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**THE
GODAVARI
SUGAR MILLS
LIMITED**

**ANNUAL REPORT & ACCOUNTS
1978-79**

1979

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 JAYANTILAL GANGADAS DALAL

SHRI DHARAMSHI MORARJI POPAT

SHRI SHRIDHAR NARAYAN VAIDYA

SHRI BANSIDHAR SUNDARLAL MEHTA

SHRI NAVINCHANDRA CHUNILAL SAYTA

SHRI S. R. CHANDRASEKHARA SETTY

(Nominee of Karnataka State Financial Corporation)

DR. SHANTILAL KARAMSHI SOMAIYA

Bankers :

BANK OF INDIA

UNION BANK OF INDIA

VIJAYA BANK LTD

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 400 023.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

NOTICE

Notice is hereby given that the Fortieth Annual General Meeting of The Godavari Sugar Mills Limited will be held on Saturday the 12th April, 1980 at 11-30 A.M. at the Registered Office of the Company, Fazalbhoy Building, Mahatma Gandhi Road, Bombay-400 023 to transact the following business :

1. To receive and adopt the Directors' Report and Audited Statement of Accounts for the year ended 30th September, 1979.
2. To elect a Director in place of Shri D. M. Popat 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 Auditors for the current year and to fix their remuneration.
5. To consider and if thought fit to pass with or without modification the following Resolution as Ordinary Resolution:

ORDINARY RESOLUTION NO. I

"RESOLVED that pursuant to Article 119 of Articles of Association and other applicable provisions of the Companies Act, 1956, if any and subject to the approval of the Central Government, approval of the shareholders be and it is hereby given to the payment of remuneration to Shri K. J. Somaiya as Managing Director of the Company for the period commencing from 1st June, 1980 to 31st May, 1985 as per terms and conditions given below with a power to the Board of Directors to agree to such variations in the said terms and conditions as may be required by the Central Government and agreeable to Shri K. J. Somaiya."

- (i) **Salary:** Rs. 10,000/- (Rupees Ten thousand only) per month.
- (ii) **Minimum Remuneration:** In the year of loss or of no profit the minimum remuneration be also payable at the rate of Rs. 10,000/- (Rupees Ten thousand only) per month.
- (iii) **Commission:** 1% of the net profits of the Company in each financial year computed in the manner as laid down in Section 309(5) of the Companies Act, subject to a minimum of Rs. 60,000/- per annum or one half of the total annual salary, whichever is less.
- (iv) **Perquisites:** The Managing Director would be entitled to following Perquisites to be reckoned on the basis of actual expenditure or liability incurred by the Company as provided under Explanation to section 198 of the Companies Act, 1956, as detailed below:—
 - (a) Company's contribution to Provident Fund at 10% of the salary and commission.
 - (b) Company's contribution towards pension/superannuation fund at 25% of the salary and commission.
 - (c) Gratuity not exceeding one-half month's salary and commission for each completed year of service subject to a ceiling of Rs. 30,000/- or 20 months' salary whichever is less.
 - (d) Actual medical expenses incurred by the Managing Director and his family subject to a ceiling of one month's salary subject to a maximum of Rs. 10,000/- per annum or three months' salary in a block of three years.

- (e) Leave with pay for a period not exceeding one month in a year or one-eleventh of duty period subject to the condition that encashment of leave unavailed of shall not be allowed.
- (f) Leave travelling expenses within India for self and wife once in each financial year.
- (g) Free furnished accommodation with facilities and amenities or reasonable rent in lieu thereof.
- (h) Free use of Company's car with chauffeur and with full maintenance charges in respect thereof such as fuel, repairs, overhauling, garage rent, wages and other dues payable to the chauffeur and like.
- (i) Personal accident Insurance.
- (j) Free telephone at the residence.
- (k) Fees of clubs subject to a maximum of two clubs, excluding admission and Life Membership fee.
- (l) Reimbursement of all entertainment expenses actual and properly incurred for the business of the Company and which will not be treated as an item of his remuneration, in terms of Section 198 of the Companies Act, 1956.
- (m) Other benefits and amenities as may be applicable to other Senior Executives of the Company.

By Order of the Board of Directors

K. R. THANAWALA

Secretary

BOMBAY : Dated 1st March, 1980

Note : 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.

THE GODAVARI SUGAR MILLS LIMITED

EXPLANATORY STATEMENT

The following explanatory Statement is given in respect of item of Special Business mentioned in the accompanying Notice pursuant to the provisions contained in Section 173 of the Companies Act, 1956.

Item No. 5

Shri K. J. Somaiya was appointed as Managing Director of the Company with effect from 1st June, 1970 for a period of 5 years. This term was renewed for a further period of 5 years which expires on 31st May, 1980. In view of his long and very close association with the administration of the Company to which he has rendered valuable services and his intimate knowledge and practical experience of its affairs the Board desires that no other person would be better fitted to hold office as Managing Director than Shri K. J. Somaiya, to ensure smooth continuity of the management of the Company. Accordingly, the Board of Directors in their meeting held on 1st March, 1980 has commended for your approval the re-appointment of Shri K. J. Somaiya as Managing Director of the Company subject to Central Government's sanction on the terms and conditions set out in the draft of agreement produced before the said meeting and initialled by the Chairman for the sake of identification. This agreement is open for inspection by the members at Company's Registered Office on any working day between 11.00 A. M. and 1.00 P. M. The material terms relating to the re-appointment and remuneration of Shri K. J. Somaiya as Managing Director are set out in the abstract as required under Section 302 of the Companies Act, 1956 which is annexed to the Explanatory Statement. Members are aware that the Government is doing some re-thinking on the issue of Managerial Remuneration. Your Directors have, therefore, considered it appropriate to resolve to pay what the General Body had on an earlier occasion in June, 1975 considered to be appropriate remuneration and other terms so that within the revised limits to be declared by the Government, such remuneration and perquisites can be paid to the Company's Managing Director.

INTEREST OF DIRECTORS:

Two of the directors of the Company namely Shri K. J. Somaiya and Dr. S. K. Somaiya are interested in ordinary Resolution No. 1 set out in item No. 5 of the Notice.

The respective Shareholdings of each of the above Directors in the Company is as follows :—

	<i>Equity</i>	<i>Preference</i>
Shri K. J. Somaiya	71	—
Dr. S. K. Somaiya	1080	—

In addition to above, Shri K. J. Somaiya and Dr. S. K. Somaiya along with other person/persons hold 11499 Equity Shares of the Company. Shri K. J. Somaiya as karta of K. J. Somaiya Hindu Undivided Family holds 3600 Equity Shares of the Company. Dr. S. K. Somaiya as a natural guardian of Kumari H. S. Somaiya holds 1080 Equity Shares of the Company and Shri K. J. Somaiya and others hold 10800 Equity Shares of the Company.

By Order of the Board of Directors,

K. R. THANAWALA

Secretary

Bombay: Dated 1st March, 1980.

(An abstract of the Agreement to be entered into between the Company and Shri K. J. Somaiya for his appointment as the Managing Director of the Company and Memorandum of Interest furnished in accordance with Section 302 of the Companies Act, 1956.)

Parties:

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

(hereinafter called 'the Company') and **SHRI K. J. SOMAIYA**
(hereinafter called 'the Managing Director')

1. Period:

Commencing from 1st June, 1980 to 31st May, 1985.

2. Duties, Responsibilities and Powers:

Subject to the superintendence, control and direction of the Board of Directors of the Company, the Managing Director shall be responsible for the general conduct and management of the business and affairs of the Company for which he shall have the usual powers.

3. Remuneration:

- (i) Salary : Rs. 10,000/- (Rupees Ten thousand only) per month.
- (ii) *Minimum Remuneration:* In the year of loss or of no profit the minimum remuneration be also payable at the rate of Rs. 10,000/- (Rupees Ten thousand only) per month.
- (iii) *Commission:* 1% of the net profits of the Company in each financial year computed in the manner as laid down in Section 309(5) of the Companies Act, subject to a minimum of Rs. 60,000/- per annum or one half of the total annual salary whichever is less.
- (iv) *Perquisites:* As detailed below.
 - (a) Company's contribution to Provident Fund at 10% of the salary and commission.
 - (b) Company's contribution towards pension/superannuation fund at 25% of the salary, and commission.
 - (c) Gratuity not exceeding one half-months' salary and commission for each completed year of service subject to a ceiling of Rs. 30,000/- or 20 months' salary whichever is less.
 - (d) Actual medical expenses incurred by the Managing Director and his family subject to a ceiling of one months' salary subject to a maximum of Rs. 10,000/- per annum or three months' salary in a block of three years.
 - (e) Leave with pay for a period not exceeding one month in a year or one-eleventh of duty period subject to the condition that encashment of leave unavailed of shall not be allowed.
 - (f) Leave travelling expenses within India for self and wife once in each financial year.
 - (g) Free furnished accommodation with facilities and amenities or reasonable rent in lieu thereof.
 - (h) Free use of Company's car with chauffeur and with full maintenance charges in respect thereof such as fuel, repairs, overhauling, garage rent, wages and other dues payable to the chauffeur and like.
 - (i) Personal accident Insurance.
 - (j) Free telephone at the residence.
 - (k) Fees of clubs subject to a maximum of two clubs, excluding admission and Life Membership fee.
 - (l) Reimbursement of all entertainment expenses actual and properly incurred for the business of the Company and which will not be treated as an item of his remuneration, in terms of section 198 of the Companies Act, 1956.
 - (m) Other benefits and amenities as may be applicable to other Senior Executives of the Company.

4. *Minimum Remuneration:*

In case of absence of profits (including the case of loss) or inadequacy of profits in a year or part of the year, the Managing Director shall be paid as minimum remuneration of Rs. 10,000/- (Rupees Ten Thousand only) per month along with aforesaid perquisites.

5. *Compensation:*

Compensation for loss of Office of Managing Director will be paid subject to the provision of Section 318 of the Companies Act, 1956.

6. *General:*

Managing Director shall be entitled to be reimbursed for expenses incurred by him on behalf of the Company.

MEMORANDUM OF INTEREST:

Shri K. J. Somaiya who is appointed as the Managing Director of the Company is deemed to be concerned or interested in the Agreement to the extent of remuneration to which he will be entitled as the Managing Director of the Company.

By Order of the Board of Directors

K. R. THANAWALA

Secretary.

BOMBAY: 1st March, 1980.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

DIRECTORS' REPORT

The Directors are pleased to report on the Audited Statement of Accounts of the Company for the year ended 30th September, 1979.

FINANCIAL RESULTS

The working of the Company for the year under Report has resulted in a Gross profit of Rs. 28,80,130/- after providing for interest of Rs. 2,13,82,295/- but before providing Depreciation. After adjusting additional Cane Price of Rs. 18,35,762/- for earlier years, the Profit comes to Rs. 10,44,368/-. In view of the carried forward loss, no provision has been made for depreciation.

