

DIRECTOR'S REPORT

Dear Members,

Yours Directors are presenting the 1st Annual Report together with Audited Statement of Accounts of the Company for the year ended 31st March 2013.

1.) FINANCIAL RESULTS

	2012-2013 Rs. in Thousand
Sales & Other Income	138.70
Profit for the Year before Depreciation	2977.41
Depreciation	189.24
Provision for Tax	1074.30
Provision for Deferred tax Assets	(86.90)
Net Profit for the year	1800.77

2.) The company has acquired running coffee estate at Sakleshpura during the year. The company is now trying to improve irrigation facilities & crop acreage in the coffee estate.

3.) DIRECTORS

During the year following changes taken place in the constitution of the board of directors .

Sri Arvind Kumar Mittal and Sri Manish Agarwal have been appointed as director of the company with effect from dt 18/07/2012. Mr Rakesh Chand Agarwal has been appointed as director of the company with effect from dt 03/11/2012

Sri Arvind Kumar Mittal has resigned from director of the company with effect from dt 07/11/2012.

4.) DIRECTORS RESPONSIBILITY STATEMENT

As required under sub-section (2AA) of section 217 of the Companies Act, 1956, your Directors confirm and state that:

- That the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of profit or loss of the company for that year.
- That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- That the directors have prepared the attached annual statement of accounts for the year ended 31st March 2013 on a going concern basis.

5.) PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 217 (2A) OF THE COMPANIES ACT, 1956

There is no employee on respect of whom particulars pursuant to section 217 (2A) of the Companies Act, 1956 are required to given.

6.) AUDITORS

M/s Lodha Patel Wadhwa & Co., Chartered Accountants, the Auditors of the Company, retire at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

7.) CONSERVATION OF ENERGY AND FOREIGN EXCHANGE EARNING & OUTGO

Since the energy consumed is not significant, the requirement of section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 has not been reported.

There has been no foreign exchange earning and outgo during the year ended under review.

For and on behalf of the Board



Place: Patna

Dated: The 24th day of May 2013

(Raj Kumar)
CHAIRMAN



INDEPENDENT AUDITOR'S REPORT

To the Members of
RODIC COFFEE ESTATES PRIVATE LIMITED
Report on the Financial Statements

We have audited the accompanying financial statements of **RODIC COFFEE ESTATES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.



2. As required by section 227(3) of the Act, we report that:
- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For **LODHA PATEL WADHWA & CO.**

Chartered Accountants

(FRN - 006271C)

(Signature)
(Sanjay Goenka)

Partner

Member ship No. 74350

Place: Patna

Date: The 24rd day of May 2013

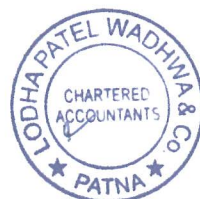


ANNEXURE "1" OF AUDIT REPORT REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE

1. a) The Company has maintained proper records showing full particulars including quantitative details and situations of fixed assets.
- b) All the assets have not been physically verified by the management during the year but there is regular program of verification, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. There was no material discrepancies with regard to book records in respect of the assets verified during the year.
- c) During the year, the Company has not disposed off any part of its fixed assets.
2. a) As explained to us, the stocks of inventory have been physically verified by the management during the year at reasonable interval.
- b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- c) In our opinion, the company has maintained reasonable records of inventory. The discrepancies noticed on physical verification between the physical stocks and book records were not material.
3. a) The company has not granted any loan to any parties/firm/company listed in the register maintained under section 301 of the Company Act, 1956. Hence the provision of paragraph 4(iii)(a),(b),(c) and (d) is not applicable.
- b) The Company has taken unsecured loan from five parties covered in the register maintained under section 301 of the companies Act, 1956. The maximum amount involved during the year was Rs. 1709.56 lacs and year-end balance of loans taken is Rs. 1075.84.84 lacs.
- c) According to the information and explanations given to us no interest has been paid in case of some loan taken. However, the other terms and conditions are not *prima facie* prejudicial to the interest of the company.
- d) The company has not paid or provided for payment of interest. However, in our opinion, payment of principal amount of loan taken is regular.
- e) There is no overdue amount in respect of loans taken from or granted to by the company.
4. In our opinion there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
5. a) According to the information and explanation given to us, there are no transactions that need to be entered into a register maintained under section 301 of the Companies Act, 1956.
- b) In our opinion, and according to the information and explanations given to us, as there are no transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956, paragraph (5) (b) of the order is not applicable.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and consequently, the directives issued by Reserve Bank of India, the provisions of Section 58A and 58AA of the Companies Act, 1956 and the rules framed there under as required by the provision of paragraph 4(vi) of the Companies (Auditor's Report) (amended) Order 2003 are not applicable.



