of Accounts produced before us.
3. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Accounts.
4. In our opinion and to the best of our information and according to the explanations given to us, the accounts read with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - (a) in the case of the Balance Sheet of the state of affairs of the Company as at 31st May, 1975 and,
 - (b) in the case of the Profit and Loss Account of the Profit for the year ended on that date.

FOR NANUBHAI & CO.,
CHARTERED ACCOUNTANTS

D. H. PARMAR

Partner

BOMBAY: Dated 5th November, 1975.

GODAVARI INVESTMENT AND BALANCE SHEET

As at 31st May, 1974	LIABILITIES		
Rupees		Rupees	Rupees
5,00,000	I. AUTHORISED CAPITAL: 5,000 Ordinary (Equity) Shares of Rs. 100/- each		5,00,000
1,00,000	II. SUBSCRIBED CAPITAL: 2,000 Ordinary (Equity) Shares of Rs. 100/- each Rs. 50/- called up, held by Holding Company The Godavari Sugar Mills Ltd., and its nominees.. .. .		1,00,000
4,98,526	III. SECURED LOANS: In Cash Credit Account with Bank of India against hypothecation of Machinery and Implements and book debts including those given/to be given on hire-purchase and against equitable sub-mortgages by deposit of the mortgage documents including prior title deeds relating thereto in respect of the rights of the Company as mortgage under mortgage documents executed in favour of the Company by cultivators and guaranteed by two Directors of the Company and also by Holding Company		1,70,728
4,94,473	IV. UNSECURED LOANS: Loan on Current Account from the Holding Company, The Godavari Sugar Mills Ltd.	6,83,031	
63,897	Add: Interest due on above	66,823	
5,58,370			7,49,854
	V. CURRENT LIABILITIES AND PROVISIONS:		
	(A) CURRENT LIABILITIES:		
44,422	(i) Sundry Creditors	44,828	
6,382	(ii) Estimated unearned Finance Charges on Hire Purchase carried forward ..	6,180	
9,998	(iii) Interest accrued but not due on Loans	4,849	
—	(iv) Income Tax on Interest	17,763	
60,802		73,620	
	(B) PROVISIONS:		
20,500	For Taxation	3,180	
81,302			76,800
12,38,198	Carried Over		10,97,382

FINANCE CORPORATION LTD., BOMBAY

AS AT 31ST MAY, 1975

As at 31st May, 1974	ASSETS			
Rupees		Rupees	Rupees	Rupees
	I. CURRENT ASSETS, LOANS AND ADVANCES:			
	(A) CURRENT ASSETS:			
	(i) Stock-in-trade (at cost) (as per inventories taken, valued and certified by a Director)			
8,417	Machinery Stores and Spares		6,588	
13,434	(ii) Future instalments receivable from hire of Oil Engines and Pumps under Hire-Purchase Agreements (Considered good)		13,210	
	(iii) SUNDRY DEBTORS:			
	(Unsecured and considered good as certified by a Director, except otherwise stated)			
	For supply of spares and fittings supplied to cane growers and for the supervision charges and hire purchase instalments due from them			
1,15,501	Outstanding for more than 6 months	1,20,492		
45,221	Considered doubtful	44,721		
1,60,722		1,65,213		
45,221	Less: Provision for Doubtful Debts	44,721		
1,15,501		1,20,492		
29,408	Other Debts	8,519		
1,44,909			1,29,011	
	(iv) CASH AND BANK BALANCES:			
283	Cash on Hand	692		
7,587	Stamp Papers on Hand	4,176		
1,823	In Current Account with a Scheduled Bank	1,363		
9,693			6,231	
1,76,453				
	Carried Over ..		1,55,040	

GODAVARI INVESTMENT AND BALANCE SHEET

<i>As at 31st May, 1974</i>	LIABILITIES—(Contd.)		
<i>Rupees</i>		<i>Rupees</i>	<i>Rupees</i>
12,38,198	Brought Forward ..		10,97,382
	<p>NOTES:</p> <p>(1) Out of Land Mortgage Agreements for Loans given to Bagaitdars, Agreements for Loans amounting to Rs. 39,329/- have been either sent for registration or are under execution.</p> <p>(2) The number of Employees of the Company who are in receipt of or are entitled to receive emoluments amounting in the aggregation of Rs. 3,000/- or more per mensem for the whole year or any part of the year are: Nil.</p> <p>(3) Income from Commission Rs. 72,570/- and Supervision charges Rs. 30,964/-.</p> <p>(4) Sundry Debtors and Creditors, Loans and Advances are subject to confirmation from the Parties.</p>		
12,38,198	Total Rupees ..		10,97,382

Referred to in our Report of even date
For **NANUBHAI & CO.,**
CHARTERED ACCOUNTANTS
D. H. PARMAR
Partner.