The Directors also do not recommend Dividend on Equity and Preference Shares for the year ending 30th September, 1979.

MANUFACTURING RESULTS

During the season 1978-79, Crushing and Production at all the three Sugar Factories were satisfactory, although marginally less compared to the same during the previous season 1977-78. The Maharashtra State Farming Corporation Ltd. supplied 75% of sugarcane grown on Company's erstwhile Farms to the Company, the balance 25% cane was supplied to neighbouring co-operative factories as done last year.

After total decontrol of Sugar from 16th August, 1978, the Sugar Prices during the first half of the Accounting Year under report remained at very low levels which were not only below the Levy Sugar Prices but much below the actual Cost of Production. The Sugar Factories, therefore, incurred heavy losses during this period.

To avert this crisis, the Indian Sugar Mills Association and National Federation of Co-operative Factories introduced a Voluntary Scheme of monthly releases of Sugar from March, 1979 onwards to regulate the flow of sugar in the market. Thereafter The Government of India itself reintroduced the monthly Release mechanism from June, 1979. It appeared that with this much needed modification, the market would settle down to a stable and healthy level. But surprisingly, Government imposed Price Control from 14th September, 1979 fixing Maximum Prices of Sugar for different zones and finally changed the Policy by introducing Partial Control or Dual Control i.e. release of 65% Levy Sugar and 35% of Free Sale Sugar every month from 17th December, 1979.

WRIT PETITIONS FOR LEVY SUGAR PRICES

The Writ Petitions filed by the Company alongwith other Sugar Factories in Maharashtra in the High Court of Bombay against the Orders of Government of India fixing the Levy Sugar Prices for the season 1974-75 (for all three factories) and for Seasons 1975-76 to 1977-78 (for Maharashtra factories only) are still pending. Similar Writ Petitions were filed by the Company in the High Court of Karnataka at Bangalore in respect of Levy Sugar Prices applicable to Sameerwadi Factory for the seasons 1975-76 and 1977-78 production. Karnataka High Court at Bangalore vide its Joint Order dated 4th October, 1979 disposed off all the Writ Petitions filed by the Sugar Factories in Karnataka for the seasons 1975-76 to 1977-78 in the Levy Sugar Price matter. The Court quashed the Orders of Government of India fixing the Levy Sugar Prices for Karnataka Zone for the sugar years 1975-76 to 1977-78 and asked the Government to redetermine the price payable for the Levy Sugar for these years within a period of 6 months from the date of receipt of the Order of the High Court.

After introduction of partial control of sugar from 17th December 1979, the Company has alongwith other Sugar Factories filed Writ Petitions in the High Court of Bombay in respect of Levy Sugar Prices fixed by the Government of India for Maharashtra Zone as applicable to Company's Sakarwadi and Lakshmiwadi Factories for the production of seasons 1978-79 and 1979-80.

In respect of the price for 1978-79, the Court has by its Interim Order dated 2nd January, 1980 authorised the Sugar Factories in Maharashtra to charge Rs. 212.58 per quintal for D-29 Sugar against price of Rs. 157.87 per quintal fixed by Government for delivery in lorries and corresponding prices for other grades of sugar.

Regarding Writ Petition for the season 1979-80, the Government has given an undertaking to the Court to pay the difference to the Sugar Factories, if any, between the Government notified price and the final price which may be allowed on re-determination.

As regards levy Sugar Prices for the Karnataka Zone, for 1978-79 and 1979-80 seasons, the Company filed Petitions in the High Court of Karnataka at Bangalore for its Sameerwadi factory alongwith other Sugar Factories and has obtained Interim Orders, authorising it to charge for D-29 Sugar Rs. 225.32 per quintal against Rs. 180.68 per quintal fixed by the Government for the production of 1978-79 season and Rs. 297.64 per quintal against Rs. 233.45 per quintal fixed by the Government for the season 1979-80 production. These Petitions have not yet been finally disposed off.

CURRENT WORKING

Your Directors have to report with regret that the Current season 1979-80 will end with a very low crushing of about 3,00,000 tonnes of cane and about 3,00,000 quintals of sugar at its three Sugar factories. This has happened due to a sharp fall in availability of sugarcane due to less acreage and drought conditions in the area of our Sugar Factories in Maharashtra and a decline in the quantity of sugarcane due to lower yields, received from Maharashtra State Farming Corporation Ltd. As a result, Lakshmiwadi Factory stopped crushing for the season on 19th February.

Similarly, there has been a sharp and steep decline in availability of Cane at Sameerwadi. In addition to the fall in acreage and lower yields, the main contributory factor at Sameerwadi has been the high prices of Gur. This led to the proliferation of the power crushers and Gurhals in our area of operation and large scale diversion of Sugarcane to these crushers for manufacture of Jaggery.

Inspite of the Provisions of Karnataka Sugar cane Regulation Order (viz Clause 4 of Karnataka Sugarcane (Regulation of Distribution) Saidapur Order No. CI-49-SGF-78(I) dated 30.11.1978) making it obligatory on the Sugarcane growers in the reserved area to supply 95% of Sugarcane grown by each such grower to Company's Sameerwadi factory, and inspite of our repeated pleas at all the levels to the Karnataka State Government administration, the large scale diversion of sugarcane for jaggery could not be stopped. As a result, the cane in the area got exhausted as early as in the middle of February. Sameerwadi factory, had, therefore, to end its season on 23rd February with a very low crushing of 89,627 tonnes of cane. This may be contrasted with working during season 1977-78 when Sameerwadi crushed 3,79,681 Tonnes of Cane.

However, with the reasonable levy sugar prices fixed by the Courts especially for Karnataka Zone and applicable to Sameerwadi Factory, likely revision of prices for Maharashtra and with compensating free prices continuing, the Company hopes to partly absorb the rigours of a poor crushing season.

There also appears to be a silver line on the horizon. For the season 1979-80, the Government of India has increased the minimum Cane price by 25% i.e. from Rs. 100/- per tonne to Rs. 125/- per tonne at 8.5% recovery. Further, realisation on cane against gur and Khand-sari has been very attractive this year. This has led to much larger Cane Plantation all over the Country. The recent reports indicate an increase in the area under Cane to the extent of 50%. Cane acreage in the area of operation of all our three Units also would substantially increase. It is hoped that as a result of the above, our production during next season i.e. during 1980-81, may match or better our highest production in the past.

INDUSTRIAL RELATIONS

Increase in the wages as per Tripartite Committee have been implemented at all the units. There was however a labour strike at Sameerwadi factory from 23rd July, 1979. The strike was called off on the 19th November, 1979, and an agreement was signed between the labour and management.

The Board would like to record its thanks to its Bankers, namely, Bank of India and Union Bank of India as well as to Karnataka Government and other term lending Institutions, namely, Vijaya Bank Ltd. and Karnataka State Financial Corporation, for their understanding and appreciation of the matters of the Company.

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 D. M. Papat, and Shri J. G. Dalal, two of your Directors retire by rotation, but being eligible offer themselves for re-election.

M/s. Ambalal Thakkar & Co., Auditors of the Company retire and offer themselves for re-appointment.

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

BOMBAY: Dated 1st March, 1980.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

AUDITORS' REPORT TO THE SHAREHOLDERS ON THE ACCOUNTS FOR THE YEAR ENDED 30TH SEPTEMBER, 1979

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.

As required by the Manufacturing and other Companies (Auditors' Report) Order, 1975 issued by the Central Government and on the basis of such checks as we consider appropriate, we report as under:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of its Fixed Assets. Physical verification of all the Assets has been conducted by the Management at the close of the year and no serious discrepancies were noticed.
2. No Fixed Assets of the Company has been revalued during the year.
3. The Stocks of Finished Goods, Raw Materials, Stores and Spares etc. were physically verified by the Management during the year. In our opinion the frequency of verification is reasonable. The discrepancies notified on verification between physical stock, and the Stock as shown in the Books have been properly dealt with in the Books of Accounts. In our opinion, valuation of the above mentioned Stocks is fair and proper in accordance with normally accepted principles and is on the same basis as in the earlier years, except the change in the basis of valuation of finished goods as referred in note No. 4.
4. The Company has taken Unsecured Loans from Directors and from a company in which some of the directors are interested as listed in the Register maintained under Section 301 of the Companies Act, 1956 and in our opinion, the rate of interest is not prejudicial to the Company.
5. Loans given to Companies, Firms and other Parties, and interest thereon have not become due on 30th September, 1979, as per the stipulations agreed upon between the Companies and the Parties. Loans and Advances in the nature of loan given to Employees is recovered regularly as stipulated.
6. In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the Company and nature of its business, for the purchases of Raw Materials, Stores, Plant and Machineries, Equipments and other Assets.
7. The Company has purchased Stores exceeding Rs. 10,000/- from a Company in which Directors are interested and the prices paid are reasonable as compared to the prices of similar items supplied by other parties.
8. As informed to us and as per usual practice unsaleable and obsolete stock of Stores is shown at NIL value and no provision for the loss has been made in the accounts.
9. In our opinion and according to the information and explanations given to us, the Company has complied with the Provision of Section 58A of the Companies Act, 1956 and of the Companies (Acceptance of Deposits) Rules, 1975 with regard to the Deposits accepted from the public and Unsecured Loans including Unsecured Debentures.
10. Company has maintained reasonable records for the sale and disposal of by-products.
11. In our opinion Company has an adequate Internal Audit System commensurate with the size and nature of its business.

12. According to the records produced and information given to us, we are of the opinion that the Cost Records and Accounts as Prescribed by the Central Government under Section 209(1) (d) of the Companies Act, 1956 have been maintained by the Company but no detailed examination of such Records and Accounts has been carried out by us.
13. The Company is regular in depositing Provident Fund dues with the appropriate authorities.

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 and Profit and Loss Account "Subject to Note No. 6 regarding non provision for accrued liability for gratuity" and read with 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 Profit for that year.

For **AMBALAL THAKKAR & CO.,**
CHARTERED ACCOUNTANTS

G. P. BHATT
Partner

BOMBAY : Dated 3 rd March, 1980.