7. In our opinion and according to the information and explanation given to us, the company has no formal internal audit system commensurate with the size and nature of its business.
8. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Companies Act, 1956 in respect of business carried out by the Company.
9. a. According to the information and explanation given to us and as shown by the records examined by us, the company has been regular during the year in depositing with the appropriate authorities, undisputed statutory dues including income tax, Value Added Tax (VAT), wealth tax, excise duty, Cess and any other statutory dues applicable to it.
b. According to the information and explanation given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as at 31st march 2013 for a period of more than six months from the date they become payable.
c. According to the information and explanation given to us, there are no dues in respect of Value Added Tax (VAT), Income tax, Excise duty, Service tax & Cess that have not been deposited with appropriate authorities on account of any dispute.
10. The Company has been registered for a period less than five years and hence clause (X) of paragraph 4 of the order is not applicable.
11. According to the books of accounts and other records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank as at the balance sheet date.
12. According to the information & explanation given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion the provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company. Hence the provision of clause 4(xiii) is not applicable.
14. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provision of clause 4(xiv) is not applicable.
15. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by other from banks or financial institutions during the year.
16. According to the information & explanation given to us, no term loans have been raised during the year.
17. According to information and explanations given to us and based on the overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment. Hence the provision of clause 4(xvii) is not applicable.
18. During the year covered by our audit, the company has not made any preferential allotment of shares to parties and companies covered in the registered maintained under section 301 of the companies Act 1956.



RODIC COFFEE ESTATES PRIVATE LIMITED
39, 2ND FLOOR,POCKET -1, JASOLA VIHAR NEW DELHI-110025

BALANCE SHEET AS ON 31ST MARCH, 2013

	PARTICULARS	Note No.	As at 31.03.2013
			Rs.
	I. <u>EQUITY AND LIABILITIES</u>		
	1. Shareholders' funds		
	(a) Share Capital	1	50,000,000.00
	(b) Reserves and Surplus	2	1,800,772.48
			51,800,772.48
	2. Non- current liabilities		
	(a) Long Term Borrowing	3	158,457,984.00
			158,457,984.00
	3. Current Liabilities		
	(a) Other current liabilities	4	1,063,384.00
	(b) Short term provisions	5	1,074,297.00
			2,137,681.00
	TOTAL		212,396,437.48
	II <u>ASSETS</u>		
	1. Non-current assets		
	(a) Fixed assets		
	(i) Tangible assets	6	195,013,473.48
	(b) Deferred tax assets (net)	7	86,901.00
	(c) Long term loans & advances	8	5,000.00
			195,105,374.48
	2. Current assets		
	(a) Inventories	9	16,925,811.00
	(b) Cash and cash equivalents	10	227,610.00
	(c) Short-term loans and advances	11	137,642.00
	(d) Other current assets	12	-
			17,291,063.00
	TOTAL		212,396,437.48
	Significant accounting policies and notes to accounts	20	

As per our report of even date

FOR, LODHA PATEL WADHWA & CO.