BOMBAY: Dated 5th November, 1975.

FINANCE CORPORATION LTD., BOMBAY

AS AT 31ST MAY, 1975

As at 31st May, 1974	ASSETS—(Contd.)				
Rupees			Rupees	Rupees	Rupees
1,76,453		Brought Forward ..		1,55,040	
	(B) LOANS AND ADVANCES:				
	(Secured and considered good as certified by a Director except otherwise stated)				
	(i) Loans to Cane growers under arrangement to supply cane to the Holding Company, The Godavari Sugar Mills Ltd., in terms of Agreements:-				
9,89,125	Secured		7,65,707		
37,791	Considered doubtful		36,882		
10,26,916			8,02,589		
37,791	Less: Provision for Doubtful Loans		36,882		
9,89,125			7,65,707		
—	Loans to Others		1,11,689		
9,89,125				8,77,396	
17,063	(ii) Advance Income Tax			9,840	
29,000	(iii) Deposit			29,000	
567	(iv) Advances recoverable in Cash or Kind			1,199	
12,12,208					10,72,475
	II. MISCELLANEOUS EXPENDITURE:				
	Profit and Loss Account:				
25,990	Loss as per Profit & Loss Account				24,907
12,38,198		Total Rupees ..			10,97,382

In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value stated, if realised, in the ordinary course of business. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

S. K. SOMAIYA
N. B. BORA
S. R. PARIKH
Y. P. DANDIWALA } Directors

BOMBAY: Dated 31st October, 1975.

GODAVARI INVESTMENT AND PROFIT & LOSS ACCOUNT FOR

For the year ended 31st May, 1974									
Rupees								Rupees	Rupees
	To Opening Stock:								
12,017	Machinery, Spares and Fittings								8,417
	„ Purchases:								
—	Stores								2,700
1,755	„ Miscellaneous Expenses, Fees & Stamps, Printing & Stationery, Postage & Telegrams, Conveyance, Travelling etc.								2,203
39	„ Insurance Premium								39
	„ Interest:								
63,897	On Current Account to the Holding Company, The Godavari Sugar Mills Ltd.						84,586		
73,012	On Cash Credit Account with Bank						46,202		
31	Others						—		
1,36,940									1,30,788
9,600	„ Office Rent								9,600
500	„ Audit Fees								500
19,359	„ Salary								27,301
1,664	„ Bonus								1,661
1,602	„ Company's Contribution (to the Holding Company) towards Provident Fund								2,115
12	„ Govt. Provident Fund Company's Contribution and Administrative Charges ..								15
200	„ Workmen and Staff Welfare Expenses								200
2,500	„ Provision for Taxation								680
1,200	„ Profit Carried Down								319
1,87,388						Total Rupees.. .. .			1,86,538
26,838	To Loss as per Last Balance Sheet								25,990
352	„ Short Provision for Taxation of Previous Year								646
27,190						Total Rupees.. .. .			26,636

Referred to in our Report of even date.
For **NANUBHAI & CO.,**
CHARTERED ACCOUNTANTS
D. H. PARMAR
Partner

BOMBAY: Dated 5th November, 1975.