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	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	
<u>3,00,00,000</u>				<u>3,00,00,000</u>
	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	
<u>1,98,50,950</u>				<u>1,98,50,950</u>
	II. RESERVES AND SURPLUS :			
	(A) GENERAL RESERVE :			
68,15,217	As per Last Balance Sheet	68,64,612		
49,395	Add: Transfer from Development Rebate Reserve	—		
<u>68,64,612</u>		<u>68,64,612</u>		
68,64,612	Less: Shown as deduction from Profit & Loss Account as per Contra	68,64,612		
<u>—</u>		<u>—</u>		
	(B) DEVELOPMENT REBATE RESERVE :			
43,22,012	As per Last Balance Sheet	42,72,617		
49,395	Less: Transferred to General Reserve	—		
<u>42,72,617</u>		<u>42,72,617</u>		
<u>42,72,617</u>				
<u>1,98,50,950</u>			<u>42,72,617</u>	<u>1,98,50,950</u>
	Carried Over			

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS			
Rupees		Rupees	Rupees	Rupees
	I. FIXED ASSETS : (At cost or Book Value):			
10,71,78,415	Gross Block		11,25,91,240	
2,69,51,990	Less: Depreciation Written off Upto 30th September, 1979		2,69,54,643	
8,02,26,425	Net Depreciated Block as per Schedule "A" attached ..		8,56,36,597	
5,82,128	Capital Work-in-Progress		2,70,993	
4,63,450	Advance to Suppliers for Machineries		—	
8,12,72,003				8,59,07,590
	II. INVESTMENT (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 :			
4,54,000	(i) Investment in Shares of Oriental Power Cables Ltd., 4,200 Equity Shares of Rs. 100/- each fully paid-up	4,54,000		
4,54,000				
1,30,000				
8,12,72,003	Carried Over	4,54,000	1,30,000	8,59,07,590

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES (Contd.)			
Rupees		Rupees	Rupees	Rupees
1,98,50,950	Brought Forward		42,72,617	1,98,50,950
42,72,617				
	(C) STORAGE FUND FOR MOLASSES :			
4,83,145	As per Last Balance Sheet	8,36,349		
3,53,204	Add: Transferred from Molasses Sales	2,82,858		
8,36,349			11,19,207	
51,08,966				53,91,824
	III. SECURED LOANS :			
	(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 agreement to create third charge in favour of the Bank on Fixed Assets of these factories and fully guaranteed by two Directors.			
4,59,70,177			3,05,21,207	
	(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			
	(i) Bank of India (Agreement to create additional Security by way of third charge on the Fixed Assets of Sameerwadi factory)			
96,99,582		1,82,52,796		
1,45,98,072	(ii) Union Bank of India		1,68,47,044	
2,42,97,654			3,50,99,840	
			6,56,21,047	
	(c) Term Loans Secured against Joint Equitable Mortgage by Deposit of Title Deeds of the Company's immovable properties situated at Sakarwadi (Kanhegaon) Lakshmiwadi (Kopargaon) 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 Vijaya Bank Ltd.			
3,24,00,000	(i) Bank of India (Instalment payable within a year Rs. NIL)		3,24,00,000	
3,24,00,000				
7,02,67,831				
2,49,59,916	Carried Over	3,24,00,000	6,56,21,047	2,52,42,774

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS (Contd.)			
Rupees		Rupees	Rupees	Rupees
8,12,72,003	Brought Forward	4,54,000	1,30,000	8,59,07,590
1,30,000				
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	
	(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. 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.			
10,000	Guarantee Commission paid for Purchase of Shares		10,000	
7,161	(iii) 77 Equity Shares of Rs. 100/- each fully, paid-up of Sugar Selling Agency Pvt. Ltd.		7,161	
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	
36,420	(vi) 7 Years' National Savings Certificates (Purchased during the year Rs. 1000/-) ..		37,420	
1,500	(vii) National Savings Certificates Deposited with Excise Commissioner, U.P. and Hydro Electric Division Gorakhpur		1,500	
68,65,659				
8,12,72,003	Carried Over		68,66,659	8,59,07,590

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES (Contd.)			
Rupees		Rupees	Rupees	Rupees
2,49,59,916				
7,02,67,831	Brought Forward	3,24,00,000	6,56,21,047	2,52,42,774
3,24,00,000				
18,00,000	(ii) Karnataka State Financial Corporation (Instalment Payable within a year Rs. 3,00,000/-)	15,00,000		
24,99,900	(iii) Vijaya Bank Ltd. (Instalment payable with- in a year Rs. 5,00,000/-)	24,99,900		
3,66,99,900			3,63,99,900	
1,03,91,335	(d) Term Loan from Union Bank of India against Gua- rantee from the Government of Karnataka against Second charge by way of Equitable Mortgage of Company's Sugar Factories' Fixed Assets (excl- uding Agricultural Assets) (Instalment Payable within a year Rs. 20 Lacs)		82,91,648	
20,80,000	(e) Term Loan from Karnataka State Government against Second charge by way of Equitable Mort- gage on Fixed Assets of Sameerwadi (excluding Agricultural Assets) (Instalment payable within a year Rs. 5,20,000/-)		15,60,000	
1,56,35,442	(f) Interest accrued and due on above		1,98,50,738	
13,50,74,508			13,17,23,333	
	IV. UNSECURED LOANS :			
20,00,000	(i) 200 6% Unsecured Debentures of Rs. 10,000/- each fully paid up redeemable at the option of the Company (since secured by negative lien on fixed assets of Sakarwadi and Lakshmiwadi factories as per agreement executed after the end of the year under report)		20,00,000	
53,601	(ii) From Director		—	
16,840	(iii) From others		7,085	
30,48,200	(iv) Public Fixed Deposits		19,27,300	
4,70,200	(v) Public Loans (Guaranteed by a Director)		2,52,000	
40,395	(vi) From Banks		1,12,224	
14,78,880	(vii) Cane Purchase Tax Loan from Karnataka & Maha- rashtra Governments		46,54,744	
—	(viii) Interest accrued and due on Unsecured Loans		60,000	
71,08,116			90,13,353	
16,71,42,540	Carried Over		16,59,79,460	

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

<i>As at 30th Sept. 1978</i>	ASSETS (Contd.)			
		Rupees	Rupees	Rupees
8,12,72,003	Brought Forward		68,66,659	8,59,07,590
68,65,659				
1,995	(viii) 4½% U. P. State Development Loan of 1972 (Face Value Rs. 2,000/-)		1,995	
1,000	(ix) National Savings Certificates of the Face Value of Rs. 1,000/- Deposited as Security Deposit with Central Excise Authority Mudhol		1,000	
	<i>Cost</i>	<i>Market Value</i>		
	Aggregate quoted investments 66,54,995	72,35,670		
	Aggregate unquoted Investments 2,14,659	—		
	<u>68,69,654</u>	<u>72,35,670</u>		
68,68,654				68,69,654
	III. CURRENT ASSETS, LOANS AND ADVANCES :			
	(A) CURRENT ASSETS:			
	(i) Stores, Chemicals and Spares (at Cost as per Inventories valued and Certified by Managing Director)			
1,00,82,371	Stock on hand (including Machineries of Rs. 22,92,592/-)	1,18,42,162		
20,72,488	In Transit	8,62,580		
1,21,54,859			1,27,04,742	
13,725	(ii) Loose Tools and Implements (as per In- ventories valued and Certified by Managing Director)		12,346	
<u>1,21,68,584</u>				
8,81,40,657	Carried Over		<u>1,27,17,088</u>	<u>9,27,77,244</u>

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES (Contd.)		Rupees	Rupees
Rupees 16,71,42,540	Brought Forward			16,59,79,460
	V. CURRENT LIABILITIES AND PROVISIONS :			
	(A) CURRENT LIABILITIES :			
6,75,35,279	(i) Sundry Creditors		8,83,65,758	
18,00,000	(ii) Bills Payable		5,50,000	
2,52,446	(iii) Advance from Customers against Sale of Land & Wood		2,52,641	
54,640	(iv) Security Deposit from Selling Agents ..		—	
16,71,465	(v) Security Deposit from Bagaitdars.		15,27,823	
4,878	(vi) Security Deposit from Customers		4,878	
33,70,889	(vii) For Taxation		33,70,889	
1,71,208	(viii) Due to Partnership Firm of Khanapur Farms		1,99,122	
40,000	(ix) Due for Managing Directors' Remuneration		—	
10,860	(x) Unclaimed Dividend		10,860	
7,61,645	(xi) Interest Accrued but not due on Loans ..		7,51,213	
7,56,73,310			9,50,33,184	
	(B) PROVISIONS :			
2,000	Provision for Bonus		2,000	
7,56,75,310				9,50,35,184
24,28,17,850	Carried Over			26,10,14,644

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS (Contd.)		
Rupees		Rupees	Rupees
8,81,40,657	Brought Forward	1,27,17,088	9,27,77,244
1,21,68,584	(iii) Stock-in-trade (as per inventories valued and certified by Managing Director) ..		
7,34,42,440	(a) Sugar at Realised/Realisable Value (See Note No. 4)	9,74,31,261	
15,702	(b) Stock of Grains, Cotton etc. at Market Rate	39,163	
9,71,488	(c) Molasses at Market Rate	<u>13,46,198</u>	
7,44,29,630		9,88,16,622	
	(iv) Sundry Debtors: (Unsecured and considered good except otherwise Stated): ..		
8,67,670	(a) Debts Outstanding for more than six months	8,51,164	
69,569	(b) Considered Doubtful	<u>69,569</u>	
9,37,239		9,20,733	
69,569	Less: Provision for Doubtful Debts ..	<u>69,569</u>	
8,67,670		8,51,164	
1,41,00,781	(c) Other Debts	<u>1,36,89,593</u>	
1,49,68,451		1,45,40,757	
10,15,66,665			
8,81,40,657	Carried Over	<u>12,60,74,467</u>	<u>9,27,77,244</u>

THE GODAVARI SUGAR

BALANCE SHEET

<i>As at 30th Sept. 1978</i>	LIABILITIES (Contd.)		
<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
24,28,17,850		Brought Forward	26,10,14,644
	CONTINGENT LIABILITIES (Not Provided for):		
	(i)	Uncalled Liability on Partly Paid Shares held as Investments in Godavari Investment and Finance Corporation Ltd., a subsidiary Company	1,00,000
1,00,000			
	(ii)	In respect of guarantee given to a Bank for Loan granted to a subsidiary Company	—
4,565			
	(iii)	In respect of counter guarantees given to others	57,000
47,000			
	(iv)	In respect of guarantee given to a Bank for the Loan granted to Somaiya Organics (India) Limited	83,65,000
1,50,00,000			
	(v)	In respect of estimated purchase commitments on Capital Purchases ..	1,20,000
22,00,000			
	(vi)	In respect of development charges payable to Government in 4 Instalments for leasehold Lands at Gandhidham	45,976
57,470			
	(vii)	In respect of dividend Payable on 7.8572% Redeemable Cumulative Preference Shares for the period 1.6.1973 to 30.9.1979	9,21,076
7,75,643			
	(viii)	In respect of guarantee given by the Company for repayment of Agricultural Loans given by the Union Bank of India and Bank of Baroda to Cane Cultivators	13,59,789
20,00,000			
	(ix)	In respect of counter guarantees given by the Company in favour of Bank of India in lieu of guarantees given by the Bank in favour of the Registrar, High Court of Bombay, and High Court of Karnataka at Bangalore, for levy Sugar Price difference for the seasons 1974-1975 to 1977-78 ..	1,10,38,456
1,10,38,456			
24,28,17,850		Carried Over	26,10,14,644