Chartered Accountants

(FRN - 006271C)

(SANJAY GOENKA)

Partner

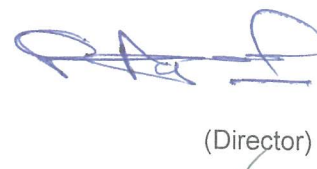
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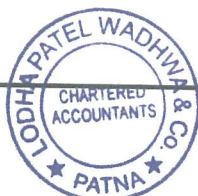
Place : Patna

Date : 24-05-2013

For and on behalf of the Board


(Director)


(Director)



RODIC COFFEE ESTATES PRIVATE LIMITED

39, 2ND FLOOR,POCKET -1, JASOLA VIHAR NEW DELHI-110025

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD 27.06.2012(Date of Incorporation) to 31ST MARCH, 2013

	PARTICULARS	Note No.	As at 31.03.2013
			Rs.
I	Révenue from operations	13	45,000.00
II	Other Income	14	93,699.00
III	Total Revenue (I + II)		138,699.00
IV	Expenses		
	(Increase)/Decrease in Inventories of finished goods	15	(15,584,020.00)
	Employees benefit expense	16	4,506,564.00
	Finance Costs	17	4,073,658.00
	Depreciation and amortization expense	6	189,241.52
	Other expense	18	4,165,087.00
	Total Expense		(2,649,469.48)
V	Profit before tax (III-IV)		2,788,168.48
VI	Tax expense:		
	(1) Current tax		1,074,297.00
	(2) Deferred tax (Assets)/ Liabilities		(86,901.00)
VII	Profit/(Loss) for the period (V -VI)		1,800,772.48
VIII	Earnings per equity share:		
	(1) Basic		0.74
	(2) Diluted		0.74
	Significant accounting policies and notes to accounts	20	

As per our report of even date

For and on behalf of the Board

FOR, LODHA PATEL WADHWA & CO.

Chartered Accountants

(FRN - 006271C)

(SANJAY GOENKA)

Partner

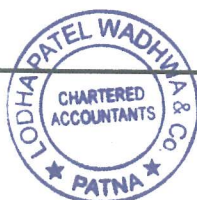
M.No -74350

Place : Patna

Date : 24-05-2013

(Director)

(Director)



RODIC COFFEE ESTATES PRIVATE LIMITED
39, 2ND FLOOR,POCKET -1, JASOLA VIHAR NEW DELHI-110025

NOTES FORMING PART OF ACCOUNTS

NOTE '1'

Note 1" A" SHARE CAPITAL

Particulars	As at 31.03.2013	
	Amount	
Authorised 5000000 Equity Shares of Rs. 10 each	50,000,000.00	
Issued, Subscribed & Paid up 5000000 Equity Shares of Rs. 10 each	50,000,000.00	
TOTAL	50,000,000.00	

Note 1 "B" RECONCILIATION OF SHARE

Particulars	Amount
Shares outstanding at the beginning of the year	-
Shares Issued during the year (5000000 shares)	50,000,000.00
Shares bought back during the year	-
Shares outstanding at the end of the year(5000000 shares)	50,000,000.00

The company has issued only one class of shares referred to as equity shares having nominal value of Rs.10/-. The holders of equity shares are entitled to one vote per share.

Note 1 "C" LIST OF SHARE HOLDERS HOLDING MORE THAN 5% SHARES IS SET OUT BELOW :

Name of Shareholder	No of Shares	No. of Shares &% of Holding
SAMBHAV TEXTILES PVT. LTD.	700000	14.00
RAJ KUMAR	1450000	29.00
VIMAL KUMAR SHARMA	300000	6.00

NOTE '2'

RESERVES AND SURPLUS

Profit and Loss Account

Opening Balance	-
Add: Profit During The Year	1,800,772.48
Closing Balance	<u>1,800,772.48</u>



Particulars	As at 31.03.2013 Amount
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NOTE `3`