FINANCE CORPORATION LTD., BOMBAY

THE YEAR ENDED 31ST MAY, 1975

For the year ended 31st May, 1974				
Rupees			Rupees	Rupees
3,600	By Cost of Machinery & Spare Parts let during the year to cane growers in terms of Hire Purchase Agreements			4,529
49,231	„ Commission on Cane from Holding Company, The Godavari Sugar Mills Limited...			72,570
	„ Interest:			.
77,592	On Loans			68,831
44,975	„ Supervision charges from Cane growers			30,964
2,734	„ Income on Hire Purchase Contracts			2,476
839	„ Miscellaneous Receipts			580
8,417	„ Closing Stock of Machinery, Stores and Spares (at cost)			6,588
1,87,388		Total Rupees.. .. .		1,86,538
1,200	By Profit Brought Down			319
—	„ Excess Provision for doubtful debts and loans recredited			1,410
25,990	„ Loss carried to Balance Sheet			24,907
27,190		Total Rupees.. .. .		26,636

BOMBAY: Dated 31st October, 1975.

S. K. SOMAIYA
N. B. BORA
S. R. PARIKH
Y. P. DANDIWALA

} *Directors*

SAKARWADI SUGAR FACTORY LIMITED

DIRECTORS' REPORT

The Shareholders,
The Sakarwadi Sugar Factory Ltd.,
BOMBAY.

Your Directors are pleased to submit herewith Second Audited Accounts of the Company for the year ended 30th September, 1975.

The Company has made a loss of Rs. 170/- for the year ended 30th September, 1975. In view of the loss, your Directors do not recommend any dividend on Shares for the year ended 30th September, 1975.

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

Yours faithfully,

For and on behalf of the Board of Directors

P. M. KAVADIA

Director

BOMBAY : Dated 26th February, 1976.

SAKARWADI SUGAR FACTORY LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of Sakarwadi Sugar Factory Limited, as at 30th September, 1975 and also the attached Profit and Loss Account of the Company for the year ended on that date and report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper Books of Accounts as required by law have been kept by the Company, so far as appears from our examination of the books.
3. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Accounts.
4. In our opinion and to the best of our information and according to the explanations given to us, the accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - (a) in the case of the Balance Sheet of the state of affairs of the Company as at 30th September, 1975 and
 - (b) in the case of the Profit and Loss Account of the Loss for the year ended on that date.

For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS

N. P. PATWA

Proprietor

BOMBAY: Dated 27th February, 1976.

SAKARWADI SUGAR

BALANCE SHEET

As at 30th Sept. 1974	LIABILITIES										Rupees
Rupees											Rupees
	AUTHORISED SHARE CAPITAL:										
50,00,000	50,000 Equity Shares of Rs. 100/- each	..	..	..	..	..	..	..	..	..	50,00,000
	ISSUED AND SUBSCRIBED SHARE CAPITAL										
14,200	142 Equity Shares of Rs. 100/- each held by Holding Company, The Godavari Sugar Mills Ltd.										14,200
	UNSECURED LOANS:										
140	From the Holding Company, The Godavari Sugar Mills Ltd.	..	..	..	..	..	..	..	..	..	310
	CURRENT LIABILITIES AND PROVISIONS:										
100	Outstanding Liabilities	..	..	..	..	..	..	..	..	..	100
14,440	Total Rupees	..	..	..	..	..	..	..	..	..	14,610

Referred to in our Report of even date.

For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS
N. P. PATWA
Proprietor.

BOMBAY: Dated 27th February, 1976.

PROFIT & LOSS ACCOUNT FOR

For the period ended 30th Sept. 1974											Rupees
Rupees											Rupees
350	To Miscellaneous Expenses including Fees & Stamps	..	..	..	..	..	..	..	..	..	70
100	„ Audit Fees	..	..	..	..	..	..	..	..	..	100
450	Total Rupees	..	..	..	..	..	..	..	..	..	170
—	To Balance as per Last Balance Sheet	..	..	..	..	..	..	..	..	..	450
450	„ Balance Brought Down	..	..	..	..	..	..	..	..	..	170
450	Total Rupees	..	..	..	..	..	..	..	..	..	620

Referred to in our Report of even date.
For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS
N. P. PATWA
Proprietor.

BOMBAY: Dated 27th February, 1976.

AS AT 30TH SEPTEMBER, 1975

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS												Rupees	Rupees
Rupees													Rupees	Rupees
	CASH AND BANK BALANCES:													
190	Cash on Hand													190
	MISCELLANEOUS EXPENDITURE:													
	To the extent not written off (or adjusted):-													
13,800	Preliminary Expenses												13,800	
450	Balance as per Profit and Loss Account												620	
14,250														14,420
14,440	Total Rupees													14,610

BOMBAY : Dated 26th February, 1976.