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS (Contd.)			
Rupees		Rupees	Rupees	Rupees
8,81,40,657	Brought Forward		12,60,74,467	9,27,77,244
10,15,66,665	(V) CASH AND BANK BALANCES:			
	Cash, Cheques and Drafts on Hand (Including Stamps on hand Rs. 39,975/- and cheques on hand Rs. 2,65,688/-)	4,36,236		
6,65,131	In Current Account with Scheduled Banks	10,81,710		
19,82,585	In Savings Account with Scheduled Bank for Unclaimed Dividend	10,860		
10,860	In Current Account with Non-Scheduled Banks:			
	(a) Madhavpura Mercantile Co-operative Bank Ltd., Bombay. (Maximum Debit Balance during the year Rs. 20,58,770/- Previous year Rs. 20,58,770/-)	26,509		
20,58,770	(b) Ahmednagar Dist. Central Co-operative Bank Ltd., Shrirampur (Maximum Debit Balance during the year Rs. 436/- Previous year Rs. 436/-)	436		
436	(c) Mudhol Urban Co-operative Bank Ltd., Mudhol (Maximum Debit Balance during the year Rs. 101/- Previous year Rs. 101/-)	101		
101				
20,59,307		27,046		
7,30,304	Fixed Deposits with Scheduled Banks (under lien for guarantees etc.) ..	16,40,700		
33,238	Accrued Interest on Fixed Deposits ..	94,327		
54,81,425			32,90,879	
10,70,48,090				
8,81,40,657	Carried Over		12,93,65,346	9,27,77,244

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES (Contd.)	
<p style="text-align: right;"><i>Rupees</i></p> <p>24,28,17,850</p>	<p>Brought Forward</p>	<p><i>Rupees</i></p> <p>26,10,14,644</p>
<p>24,28,17,850</p>	<p>Carried Over</p>	<p>26,10,14,644</p>

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978		ASSETS (Contd.)		
Rupees		Rupees	Rupees	Rupees
8,81,40,657	Brought Forward		12,93,65,346	9,27,77,244
10,70,48,090				
	(B) LOANS AND ADVANCES :			
	(Unsecured and considered good except otherwise stated)			
69,23,648	Loans to Others (Including Doubtful Loans of Rs. 4,79,130/- not provided for)	51,44,329		
56,61,431	Interest accrued on above ..	64,88,041		
1,25,85,079			1,16,32,370	
13,601	Considered Doubtful		13,601	
1,25,98,680			1,16,45,971	
13,601	Less: Provision for Doubtful Loans		13,601	
1,25,85,079			1,16,32,370	
	Loans to Subsidiary Companies of which the Company is a Holding Company			
6,45,105	(a) Godavari Investment and Finance Corporation Ltd. ..	5,49,038		
3,55,807	Interest accrued on above ..	4,46,931		
10,00,912			9,95,969	
779	(b) Sakarwadi Sugar Factory Ltd.		500	
719	(c) Lakshmiwadi Sugar Factory Ltd.		500	
2,906	(d) Somaiya Sugar Works Ltd.		500	
10,05,316			9,97,469	
12,06,38,485				
8,81,40,657				
	Carried Over		14,19,95,185	9,27,77,244

THE GODAVARI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES (Contd.)	
Rupees		Rupees
24,28,17,850	Brought Forward	26,10,14,644
24,28,17,850	Total Rupees	26,10,14,644

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS (Contd.)			
Rupees		Rupees	Rupees	Rupees
8,81,40,657	Brought Forward		14,19,95,185	9,27,77,244
12,06,38,485				
1,31,27,491	Advances recoverable in Cash or Kind or for value to be received (including Advances to Officers of the Company Rs. 86,109/-. Maximum Debit Balance during the year Rs. 1,04,844/-. Rs. 13,59,460/- in dispute, Rs. 11,91,662/- advance against Share Purchase and Rs. 4,83,584/- paid to Banks in respect of defaulting Cultivators for Agriculture Finance facilities under Company's Guarantee) ..	1,03,64,847		
64,126	Considered Doubtful	64,126		
1,31,91,617		1,04,28,973		
64,126	Less: Provision for Doubtful Advances	64,126		
1,31,27,491			1,03,64,847	
7,69,817	Income Tax deducted at source from Interest and Dividend		4,86,412	
52,87,344	Deposits with Irrigation Department, Railways, High Courts and Others		15,49,354	
1,39,450	Due from Partnership Firm of Lakh Farms		98,962	
13,99,62,587			15,44,94,760	
	MISCELLANEOUS EXPENDITURE :			
	Profit and Loss Account:			
2,15,79,218	Balance as per Profit & Loss Account		2,06,07,252	
68,64,612	Less: Deducted from General Reserve as per Contra		68,64,612	
1,47,14,606				1,37,42,640
24,28,17,850	Total Rupees :			26,10,14,644

THE GODAVARI SUGAR

Schedule 'A'

Schedule of Fixed Assets Attached to and

PARTICULARS	Gross Block as on 1st October 1978	Additions during the year
(1)	(2)	(3)
Freehold Land (Book Value)	28,32,742	—
Leasehold Land Premium	3,88,850	—
Leasehold Land Development Expenses	1,81,455	11,494
Leasehold Premium on Garage	12,000	—
Building & Pucca Quarters at Factories	2,16,87,695	4,20,682
Temporary Quarters	5,79,933	65,805
Temporary Quarters at Farms	2,38,768	—
Pucca Quarters at Farms	2,18,633	—
General Machinery (Book Value)	6,24,03,538	46,46,711
Electrical Machinery	48,23,652	1,12,903
Agricultural Machinery (Book Value)	33,63,205	—
Locomotives	92,974	—
Electrical Installations & Fittings	9,41,071	—
Furniture & Office Equipments	24,63,637	63,240
Weigh Bridges	4,23,121	—
Trolley Lines	6,28,058	—
Railway Siding	1,26,075	—
Motor Cars, Lorries & Cycles (Book Value)	23,11,062	70,524
Carts & Trucks (Book Value)	3,66,333	16,083
Laboratory Apparatus	1,33,749	—
Roads & Drainage & Tube Wells	15,18,705	5,383
Dead Stocks	1,37,517	—
Library	7,758	—
Medical Instrument:	363	—
Irrigation Lifts	12,03,771	—
Live Stocks	93,750	—
Total Rupees	10,71,78,415	54,12,825

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

BOMBAY: Dated 3rd March, 1980

MILLS LIMITED, BOMBAY

Forming Part of Balance Sheet as at 30th September, 1979

Gross Block as on 30th Sept. 1979	Depreciation Written off Upto 30th Sept. 1978	Depreciation Provided during the year	Total Depreciation Upto 30th Sept. 1979	Net Depreciated Block as at 30th Sept. 1979	Net Depreciated Block as at 30th Sept. 1978
(4)	(5)	(6)	(7)	(8)	(9)
28,32,742	—	—	—	28,32,742	28,32,742
3,88,850	3,88,850	—	3,88,850	—	—
1,92,949	—	—	—	1,92,949	1,81,455
12,000	6,400	300	6,700	5,300	5,600
2,21,08,377	31,20,615	—	31,20,615	1,89,87,762	1,85,67,080
6,45,738	2,28,272	—	2,28,272	4,17,466	3,51,661
2,38,768	1,52,246	—	1,52,246	86,522	86,522
2,18,633	70,715	962	71,677	1,46,956	1,47,918
6,70,50,249	1,29,36,492	—	1,29,36,492	5,41,13,757	4,94,67,046
49,36,555	18,71,223	—	18,71,223	30,65,332	29,52,429
33,63,205	31,63,067	1,184	31,64,251	1,98,954	2,00,138
92,974	86,792	—	86,792	6,182	6,182
9,41,071	99,724	—	99,724	8,41,347	8,41,347
25,26,877	8,20,050	155	8,20,205	17,06,672	16,43,587
4,23,121	1,61,505	8	1,61,513	2,61,608	2,61,616
6,28,058	5,86,128	—	5,86,128	41,930	41,930
1,26,075	1,08,145	—	1,08,145	17,930	17,930
23,81,586	9,41,265	10	9,41,275	14,40,311	13,69,797
3,82,416	3,02,591	—	3,02,591	79,825	63,742
1,33,749	36,698	—	36,698	97,051	97,051
15,24,088	7,72,642	—	7,72,642	7,51,446	7,46,063
1,37,517	62,564	—	62,564	74,953	74,953
7,758	5,490	—	5,490	2,268	2,268
363	347	—	347	16	16
12,03,771	9,47,998	34	9,48,032	2,55,739	2,55,773
93,750	82,171	—	82,171	11,579	11,579
11,25,91,240	2,69,51,990	2,653	2,69,54,643	8,56,36,597	8,02,26,425

K. J. SOMAIYA
Chairman and Managing Director

S. N. VAIDYA
B. S. MEHTA
S. R. C. SETTY
D. M. POPAT
N. C. SAYTA
S. K. SOMAIYA

} Directors

K. R. THANAWALA
Secretary

BOMBAY: Dated 1st March, 1980.

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the year ended 30th Sept. 1978		Rupees	Rupees
Rupees			
	To Opening Stock on 1st October, 1978		
4,48,09,919	Sugar	7,34,42,440	
5,31,384	Molasses	9,71,488	
4,53,41,303		<hr/>	7,44,13,928
96,072	.. Stock of Grains & Other Seeds as at 1st October, 1978	1,272	
57,236	.. Salaries and Wages	53,082	
5,348	.. Bonus of Previous years	605	
1,885	.. Workmen and Staff Welfare Expenses	—	
13,439	.. Stores inclusive of Seeds and Manures	1,820	
38,788	.. Irrigation Rates and Taxes	21,060	
13,029	.. Miscellaneous Expenses including Printing and Stationery, Postage and Telegrams and Travelling Expenses	10,848	
4,995	.. Expenses on Sale of Food Grains, Tobacco etc.	—	
2,811	.. Depreciation	2,353	
4,559	.. Legal Charges	3,749	
10	.. Loose Tools Written off	10	
2,38,172		<hr/>	94,799
12,99,51,352	.. Locally Purchased Cane		12,00,69,971
1,21,15,520	.. Salaries and Wages (after deducting Rs. 32,24,949/- charged to repairs and other relevant heads)	1,21,60,505	
19,37,250	.. Bonus to Employees (Inclusive of Previous Years)	11,62,090	
46,710	.. Company's Contribution to Employees' Family Pension Fund Scheme	45,915	
<hr/>		<hr/>	
1,40,99,480			
17,55,30,827	Carried Over	1,33,68,510	19,45,78,698