LONG TERM BORROWING

Unsecured

From Directors

Raj Kumar

Vimal Kumar Sharma

600,000.00

5,000,000.00

From Shareholders

Sulabh Engineers and Services Limited

86,000,000.00

From Bodies Corporate

Albino Investment Consultants Pvt Ltd

12,641,733.00

Atlantič Invest Advisory Pvt Ltd

11,809,399.00

Himalayan Investment Consultants Pvt Ltd

12,263,604.00

Welkin Investment Consultants Pvt Ltd

11,767,843.00

GL Sharma Stock Brokers Pvt Ltd

5,269,630.00

Rodic Consultants Pvt Ltd

10,715,775.00

From Others

Daisy Rani

1,420,000.00

Mithun Dolui

200,000.00

Rajesh Bansal

770,000.00

158,457,984.00

The above amount includes

Secured borrowings

Unsecured borrowings

-

158,457,984.00

NOTE `4`

OTHER CURRENT LIABILITIES

Other Payables & Statutory Dues

PF Payable

12,967.00

Salary Payable

105,583.00

Mainad Agro Services

324,966.00

Lodha Patel Wadhwa & Co

40,450.00

Murali Traders

93,291.00

TDS Payable

483,652.00

VAT Payable

2,475.00

1,063,384.00

NOTE `5`

SHORT TERM PROVISIONS

Provision for tax (A.Y. 2013-14)

1,074,297.00

1,074,297.00

NOTE `7`

DEFERRED TAX ASSETS (NET)

Opening Balance

Add/(Less) : Adjustment during the year

-

86,901.00

86,901.00

NOTE `8`

LONG TERM LOANS AND ADVANCES

Security Deposit

Security Deposit : VAT

5,000.00

5,000.00



NOTE -6
TANGIBLE ASSETS

FY 2012-13

RODIC COFFEE ESTATE PRIVATE LIMITED

Sl. No.	DESCRIPTION OF ASSETS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		AS ON 01.04.2012	ADDITION DURING THE YEAR	SALE/ TRANSFER	TOTAL	UP TO 01.04.2012	FOR THE YEAR	ADJUSTMENT FOR THE YEAR	TOTAL	AS AT 31.03.2013	AS AT 31.03.2012
1	Land	-	192,772,715		192,772,715	-	-	-	-	192,772,715.00	-
2	Building		1,917,000		1,917,000		135,788		135,788	1,781,212.50	
3	Plant & Machinery		415,000		415,000		40,890		40,890	374,110.40	
4	Furniture & Fixture		98,000		98,000		12,564		12,564	85,435.58	
	TOTAL (Rs.)	-	195,202,715	-	195,202,715	-	189,242	-	189,242	195,013,473.48	-



Particulars	As at 31.03.2013 Amount
NOTE `9`	
INVENTORIES	
Stock of Pesticides(Valued at Cost)	1,341,791.00
Closing Stock (Finished Goods) (valued at net realizable value) (As valued,taken & certified by management)	15,584,020.00
	<u>16,925,811.00</u>
NOTE `10`	
CASH AND CASH EQUIVALENTS	
-Cash and Cash Equivalent	
Cash on hand (as certified by management)	85,212.00
Balances with bank State Bank of India-New Delhi	142,398.00
	<u>227,610.00</u>
NOTE `11`	
SHORT TERM LOANS AND ADVANCES	
Others	
Unsecured Considered Goods	
Advance to Doraiswamy	1,950.00
Salary Advance : H S Lokesh	6,000.00
Donna Penta Plantations and Resorts Pvt Ltd	84,329.00
J. Fazlur Rahman	35,993.00
	<u>128,272.00</u>
Balance with Statutory Authorities TDS (F.Y. 2012-13)	9,370.00
	<u>137,642.00</u>
NOTE `12`	
OTHER CURRENT ASSETS	
Miscellaneous Expenditure (To the extent not w/o)	
Opening Balance	-
Add : Addition during the Year	444,710.00
Less : W/o during the year	444,710.00
Balance	<u>-</u>
NOTE `13`	
REVENUE FROM OPERATIONS	
Sale of Coffee	11,500.00
Sale of Cardamom	21,600.00
Sale of Black Pepper	11,900.00
	<u>45,000.00</u>
NOTE `14`	
OTHER INCOME	
Interest Received	93,699.00
	<u>93,699.00</u>