P. M. KAVADIA
J. N. PATEL
LILABEN M. KOTAK

} *Directors*

THE YEAR ENDED 30TH SEPTEMBER, 1975

For the period ended 30th Sept. 1974								
Rupees								Rupees
450	By Balance Being Loss during the year carried down	..	..	..	..	..	..	170
450							Total Rupees	170
450	By Balance being Loss carried to Balance Sheet	..	..	..	..	..	..	620
450							Total Rupees	6 20

BOMBAY: Dated 26th February, 1976.

P. M. KAVADIA
J. N. PATEL
LILABEN M. KOTAK

} *Directors*

LAKSHMIWADI SUGAR FACTORY LIMITED

DIRECTORS' REPORT

The Shareholders,
The Lakshmiwadi Sugar Factory Ltd.,
BOMBAY.

Your Directors are pleased to submit herewith Second Audited Accounts of the Company for the year ended 30th September, 1975.

The Company has made a loss of Rs. 230/- for the year ended 30th September, 1975. In view of the loss, your Directors do not recommend any dividend on Shares for the year ended 30th September, 1975.

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

Yours faithfully,

For and on behalf of the Board of Directors

J. N. PATEL

Director

BOMBAY : Dated 26th February, 1976.

LAKSHMIWADI SUGAR FACTORY LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of Lakshmiwadi Sugar Factory Limited, as at 30th September, 1975 and also the attached Profit and Loss Account of the Company for the year ended on that date and report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper Books of Accounts as required by law have been kept by the Company, so far as appears from our examination of the books.
3. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Accounts.
4. In our opinion and to the best of our information and according to the explanations given to us, the accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - (a) in the case of the Balance Sheet of the state of affairs of the Company as at 30th September, 1975 and
 - (b) in the case of the Profit and Loss Account of the Loss for the year ended on that date.

For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS

N. P. PATWA

Proprietor

BOMBAY: Dated 27th February, 1976.

LAKSHMIWADI SUGAR

BALANCE SHEET

As at 30th Sept. 1974	LIABILITIES									
Rupees										Rupees
	AUTHORISED SHARE CAPITAL:									
50,00,000	50,000 Equity Shares of Rs. 100/- each	..	..	..	..	..	..	..	..	50,00,000
	ISSUED AND SUBSCRIBED SHARE CAPITAL:									
14,200	142 Equity Shares of Rs. 100/- each held by Holding Company, The Godavari Sugar Mills Ltd.									14,200
	UNSECURED LOANS:									
140	From the Holding Company, The Godavari Sugar Mills Ltd.	..	..	..	..	..	..	..	..	190
	CURRENT LIABILITIES AND PROVISIONS:									
100	Outstanding Liabilities	..	..	..	..	..	..	..	..	100
14,440	Total Rupees	..	..	..	..	..	..	..	..	14,490

Referred to in our Report of even date.

For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS
N. P. PATWA

Proprietor.

BOMBAY: Dated 27th February, 1976.

PROFIT & LOSS ACCOUNT FOR

For the period ended 30th Sept. 1974										
Rupees										Rupees
350	To Miscellaneous Expenses including Fees and Stamps	..	..	..	..	..	..	..	..	130
100	To Audit Fees	..	..	..	..	..	..	..	..	100
450	Total Rupees									230
—	To Balance as per Last Balance Sheet	..	..	..	..	..	..	..	..	450
450	To Balance Brought Down	..	..	..	..	..	..	..	..	230
450	Total Rupees	..	..	..	..	..	..	..	..	680

Referred to in our Report of even date.

For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS
N. P. PATWA

Proprietor.

BOMBAY: Dated 27th February, 1976.

FACTORY LIMITED

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS			
Rupees			Rupees	Rupees
	CASH AND BANK BALANCES :			
190	Cash on Hand			10
	MISCELLANEOUS EXPENDITURE:			
	To the extent not written off (or adjusted) :-			
13,800	Preliminary Expenses		13,800	
450	Balance as per Profit and Loss Account		680	
14,250				14,480
14,440	Total Rupees			14,490

BOMBAY: Dated 26th February, 1976.