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1979

For the year ended 30th Sept. 1978		Rupees	Rupees	Rupees
	By SALES :			
19,77,83,783	Sugar		19,78,92,435	
17,84,348	Molasses	15,11,212		
3,53,204	Less: Transferred to Molasses Storage Fund	2,82,858		
14,31,144			12,28,354	
97,612	.. Food Grains, Tobacco etc.		1,272	
19,93,12,539			19,91,22,061	
11,00,015	.. Sundry Receipts from Flour Mills, Dairy, etc. . . .			8,27,422
2,67,714	.. Income from Immovable Property			2,86,100
1,03,260	.. Sundry Receipts being market Value of Farm Produce etc.			1,22,700
14,668	.. Dividend			9,651
	.. Interest:			
14,09,746	On Loans and Others		10,06,223	
1,10,140	From Subsidiary Company		91,125	
	From Bank:			
18,131	On Fixed Deposits		89,812	
15,38,017			11,87,160	
20,23,36,213				
	Carried Over			20,15,55,094

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the year ended 30th Sept, 1978		Rupees	Rupees
17,55,30,827	Brought Forward	1,33,68,510	19,45,78,698
1,40,99,480			
1 41 892	To Contribution to Provident Fund of the Company and Administrative Charges	1,54,215	
1,30,210	.. Gratuity	1,41,097	
8,21,092	.. Company's Contribution to Govt. Provident Fund and Administrative Charges	7,64,863	
3,74,622	.. Workmen and Staff Welfare Expenses	4,38,436	
27,014	.. Workmen Compensation	9,477	
72,640	.. Contribution to Deposit Link Insurance Fund and Administrative Charges	69,900	
1,56,66,950		<hr/>	1,49,46,498
38,14,058	.. Stores, Chemicals and Spare Parts (after deducting Rs. 1,54,43,335/- to Agriculture, Capital, Repairs and other relevant heads)		38,57,316
18,26,963	.. Power and Fuel		21,02,496
40,41,742	.. Repairs to Plant and Machinery (Inclusive of Salaries & Wages Rs. 15,65,204/- Previous year Rs. 13,41,676/-)	48,64,794	
6,94,100	.. Repairs to Buildings (Inclusive of Salaries and Wages Rs. 2,29,275/- Previous year Rs. 2,22,422/-)	7,52,319	
2,20,262	.. Other Repairs (Inclusive of Salaries and Wages Rs. 1,36,028/- Previous year Rs. 68,679/-)	2,85,594	
49,56,104		<hr/>	59,02,707
1,43,69,013	.. Sugar Cane Purchase Tax		99,76,843
1,41,997	.. Gratuity Insurance		2,30,494
2,69,58,724	, Excise Duty on Sugar		3,05,75,300
69,544	.. Excise Duty on Molasses		93,204
23,321	.. Excise Duty on Tariff Item No. 68		33,651
5,46,324	.. Insurance Premium		5,32,778
24,39,03,825			<hr/>
	Carried Over		26,28,29,985

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1979

For the year ended 30th Sept. 1978		Rupees	Rupees
20,23,36,213	Brought Forward		20,15,55,094
150	By Sale of Live Stock		850
26,05,491	.. Rebate/Refund on Excise Duty		—
10,123	.. Excess Provision for Doubtful Loan/Debts Written back		—
5,033	.. Claims and Refunds		12,905
2,53,975	.. Insurance Claims		—
—	.. Refund of Income Tax		5,84,224
—	.. Refund of excess Remuneration paid to Managing Directors' in earlier years.		83,888
	.. Stock-in-trade (as taken, Valued and Certified by Managing Director)		
7,34,42,440	Sugar at Realised/Realisable Value	9,74,31,261	
9,71,488	Molasses at Market Rate	13,46,198	
1,272	Food Grains, Tobacco, etc. at Market Rate	—	
7,44,15,200			9,87,77,459
27,96,26,185	Carried Over		30,10,14,420

THE GODAVARI SUGAR

PROFIT & LOSS ACCOUNT FOR

For the year ended 30th Sept. 1978		Rupees	Rupees
24,39,03,825	Brought Forward		26,28,29,985
63,50,814	To Packing and Forwarding		58,75,858
3,10,728	.. Rent (Received Rs. 1,200/- Previous year Rs. 1,200/-)		2,61,520
4,33,833	.. Rates and Taxes		3,54,464
5,81,858	.. Brokerage and Commission (Including Guarantee Commission Rs. 1,87,619/- Previous year Rs. 2,36,494/-) ..		7,33,996
38,47,702	.. Miscellaneous Expenses (Including Printing & Stationery, Postage and Telegrams, Travelling, Telephone, Motor Car Maintenance etc.)		43,24,554
	.. Interest:		
7,772	Directors	2,278	
95,67,204	Cash Credit Accounts	1,10,85,409	
85,13,320	Fixed Loans	92,17,836	
7,21,722	Fixed Deposits	5,55,384	
1,20,000	Debentures	1,20,000	
7,53,909	Other Loans	4,01,388	
1,96,83,927			2,13,82,295
—	.. Contribution to Flood Relief Fund		22,300
4,600	.. Directors' Fees		4,400
80,701	.. Directors' Travelling Expenses		80,302
60,000	.. Managing Directors' Remuneration		60,000
	.. Payment to Auditors:		
20,000	Audit Fees	20,000	
	In other capacity		
—	For Taxation matter	5,000	
—	For Certificates	1,500	6,500
3,226	Auditors' Travelling Expenses		772
163	Cost Auditors' Travelling Expenses		—
23,389			27,272
18,58,529	.. Agricultural Development Expenses (Inclusive of Salaries and Wages Rs. 12,94,442/- Previous year Rs. 12,43,224/-)		18,80,669
2,85,937	.. Expenses of Scientific Research		1,81,076
1,90,248	.. Legal Expenses		1,13,930
1,521	.. Loose Tools and Implements Written off		1,369
300	.. Premium on Leasehold Garage Written off		300
20,08,273	.. Balance being Profit for the year		28,80,130
27,96,26,185	Total Rupees		30,10,14,420

MILLS LIMITED, BOMBAY

THE YEAR ENDED 30TH SEPTEMBER, 1979

<i>For the year ended 30th Sept. 1978</i>		
<i>Rupees</i> 27,96,26,185	Brought Forward	<i>Rupees</i> 30,10,14,420
<u>27,96,26,185</u>	Total Rupees	<u>30,10,14,420</u>

THE GODAVARI SUGAR PROFIT & LOSS ACCOUNT FOR

For the year ended 30th Sept. 1978		Rupees	Rupees	Rupees
2,35,87,491	To Balance of Loss brought forward from last years' Balance Sheet			2,15,79,218
—	.. Provision for additional Cane Price of Previous years ..			18,35,762
—	.. Share of Profit of Partnership Firms of Lakh and Khanapur Farms excess Credited in Previous years ..			
—	Lakh Farm	40,488		
—	Khanapur Farm	31,914		
				72,402
	NOTE: Computation of Managing Directors' Commission is as follows:			
20,08,273	Net Profit as per Profit & Loss A/c.		28,80,130	
60,000	Add: (i) Managing Directors' Remuneration	60,000		
2,811	(ii) Depreciation of Agriculture Section	2,353	62,353	
62,811			62,353	
20,71,084			29,42,483	
55,54,864	Less: (i) Depreciation to the extent specified in Section 350 of the Companies Act, 1956 ..	52,65,072		
10,00,000	(ii) Estimated Liability of Bonus	12,00,000		
—	(iii) Refund of excess Remuneration paid to Managing Directors' in earlier years ..	83,888		
65,54,864			65,48,960	
44,83,780	Net Loss for Calculating Managing Directors' Commission		36,06,477	
Nil	Managing Director's Commission		Nil	
60,000	Total Managerial Remuneration:			
5,000	Remuneration	60,000		
5,400	Company's Contribution to Provident Fund	5,000		
70,400	Perquisite for use of Company's Car	5,400		
	Total Rupees	70,400		
2,35,87,491	Total Rupees			2,34,87,382

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, 1979

<i>For the year ended 30th Sept. 1978</i>		<i>Rupees</i>
<i>Rupees</i>		<i>Rupees</i>
20,08,273	By Balance Brought Forward from Profit & Loss A/c. . .	28,80,130
2,15,79,218	.. Balance Carried to Balance Sheet	2,06,07,252
Total Rupees		2,34,87,382
<u>2,35,87,491</u>		<u>2,34,87,382</u>

K. J. SOMAIYA
Chairman and Managing Director

S. N. VAIDYA
 B. S. MEHTA
 S. R. C. SETTY
 D. M. POPAT
 N. C. SAYTA
 S. K. SOMAIYA

} *Directors*

K. R. THANAWALA
Secretary

BOMBAY: Dated 1st March, 1980.

THE GODAVARI SUGAR

BALANCE SHEET

- NOTES:
- (1) Partnership Firm of Somaiya Farms, Lakh and Somaiya Farms, Khanapur in which Company is a Partner has no activity since 1976-77, as the Agricultural Lands have been held by Maharashtra Government as "SURPLUS LANDS" under Maharashtra Agricultural Lands (Ceiling on Holdings) Act.
 - (2) (a) No Depreciation has been provided during the year in respect of Fixed Assets of Factories amounting to Rs. 52,62,719/- (Previous Year Rs. 55,52,053/-).
 - (b) Total arrears of Depreciation upto 30th September, 1979 computed in accordance with Section 205(2) (a) of the Companies Act, 1956 is Rs. 4,60,07,260/- (Previous Year Rs. 4,07,44,541/-).
 - (3) No Provision has been made in respect of Balance of Loss of Rs. 20,470/- as on 31st May, 1979 of Godavari Investment & Finance Corporation Ltd.
 - (4) Stock of Sugar as on 30th September, 1979 is valued at realised/realisable value instead of at market rate in previous year which has resulted in valuation of Stocks more by Rs. 87,97,611/-.
 - (5) During the year no Provision for Bonus has been made as the same is debited to Profit & Loss Account as and when paid. Liability of the Bonus for the year under Report according to Bonus Act comes to about Rs. 12,00,000/-
 - (6) The total liability for accrued Gratuity to employees under the Payment of Gratuity Act 1972, as on 30th September, 1979, as per the Actuary's Certificate is Rs. 40,91,655/-. However, the Company has taken Group Gratuity Policy with the Life Insurance Corporation of India for its Sakarwadi and Lakshmiwadi Factories, according to which a liability of Rs. 22,62,443/- upto 31-3-1979 is covered. No provision has been made for the balance of the gratuity liability in the accounts.
 - (7) Cane Price of Rs. 1,62,25,700/- has been agreed to be paid to Maharashtra State Farming Corporation Ltd., for Cane supplied during Seasons 1969-70 to 1975-76. An amount of Rs. 13,52,142/- has been paid during the year. The Balance amount of Rs. 1,48,73,558/- has not been provided in the books of accounts except Rs. 9,96,068/- provided in the year 1969-70.
 - (8) Company has paid Rs. 70,111/- 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.