Particulars	As at 31.03.2013 Amount
Note '15'	
(Increase)/Decrease in Inventories of finished goods	
Inventories at the end of the Year	
Finished Goods	15,584,020
	<u>15,584,020</u>
Inventories at the beginning of the year	
Finished Goods	-
	<u>-</u>
(Increase) / Decrease	<u>(15,584,020)</u>
NOTE '16'	
EMPLOYEES BENEFIT EXPENSES	
Salaries & wages	4,445,279.00
Contribution to provident and other funds	61,285.00
	<u>4,506,564.00</u>
NOTE '17'	
FINANCE COSTS	
Bank Charges	21,798.00
Interest on TDS Late Deposit	1,333.00
Interest on Unsecured Loan	4,050,527.00
	<u>4,073,658.00</u>
NOTE '18'	
OTHER EXPENSES	
Consultancy Charges	172,667.00
Conveyance Expense	1,800.00
Cultivation Charges	93,542.00
Communication Expenses	1,700.00
Filing Fee	1,500.00
Electricity Expenses	17,085.00
Freight & Cartage	24,500.00
Repair & Maintainance	254,527.00
Rates & Taxes	18,858.00
Printing & Stationary	6,526.00
Short & Excess	3.00
Registration Charges	500.00
Postage & Courier	203.00
Staff Welfare	25,105.00
Survey Charges	444,444.00
Plantation Expenses	26,950.00
Pesticides Expenses	1,942,393.00
Travelling Expenses	45,850.00
Van Hire Charges	597,280.00
Audit Fee	44,944.00
Preliminary Expenses Written Off	444,710.00
	<u>4,165,087.00</u>



Details to Account

Repair & Maintenance Guest House	30,653.00
Repair & Maintenance - Vehicle	42,890.00
Repair & Maintenance	46,135.00
Repair & Maintenance Fuel	134,849.00

254,527.00

Salaries & wages

Basic Salary	851,806.00
Conveyance Allowance	6,968.00
House Rent Allowance	144,153.00
Leave Travel Allowance	1,563.00
Medical Allowance	33,353.00
Special Allowance	102,270.00
Site Allowance	4,300.00
Estate Worker Wages	2,728,215.00
Estate Worker Wages Casual Staff	293,151.00
Estate Worker Wages Permanent Staff	279,500.00

4,445,279.00

TDS on Interest on Unsecured Loan	405,054.00
TDS - Professional (Company)	16,667.00
TDS - Professional (Non Company)	4,494.00
TDS - Salary	57,437.00

483,652.00



NOTE -19.

RODIC COFFEE ESTATES PRIVATE LIMITED
39, 2ND FLOOR, POCKET -1, JASOLA VIHAR NEW DELHI-110025
CASH FLOW STATEMENT

FOR THE YEAR ENDED ON 31.03.2013

A CASH FLOW FROM OPERATING ACTIVITIES

Net Profit Before Tax & Extraordinary items		2788168
Adjustments for:		
Add : Depreciation	189242	
Interest & Finance Charges	4073658	
		4262900
Operating Profit before Working Capital Changes		7051068
Adjustments for:		
Decrease/(Increase) in Receivables	0	
Decrease/(Increase) in Inventories	(16925811)	
Decrease/(Increase) in Other Current Assets	(142642)	
Increase/(Decrease) in Payables	2137681	(14930772)
Cash generated from operations		(7879704)
Tax paid		1074297
Net Cash flow from Operating activities		(8954001)

B CASH FLOW FROM INVESTING ACTIVITIES

Purchase of Fixed Assets	(195202715)	
		(195202715)
Net Cash used in Investing activities		

C CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from Short term Borrowings	158457984	
Proceeds from Share Capital	50000000	
Interest paid	(4073658)	
Net Cash used in financing activities		204384326
Net increase in cash & Cash Equivalents		227610
Cash and Cash equivalents as at 01.04. 2012		0
Cash and Cash equivalents as at 31.03.2013		227610

Cash & Cash Equivalents	As on	
	31.03.2013	31.03.2012
Cash in Hand	85212	0
Cash at Bank	142398	0
Cash & Cash equivalents as stated	227610	0

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR, LODHA PATEL WADHWA & CO.
CHARTERED ACCOUNTANTS

[SANJAY GOENKA]
PARTNER



PLACE : PATNA
DATE : 24/05/2013

FOR, RODIC COFFEE ESTATES PRIVATE LIMITED.