J. N. PATEL
H.R.KOTAK
S. H. DAIYA } Directors

THE YEAR ENDED 30TH SEPTEMBER, 1975

For the period ended 30th Sept. 1974				
Rupees				Rupees
450	By Balance being Loss during the year carried down			230
450	Total Rupees			230
450	By Balance being Loss carried to Balance Sheet			680
450	Total Rupees			680

BOMBAY, Dated 26th February, 1976.

J. N. PATEL
H. R. KOTAK
S. H. DAIYA } Directors

SOMAIYA SUGAR WORKS LIMITED

DIRECTORS' REPORT

The Shareholders,
Somaiya Sugar Works Ltd.,
BOMBAY.

Your Directors are pleased to submit herewith Second Audited Accounts of the Company for the year ended 30th September, 1975.

The Company has made a loss of Rs. 430/- for the year ended 30th September, 1975. In view of the loss, your Directors do not recommend any dividend on Shares for the year ended 30th September, 1975.

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

Yours faithfully,
For and on behalf of the Board of Directors

S. R. PARIKH

Director

BOMBAY : Dated 28th February, 1976.

SOMAIYA SUGAR WORKS LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of Somaiya Sugar Works Limited, as at 30th September, 1975 and also the attached Profit and Loss Account of the Company for the year ended on that date and report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper Books of Accounts as required by law have been kept by the Company, so far as appears from our examination of the books.
3. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Accounts.
4. In our opinion and to the best of our information and according to the explanations given to us, the accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - (a) in the case of the Balance Sheet of the state of affairs of the Company as at 30th September, 1975 and
 - (b) in the case of the Profit and Loss Account of the Loss for the year ended on that date.

For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS

N. P. PATWA

Proprietor

BOMBAY: Dated 28th February, 1976.

SOMAIYA SUGAR

BALANCE SHEET

As at 30th Sept. 1974	LIABILITIES	
Rupees		Rupees
	AUTHORISED SHARE CAPITAL:	
5,00,000	5,000 Equity Shares of Rs. 100/- each	5,00,000
	ISSUED & SUBSCRIBED SHARE CAPITAL:	
1,600	16 Equity Shares of Rs. 100/- each held by Holding Company, The Godavari Sugar Mills Ltd.	1,600
	UNSECURED LOANS:	
2,050	From the Holding Company, The Godavari Sugar Mills Limited.	2,430
	CURRENT LIABILITIES & PROVISIONS:	
100	Outstanding Liabilities	100
	Total Rupees	4,130
3,750		

Referred to in our Report of even date.
For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS
N. P. PATWA
Proprietor.

BOMBAY: Dated 28th February, 1976.

PROFIT & LOSS ACCOUNT FOR

For the period ended 30th Sept. 1974		Rupees
Rupees		
320	To Miscellaneous Expenses including Fees and Stamps	330
100	To Audit Fees	100
	Total Rupees	430
420		
—	To Balance as per last Balance Sheet	420
420	To Balance Brought Down	430
	Total Rupees	850
420		

Referred to in our Report of even date.
For **N. P. PATWA & CO.,**
CHARTERED ACCOUNTANTS
N. P. PATWA
Proprietor.

BOMBAY: Dated 28th February, 1976.

WORKS LIMITED

AS AT 30TH SEPTEMBER, 1975

As at 30th Sept. 1974	ASSETS			
Rupees			Rupees	Rupees
	CASH & BANK BALANCES:			
130	Cash on Hand			80
	MISCELLANEOUS EXPENDITURE:			
	To the extent not written off (or adjusted):-			
3,200	Preliminary Expenses		3,200	
420	Profit & Loss Account		850	
3,620				4,050
3,750		Total Rupees		4,130

BOMBAY: Dated 28th February, 1976.

S. R. PARIKH }
V. V. KOTAK } *Directors*

THE YEAR ENDED 30TH SEPTEMBER, 1975

For the period ended 30th Sept. 1974				
Rupees				Rupees
420	By Balance being Loss during the year carried down			430
420		Total Rupees		430
420	By Balance being Loss Carried to Balance Sheet			850
420		Total Rupees		850

BOMBAY: Dated 28th February, 1976.

S. R. PARIKH }
V. V. KOTAK } *Directors*