	Number	Salary, Bonus & Allowances	Contribution to Provident Fund & Other Funds
(9) (a) Employees who are employed throughout the year at a remuneration which in the aggregate was not less than Rs. 36,000/- (Other than Managing Director)	7	3,54,861/-	26,898/-
(b) Employees of the Company who are in receipt of or entitled to receive emoluments amounting to Rs. 3,000/- per mensem for part of the year	4	97,719/-	7,304/-

(10) Information in respect of Partnership Firms in which the Company is a Partner:

(a) Somaiya Farms—Lakh			(b) Somaiya Farms—Khanapur		
Name of Partners	Capital	Share of Profit	Name of Partners	Capital	Share of Profit
(i) Godavari Sugar Mills Ltd.	1,82,735	25.00 %	(i) Godavari Sugar Mills Ltd.	Nil	25.00%
(ii) Shri L. V. Satpute	26,449	18.75 %	(ii) Shri M. J. Patel	75,099	18.75%
(iii) Shri D. M. Patel	19,836	14.0625%	(iii) Shri C. J. Patel	75,099	18.75%
(iv) Shri N. G. Patel	19,836	14.0625%	(iv) Shri C. B. Patel	75,099	18.75%
(v) Shri J. C. Patel	19,836	14.0625%	(v) Shri S. P. Patel	75,099	18.75%
(vi) Shri B. H. Patel	19,836	14.0625%			

Accompanying to in our Report of even date

For **AMBALAL THAKKAR & CO.,**

CHARTERED ACCOUNTANTS

G. P. BHATT

Partner

BOMBAY: Dated 3rd March, 1980.

MILLS LIMITED, BOMBAY

AS AT 30TH SEPTEMBER, 1979

(11) Quantitative information in respect of goods manufactured:

Name of the Factory	Licenced Capacity	Installed capacity as certified by Manager of respective factories.
Sakarwadi	1016	1200/1250
Lakshmiwadi	1016	1500/1600
Sameerwadi	5000	3500

Goods Manufactured	Opening Stock		Production Quantity M.T.	Quantity sent for reprocessing & loss due to driage etc. M.T.	Sales		Closing Stock	
	Quantity M.T.	Value Rs.			Quantity M.T.	Value Rs.	Quantity M.T.	Value Rs.
Sugar	32,992.2	7,34,42,440	88,835.0	1,667.5	85,140.0	19,78,92,435	35,019.7	9,74,31,261
Molasses	21,779	9,71,488	33,780	633	24,815	15,11,212	30,111	13,46,198

Raw materials Purchased & Consumed:

	Quantity Purchased & Consumed M.T.	Value Rs.
Sugarcane	8,26,416.8	12,00,69,971
Stores & Spares Consumed:		%
Imported	1,02,094	2.65%
Indigenous	37,55,222	97.35%
	<u>38,57,316</u>	<u>100.00%</u>

C. I. F. Value of Imports:

	Purchased
(i) Raw Materials	NIL
(ii) Stores & Spares	1,94,639
(iii) Capital Goods	NIL

(12) Details of quantity etc. in respect of Farm Produce are not readily available and therefore not shown.

(13) Figures of previous year have been regrouped and recasted wherever necessary, so as to make them comparable with the current year figures.

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
B. S. MEHTA
S. R. C. SETTY
D. M. POPAT
N. C. SAYTA
S. K. SOMAIYA

} Directors

K. R. THANAWALA
Secretary

BOMBAY: Dated 1st March, 1980.

THE GODAVARI SUGAR MILLS LIMITED, BOMBAY

ATTACHMENT TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 30TH SEPTEMBER, 1979

Schedule "B"

Statement Under Section 217(2-A) of the Companies Act, 1956, read with Rule 2 of 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 a 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

Sr. No.	Name of Employee	Age	Designation	Remuneration Rs.	Nature of Employment (Whether Contractual or otherwise)	Other terms and Conditions	Qualifications & Experience (Years)	Date of commencement of Employment	Last Employment
1.	Shri K. J. Somaiya	80	Managing Director	70,400/-	Contractual for Five Years from 1-6-1975	As approved by Central Government	About 40 Years	1-6-1970	Nil
2.	Shri P. M. Kavadia	61	Chief Executive	51,799/-	Permanent	As per Company's Rules	M.A., LL.B., About 34 Years	1-9-1963	Manager, Narsee Nagsee & Co.
3.	Shri Mangal Singh	48	Technical Adviser-cum-General Manager	80,701/-	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 29 Years	4-8-1971	General Manager & Tech. Manager Champaran Sugar Co. Ltd., Nil
4.	Shri J. N. Patel	57	Superintending Agri. Development Manager	52,277/-	Permanent, subject to termination by one Month's notice on either side	As per Company's Rules	B.Sc. (Agri.) Hons. About 29 Years	1-3-1951	General Manager Mawana Sugar Works
5.	Shri B. L. Kapur	61	General Manager	69,150/-	Permanent, subject to termination by Three Months' notice on either side	As per Company's Rules	M.A., LL.B. About 36 Years	29-10-1976	General Manager Mawana Sugar Works
6.	Shri O. K. Moorthy	53	Chief Administrator Rural Development Division	48,750/-	Permanent, subject to termination by Three Months' notice on either side	As per Company's Rules	M.A. LL.B. About 34 Years	1-4-1978	Director General Ministry of Home Affairs, Central Government and Commissioner of Linguistic Minorities
7.	Shri S. R. Parikh	46	Financial Controller	42,991/-	Permanent, subject to termination by One Month's notice on either side	As per Company's Rules	B.Com., A.C.A. About 23 Years	2-1-1960	Great Eastern Shipping Co. Ltd.
8.	Shri P. S. Daftary	54	Purchase Officer	36,091/-	Permanent subject to termination by One Month's notice on either side	As per Company's Rules	Matric About 40 Years	1-9-1939	Nil
(b) EMPLOYED FOR A PART OF THE YEAR UNDER REVIEW									
1.	Shri W. C. Anand	62	General Manager	27,787/-	Permanent, subject to termination by Three Months' notice on either side	As per Company's Rules	B.Sc., A.I.I.S. F.S.T.A., M.A. M.A. About 31 Years	14-6-1975	Project Manager Thaper Group of Sugar Works
2.	Shri Shiavux Mistry	54	Taxation Executive	38,365/-	Permanent, subject to termination by One Month's notice on either side	As per Company's Rules	M.Com., D.T.M. (Bom.) F.C.A. About 33 Years	12-11-1970	Tax Accountant, Power Cables Pvt. Ltd.
3.	Shri M. N. Krishnamurthy	34	Technical Manager	24,876/-	Permanent, subject to termination by One Month's notice on either side	As per Company's Rules	B.E. (Electr.) A.N.S.I. About 7 Years	1-9-1974	Chief Engineer Sanjivani S. SK. Ltd. Goa.
4.	Shri R. N. Sambamoorthi	59	General Manager	13,995/-	Permanent, subject to termination by Three Months' notice on either side	As per Company's Rules	B.E. (Hons) I.R.S.E. (Retd) F.I.E. (About 36 years)	7-6-1979	General Managers Southern Railway Madras

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

GODAVARI INVESTMENT & FINANCE CORPORATION LIMITED, BOMBAY

DIRECTORS' REPORT

Gentlemen,

Your Directors submit herewith their Twenty Fourth Annual Report and Audited Accounts of the Company for the year ended 31st May, 1979.

The working of the Company for the year resulted in a Profit of Rs. 431/- after providing Rs. 1,010/- for taxation. After adjusting the same from last years' loss, and after recrediting excess provision for taxation amounting to Rs. 3/-, the net carried forward loss comes to Rs. 20,470/- which has been carried forward to next year. In view of this, Directors do not recommend any dividend for the year.

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. K. SOMAIYA

Director

BOMBAY: Dated 3rd November , 1979.

GODAVARI INVESTMENT & FINANCE CORPORATION LIMITED, BOMBAY

AUDITORS' REPORT TO THE SHAREHOLDERS

We have Audited the Balance Sheet of Godavari Investment and Finance Corporation Limited as at 31st May, 1979 and the annexed Profit and Loss Account for the year ended on that date and have to 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;
3. The Balance Sheet and the 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 given a true and fair view;
 - (a) In the case of the Balance Sheet, of the State of the affairs of the Company as at 31st May, 1979 and
 - (b) In the case of the Profit and Loss Account of the Profit of the Company for the year ended on that date.

As required by the Manufacturing and other Companies (Auditors' Report) Order, 1975 we further state that:

1. As the Company has no Fixed Assets, provision regarding maintenance of records is not applicable.
2. As there are no Fixed Assets, question of revaluation of Assets does not arise.
3. The Stock of Stores has been Physically verified by the Management. No variation is noticed on the verification by the Management. In our opinion the valuation of the Stores is fair and proper in accordance with normally accepted accounting principles and is on the same basis as in the last year.
4. The Company has obtained loan from the Holding Company.
5. Loans and Advances in the nature of Loans to the Cane Growers are given under arrangement to supply Cane to the Holding Company and regular recovery thereof is made. The adequate provision for doubtful loans is made by the Company and adequate documents and records are maintained for the loans granted to Cane Growers against the Land Mortgage Agreements.
6. In our opinion and in accordance with the information and explanations given to us there is adequate internal Control procedure commensurate with the size of the Company and the nature of the business.
7. Not applicable as the Company has no Purchase of Stores, during the year under reference.
8. Not applicable as the Company has no unserviceable or damaged Stores during the year under reference.
9. Provisions of Section 58A of Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules 1975 with regard to the Deposits are not applicable as the Company has not invited the Deposits from the Public.
10. As it is Financing Company there are no by-products of Scrap.
11. As the paid-up Capital of the Company does not exceed Rs. 25 Lacs, there is no internal Audit System.
12. Maintenance of Cost Records has not been prescribed u/s. 209 (1) (d) of the Companies Act, 1956.
13. According to the records of the Company it has regularly deposited during the period Provident Fund dues with the appropriate authorities.
14. Though the Company is a Financing Company no Consumption of Stores etc. is involved in rendering the Finance. The Company has the Income as Commission, Supervision Charges, Hire-Purchase Contracts and Interest.

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

N. P. PATWA
Proprietor

BOMBAY: Dated 5th November, 1979.

GODAVARI INVESTMENT AND BALANCE SHEET

As at 31st May, 1978	LIABILITIES		
Rupees		Rupees	Rupees
	I. AUTHORISED CAPITAL :		
5,00,000	5,000 Ordinary (Equity) Shares of Rs. 100/- each		5,00,000
	II. SUBSCRIBED CAPITAL :		
1,00,000	2,000 Ordinary (Equity) Shares of 100/- each Rs. 50/- called-up held by Holding Company, The Godavari Sugar Mills Limited and it's nominees ..		1,00,000
	III. SECURED LOANS :		
37,051	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 by Cultivators and guaranteed by two Directors of the Company and also by Holding Company.		—
	IV. UNSECURED LOANS :		
6,80,650	Loan on Current Account from the Holding Company, The Godavari Sugar Mills Limited	5,61,280	
1,03,063	Interest accrued and due	2,19,114	
7,83,713		7,80,394	7,80,394
	V. CURRENT LIABILITIES AND PROVISIONS :		
	(A) CURRENT LIABILITIES :		
55,498	(i) Sundry Creditors	75,008	
3,143	(ii) Estimated Unearned Finance Charges on Hire Purchase carried forward	2,803	
1,17,060	(iii) Interest accrued but not due on Loan ..	98,959	
1,75,701		1,76,770	
	(B) PROVISIONS :		
2,160	For Taxation	1,645	
1,77,861			1,78,415
10,98,625	Carried Over		10,58,809

FINANCE CORPORATION LTD., BOMBAY

AS AT 31ST MAY, 1979

<i>As at 31st May, 1978</i>	ASSETS			
<i>Rupees</i>		<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
	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)			
5,918	Machinery, Stores and Spares		5,918	
795	(ii) Future instalments receivable from hire of Oil Engines and Pumps under Hire Purchase Agreements (Considered good) ..		—	
	(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			
1,10,738	Outstanding for more than six months ..	1,05,805		
43,941	Considered Doubtful	43,941		
1,54,679		1,49,746		
43,941	<i>Less : Provision for Doubtful Debts</i> ..	43,941		
1,10,738		1,05,805		
3,030	Other Debts	2,222		
1,13,768			1,08,027	
	(iv) Cash and Bank Balances :			
333	Cash on hand	997		
3,363	Stamp Papers on Hand	4,154		
463	In Current Account with a Schedule Bank	516		
4,159			5,667	
1,24,640			1,19,612	
	Carried Over			

GODAVARI INVESTMENT AND BALANCE SHEET

As at 31st May, 1978	LIABILITIES (Contd).	
Rupees	Rupees	Rupees
10,98,625	Brought Forward	10,58,809
NOTES : <ol style="list-style-type: none"> (1) Out of Land Mortgage Agreements for Loans given to Bagaitdars, Agreements for Loans amounting to Rs. 5,264/- have been either sent for Registration or are under execution. (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 mensum for the whole year or any part of the year are—NIL. (3) Sundry Debtors and Creditors, Loans and Advances are subject to confirmation from the Parties. (4) The Figures of Previous Year are recasted wherever necessary so as to make them comparable with the Current Years' figures. 		
10,98,625	Total Rupees	10,58,809

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

FINANCE CORPORATION LTD., BOMBAY

AS AT 31ST MAY, 1979

As at 31st May, 1978	ASSETS (Contd.)			
Rupees		Rupees	Rupees	Rupees
1,24,640	Brought Forward		1,19,612	
	(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 Limited in terms of Agreements:			
7,57,740	Secured	7,03,095		
36,261	Considered Doubtful	36,261		
7,94,001		7,39,356		
36,261	Less : Provision for Doubtful Loans ..	36,261		
7,57,740		7,03,095		
1,27,525	Loans to Others 1,27,525			
37,029	Add : Interest accrued on above 55,520			
1,64,554		1,83,045		
9,22,294			8,86,140	
29,000	(ii) Deposit		29,000	
1,787	(iii) Advances recoverable in Cash or Kind ..		3,587	
10,77,721			10,38,339	
	II. MISCELLANEOUS EXPENDITURE :			
	Profit and Loss Account :			
20,904	Loss as per Profit and Loss Account			20,470
10,98,625	Total Rupees :		10,58,809	

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

BOMBAY: Dated 3rd November, 1979

S. K. SOMAIYA
S. R. PARIKH
Y. P. DANDIWALA } Directors

GODAVARI INVESTMENT AND PROFIT & LOSS ACCOUNT FOR

For the Year ended 31st May, 1978		Rupees	Rupees
Rupees	To Opening Stock :		
5,918	Machinery Spares and Fittings		5,918
21,399	" Salary		24,475
1,193	" Bonus		2,932
1,037	" Company's Contribution (to the Holding Company) towards Provident Fund		1,022
808	" Company's Contribution to Govt. Provident Fund & Administrative Charges		1,020
122	" Company's Contribution to Deposit Link Insurance Scheme & Administrative Charges		120
100	" Workmen and Staff Welfare Expenses		100
4,111	" Miscellaneous Expenses Fees and Stamps, Postage & Telegrams, Conveyance, Travelling Expenses, Printing and Stationery etc.		4,038
11	" Insurance Premium		11
9,600	" Office Rent		9,600
	" Interest:		
1,16,050	On Current Account to the Holding Company, The Godavari Sugar Mills Limited	98,959	
14,808	On Cash Credit Account with a Bank	1,511	
1,30,858		<hr/>	1,00,470
500	" Audit Fees		500
635	" Provision for Taxation		1,010
293	" Profit Carried Down		431
1,76,585			<hr/>
	Total Rupees :		1,51,647
21,799	To Loss as per Last Balance Sheet		20,904
21,799		Total Rupees : . .	<hr/> <hr/> 20,904

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

SAKARWADI SUGAR FACTORY LIMITED

DIRECTORS' REPORT

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

Your Directors are pleased to submit herewith Sixth Audited Accounts of the Company for the year ended 30th September, 1979.

The working of the Company for the year resulted in a profit of Rs. 565/- after providing Rs. 1,315/- for taxation. After adding the last years' carried forward profit of Rs. 25/- and after making other adjustments the balance profit comes to Rs. 444/-.

Your Directors recommend the following Appropriations:-

	Rs.
(1) Transfer to General Reserve	60
(2) Proposed Dividend @ Rs. 2.60 per Share on 142 Equity Shares	369
(3) Balance Carried to Balance Sheet	15
Total	<u>444</u>

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 28th February, 1980.

SAKARWADI SUGAR FACTORY LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have Audited the Balance Sheet of Sakarwadi Sugar Factory Limited, as at 30th September, 1979 and the annexed Profit and Loss Account for the year ended on that date and have to 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.
3. The Balance Sheet and the 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 the affairs of the Company as at 30th September, 1979 and
 - (b) In the case of the Profit and Loss Account of the Profit of the Company for the year ended on that date.

As required by the Manufacturing and other Companies (Auditors' Report) Order, 1975 we further state that:

1. As the Company has no Fixed Assets, provision regarding maintenance of records is not applicable.
2. As there are no Fixed Assets, question of revaluation of Assets does not arise.
3. As there is no Stock of Stores, question of Physical verification does not arise.
4. The Company has obtained loan from the Holding Company.
5. Not applicable as the Company has not given any loans and advances during the year.
6. In our opinion and in accordance with the information and explanations given to us there is adequate internal control procedure commensurate with the size of the Company and the nature of the business.
7. Not applicable as the Company has no Purchases of Stores, during the year under reference.
8. Not applicable as the Company has no unserviceable or damaged Stores during the year under reference.
9. Provisions of Section 58A of Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the Deposits are not applicable as the Company has not invited the Deposits from the public.
10. Not applicable as there are no by-products or Scrap.
11. As the paid-up Capital of the Company does not exceed Rs. 25 lacs, there is no Internal Audit System.
12. Maintenance of Cost records has not been prescribed u/s. 209(1) (d) of the Companies Act, 1956.
13. Not applicable as there is no employee of the Company for Contribution to Provident Fund.
14. There is no consumption of Stores and the Company has income by way of Commission.

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

BOMBAY: Dated 29th February, 1980.

SAKARWADI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES	
Rupees		Rupees
50,00,000	AUTHORISED SHARE CAPITAL : 50,000 Equity Shares of Rs 100/- each	50,00,000
14,200	ISSUED AND SUBSCRIBED SHARE CAPITAL : 142 Equity Shares of Rs. 100/- each held by Holding Company, The Godavari Sugar Mills Limited	14,200
—	RESERVES AND SURPLUS : (A) General Reserve : Transfer from Profit & Loss Account	60
25	(B) Profit & Loss Account Balance as per Profit & Loss Account	75
25	UNSECURED LOANS : From the Holding Company, The Godavari Sugar Mills Limited	500
779	CURRENT LIABILITIES AND PROVISIONS : (A) CURRENT LIABILITIES Outstanding Liabilities	100
100	(B) PROVISIONS : Provision for Taxation	1,315
400	Proposed Dividend	369
—		1,684
500		1,784
15,504	Total Rupees	16,559

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

BOMBAY: Dated 29th February, 1980

PROFIT & LOSS ACCOUNT FOR

For the Year ended 30th Sept. 1978		Rupees
Rupees		Rupees
180	To Miscellaneous Expenses including Fees and Stamps	180
100	To Audit Fees	100
250	To Professional Tax	250
400	To Provision for Taxation	1,315
184	To Profit Carried Down	565
1,114	Total Rupees	2,410
165	To Balance as per Last Balance Sheet	150
—	To Preliminary Expenses written off	60
—	To Transfer to General Reserve	369
25	To Proposed Dividend on Equity Shares @ Rs. 2.60 Per Share	15
190	To Balance being Profit Carried to Balance Sheet	594
190	Total Rupees	594

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

BOMBAY: Dated 29th February, 1980

FACTORY LIMITED

ASSETS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS			
Rupees		Rupees	Rupees	Rupees
	INVESTMENTS (At cost) :			
—	10 year's postal Savings Certificates			500
	CURRENT ASSETS, LOANS AND ADVANCES :			
	CURRENT ASSETS :			
1,114	(i) SUNDRY DEBTORS:		—	
	(ii) CASH AND BANK BALANCES:			
10	Cash on Hand	94		
580	In Current Account with a Scheduled Bank	2,315		
590			2,409	
1,704				2,409
	MISCELLANEOUS EXPENDITURE:			
	To the extent not written off (or adjusted):			
13,800	Preliminary Expenses		13,800	
—	Less : Written off during the year		150	
13,800				13,650
15,504	Total Rupees			16,559

MUMBAI: Dated 28th February, 1980

P. M. KAVADIA }
LILABEN M. KOTAK } *Directors*

STATEMENT OF FINANCIAL POSITION AT THE YEAR ENDED 30TH SEPTEMBER, 1979

For the Year ended 30th Sept. 1978		Rupees
1,114	By Commission	2,410
1,114	Total Rupees	2,410
—	By Balance as per Last Balance Sheet	25
184	By Profit Brought Down	565
6	By Excess Provision for Taxation of Previous year written back	4
190	Total Rupees	594

MUMBAI: Dated 28th February, 1980

P. M. KAVADIA }
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 Sixth Audited Accounts of the Company for the year ended 30th September, 1979.

The working of the Company for the year resulted in a profit of Rs. 622/- after providing Rs. 1,455/- for taxation. After adding the last years carried forward profit of Rs. 17/- and after making other adjustments the balance profit comes to Rs. 492/-.

Your Directors recommend the following Appropriations:-

	Rs.
(1) Transfer to General Reserve	65
(2) Proposed Dividend @ Rs. 2.85 Per Share on 142 Equity Shares	405
(3) Balance carried to Balance Sheet	22
Total	<u>492</u>

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

H. R. KOTAK
Director

BOMBAY: Dated 28th February, 1980.

LAKSHMIWADI SUGAR FACTORY LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have Audited the Balance Sheet of Lakshmiwadi Sugar Factory Limited, as at 30th September, 1979 and the annexed Profit and Loss Account for the year ended on that date and have to 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.
3. The Balance Sheet and the 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 the affairs of the Company as at 30th September, 1979 and
 - (b) In the case of the Profit and Loss Account of the Profit of the Company for the year ended on that date.

As required by the Manufacturing and other Companies (Auditors' Report) Order, 1975 we further state that:

1. As the Company has no Fixed Assets, Provision regarding maintenance of records is not applicable.
2. As there are no Fixed Assets, question of revaluation of Assets does not arise.
3. As there is no Stock of Stores, question of Physical verification does not arise.
4. The Company has obtained loan from the Holding Company.
5. Not applicable as the Company has not given any loans and advances during the year.
6. In our opinion and in accordance with the information and explanations given to us there is adequate internal Control procedure commensurate with the size of the Company and the nature of the business.
7. Not applicable as the Company has no Purchases of Stores, during the year under reference.
8. Not applicable as the Company has no unserviceable or damaged Stores during the year under reference.
9. Provisions of Section 58A of Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the Deposits are not applicable as the Company has not invited the Deposits from the public.
10. Not applicable as there are no by-products or scrap.
11. As the paid-up Capital of the Company does not exceed Rs. 25 lacs, there is no Internal Audit System.
12. Maintenance of Cost records has not been prescribed u/s. 209(1) (d) of the Companies Act, 1956.
13. Not applicable as there is no employee of the Company for Contribution to Provident Fund.
14. There is no consumption of Stores and the Company has income by way of Commission.

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

BOMBAY: Dated 29th February, 1980.

LAKSHMIWADI SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES	
Rupees		Rupees
50,00,000	AUTHORISED SHARE CAPITAL: 50,000 Equity Shares of Rs. 100/- each	50,00,000
14,200	ISSUED AND SUBSCRIBED SHARE CAPITAL: 142 Equity Shares of Rs. 100/- each held by Holding Company, The Godavari Sugar Mills Limited	14,200
—	RESERVES AND SURPLUS: (A) General Reserve : Transfer from Profit & Loss Account	65
17	(B) Profit & Loss Account Balance as per Profit & Loss Account	22
17	UNSECURED LOANS: From the Holding Company, The Godavari Sugar Mills Limited	500
719	CURRENT LIABILITIES AND PROVISIONS: (A) CURRENT LIABILITIES: Outstanding Liabilities	100
535	(B) PROVISIONS: Provision for Taxation 1,455	
—	Proposed Dividend 405	
635		1,860
15,571	Total Rupees	16,747

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

BOMBAY: Dated 29th February, 1980

PROFIT & LOSS ACCOUNT FOR

For the year ended 30th Sept. 1978		Rupees
120	To Miscellaneous Expenses including Fees and Stamps	120
100	To Audit Fees	100
250	To Professional Tax	250
535	To Provision for Taxation	1,455
245	To Profit during the year	622
1,250	Total Rupees	2,547
232	To Balance as per Last Balance Sheet	150
—	To Preliminary Expenses written off	65
—	To Transfer to General Reserve	405
—	To Proposed Dividend on Equity Shares @ Rs. 2.85 per Share	22
17	To Balance being profit carried to Balance Sheet	22
249	Total Rupees	642

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

BOMBAY: Dated 29th February, 1980

FACTORY LIMITED

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS			
Rupees		Rupees	Rupees	Rupees
—	INVESTMENTS (At cost) :			
	10 years' postal Savings Certificates			500
	CURRENT ASSETS, LOANS AND ADVANCES:			
	CURRENT ASSETS:			
1,250	(i) SUNDRY DEBTORS		—	
	(ii) CASH AND BANK BALANCES:			
10	Cash on Hand	18		
511	In Current Account with a Scheduled Bank	2,579		
521			2,597	
1,771				2,597
	MISCELLANEOUS EXPENDITURE:			
	To the extent not written off (or adjusted):			
13,800	Preliminary Expenses	13,800		
—	Less: written off during the year	150		13,650
13,800				
15,571	Total Rupees			16,747

OMBAY: Dated 28th February, 1980

H. R. KOTAK }
S. H. DAIYA } *Directors*

THE YEAR ENDED 30TH SEPTEMBER, 1979

For the year ended 30th Sept. 1978		Rupees
Rupees		Rupees
1,250	By Commission	2,547
1,250	Total Rupees	2,547
—	By Balance as per Last Balance Sheet	17
245	By Profit Brought Down	622
4	By Excess Provision for Taxation of Previous Year written back	3
249	Total Rupees	642

OMBAY: Dated 28th February 1980.

H. R. KOTAK }
S. H. DAIYA } *Directors*

SOMAIYA SUGAR WORKS LIMITED

DIRECTORS' REPORT

The Shareholders,
The Somaiya Sugar Works Ltd.,
BOMBAY.

Your Directors are pleased to submit herewith Sixth Audited Accounts of the Company for the year ended 30th September, 1979.

The working of the Company for the year resulted in a Profit of Rs. 1,324/- after providing Rs. 3,085/- for taxation. After adjusting the carried forward Loss of previous year of Rs. 169/- and after making other adjustments the balance Profit comes to Rs. 1,012/-

Your Directors recommend the following Appropriations:-

	Rs.
(1) Transfer to General Reserve	135/-
(2) Proposed Dividend @ Rs. 53.75 per Share on 16 Equity Shares	860/-
(3) Balance carried to Balance Sheet	17/-
Total	<u>1,012/-</u>

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, 1980.

SOMAIYA SUGAR WORKS LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have Audited the Balance Sheet of Somaiya Sugar Works Limited, as at 30th September, 1979 and the annexed Profit and Loss Account for the year ended on that date and have to 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.
3. The Balance Sheet and the 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 the affairs of the Company as at 30th September, 1979 and
 - (b) In the case of the Profit and Loss Account of the Profit of the Company for the year ended on that date.

As required by the Manufacturing and other Companies (Auditors' Report) Order, 1975 we further state that:

1. As the Company has no Fixed Assets, Provision regarding maintenance of records is not applicable.
2. As there are no Fixed Assets, question of revaluation of Assets does not arise.
3. As there is no Stock of Stores, question of Physical verification does not arise.
4. The Company has obtained loan from the Holding Company.
5. Not applicable as the Company has not given any loans and advances during the year.
6. In our opinion and in accordance with the information and explanations given to us there is adequate internal Control procedure commensurate with the size of the Company and the nature of the business.
7. Not applicable as the Company has no Purchases of Stores, during the year under reference.
8. Not applicable as the Company has no unserviceable or damaged Stores during the year under reference.
9. Provisions of Section 58A of Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the Deposits are not applicable as the Company has not invited the Deposits from the public.
10. Not applicable as there are no by-products or Scrap.
11. As the paid-up Capital of the Company does not exceed Rs. 25 lacs, there is no Internal Audit System.
12. Maintenance of Cost records has not been prescribed u/s. 209(1) (d) of the Companies Act, 1956.
13. Not applicable as there is no employee of the Company for Contribution to Provident Fund.
14. There is no consumption of Stores and the Company has income by way of Commission.

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

BOMBAY: Dated 29th February, 1980.

SOMAIYA SUGAR

BALANCE SHEET

As at 30th Sept. 1978	LIABILITIES		
Rupees		Rupees	Rupees
5,00,000	AUTHORISED SHARE CAPITAL: 5,000 Equity Shares of Rs. 100/- each		5,00,000
1,600	ISSUED AND SUBSCRIBED SHARE CAPITAL: 16 Equity Shares of Rs. 100/- each held by Holding Company, The Godavari Sugar Mills Limited		1,600
—	RESERVE AND SURPLUS: (A) General Reserve : Transfer from Profit & Loss Account	135	
—	(B) Profit & Loss Account Balance as per Profit & Loss Account	17	
2,906	UNSECURED LOANS: From the Holding Company, The Godavari Sugar Mills Limited		152 500
100	CURRENT LIABILITIES AND PROVISIONS: (A) CURRENT LIABILITIES : Outstanding Liabilities	100	
450	(B) PROVISIONS : Provision for Taxation	3,085	
—	Proposed Dividend	860	
550		3,945	4,045
5,056	Total Rupees		6,297

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

BOMBAY: Dated 29th February, 1980.

PROFIT & LOSS ACCOUNT FOR

For the year ended 30th Sept. 1978			
Rupees		Rupees	Rupees
100	To Miscellaneous Expenses including Fees and Stamps		150
100	To Audit Fees		100
250	To Professional Tax		250
450	To Provision for Taxation		3,085
201	To Profit Carried Down		1,324
1,101	Total Rupees		4,909
388	To Balance as per Last Balance Sheet		169
—	To Preliminary Expenses written off		150
—	To Transfer to General Reserve		135
—	To Proposed Dividend on Equity Shares @ Rs. 53.75 per Share		860
—	To Balance being Profit Carried to Balance Sheet		17
388	Total Rupees		1,331

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

BOMBAY: Dated 29th February, 1980.

WORKS LIMITED

AS AT 30TH SEPTEMBER, 1979

As at 30th Sept. 1978	ASSETS			
Rupees		Rupees	Rupees	Rupees
—	INVESTMENT (At Cost) :			
	10 years' postal Savings Certificates			500
	CURRENT ASSETS, LOANS AND ADVANCES:			
	CURRENT ASSETS:			
1,101	(i) SUNDRY DEBTORS:		—	
80	(ii) CASH AND BANK BALANCES:			
	Cash on Hand	37		
506	In Current Account with a Scheduled Bank ..	2,710		
		<u> </u>	<u>2,747</u>	<u>2,747</u>
586				
1,687				
	MISCELLANEOUS EXPENDITURE:			
	To the extent not written off (or adjusted)			
3,200	Preliminary Expenses	3,200		
—	Less: Written off during the year	150		3,050
3,200		<u> </u>		
169	Profit and Loss Account		—	
3,369				<u>3,050</u>
5,056	Total Rupees			<u><u>6,297</u></u>

MUMBAI: Dated 28th February, 1980.

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

THE YEAR ENDED 30TH SEPTEMBER, 1979

For the year ended 30th Sept. 1978		Rupees
Rupees		Rupees
1,101	By Commission	4,909
1,101	Total Rupees	<u>4,909</u>
201	By Profit Brought Down	1,324
18	By Excess Provision for Taxation of Previous year written back	7
169	By Balance being loss Carried to Balance Sheet	—
388	Total Rupees	<u><u>1,331</u></u>

MUMBAI: Dated 28th February, 1980.

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