[DIRECTOR]

[DIRECTOR]

NOTES ON ACCOUNTS

NOTE – “20” Notes Annexed to & forming part of the Balance Sheet & Statement of profit & loss account for the year ended on 31st March 2013.

General Information

The 'Company' has acquired running coffee estate at Sakaleshpura from "The Vaikundam Ruber Company Limited".

1. **SIGNIFICANT ACCOUNTING POLICIES:**

Basis Of Preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

2. **FIXED ASSET:**

Fixed assets are stated at cost. The cost of Fixed Assets includes acquisition and installation expenses incidental to acquisition like freight, erection, installation and commissioning etc. are capitalized to the original cost of Fixed Assets. The company has purchased coffee estate including building, plant & machinery and furniture & fixture Value of the Building , Plant & Machinery and Furniture & Fixture has been bifurcated from total cost & certified by the management .

3. **DEPRECIATION:**

Depreciation on Fixed Assets is provided on Straight line method in accordance with Schedule XIV of the Companies Act, 1956 as amended by the department of company affairs vide notification no GSR 756 (C), dated 16th December 1993.

4. **REVENUE RECOGNITION:**

All income are accounted on accrual basis.. Income from Coffee Crop for the season is accounted on the basis of actual realization on sales effected and at estimated realizable value on the crop remaining in stock at the year end.

Inventories.

i. Coffee crop , Cardamom and Pepper in stock have been valued at an estimated realizable values.

ii. Consumable Stores are valued at cost.

5. **PROVISIONS:**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

6. **Related party Transaction:**

Related Party Transactions with related parties , as required by accounting standard 18 related party discloser has been set out in a separate statement annexed to this note. Related parties as defined under clause 3 of accounting standard have been identified on the basis of representations made by key managerial personnel and information available with the company.



7. Discontinuing Operation:

In accordance with AS 24 "Discontinuing Operation" the company has neither entered into a binding sale agreement for substantially all of the assets nor the company's board has approved a detailed formal plan for the discontinuance to qualify as a discontinuing operation.

8. Intangible Assets :

As explained in AS 26 "Intangible Assets" there are no Intangible Assets appearing in the balance sheet of the company as on the balance sheet date.

9. Impairment of Assets :

As per requirement of AS 28 "Impairment of Assets" the company intends to use its assets over the period of time upto its useful life. The Company does not have any cash generating assets and the assets of the company are recorded at its "recoverable value" hence no impairment loss is recognized.

10. Segment Reporting:

As the Company's business activity falls within a single primary business segment viz "Coffee Estate" the disclosure requirements of Accounting Standard (AS-17) "Segment Reporting" issued by the Institute of Chartered Accountants of India are not applicable. The Company's operations are mainly confined within India. The Company does not have earnings outside India. As such there are no reportable geographical segments.

11. DEFERRED TAX

Current tax is determined as the amount of tax payable in respect of taxable income for the period. The expenses charged to Profit & Loss account is considering deferred tax impact for the timing difference between accounting income and taxable income. The differences that result between the profit offered for income taxes and the profit as per the financial statements are identified and thereafter a deferred tax asset or liability is recorded for timing difference, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount being considered. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on prevailing enacted or substantially enacted regulations.

Calculation of DTA/DTL	Rs.
WDV as per companies Act as on 31.03.2013	195013473.48
WDV as per Income tax Act as on 31.03.2013	194938965.00
@ 30.90% on 74508.48 (i)	23031.00
Miscellaneous Exp charged to statement of profit & loss	444710.00
Miscellaneous Exp allowed as per income tax act	88942.00
@ 30.90% on 355768 (ii)	109932.00
Total Deferred tax Assets	109932.00
Net Deferred tax Assets credited to statement of Profit & Loss account (i)- (ii)	86901.00



12. The Company is in the process of identifying vendors registered under Micro, Small and Medium Enterprises Development Act, 2006 and gathering information to make the necessary disclosures as mentioned in the amendment to Schedule VI of the Companies Act, 1956 vide the notification dated November 16, 2007.
13. In the opinion of the Board of Directors all the current assets, loans & advances have value on realization at least of an amount equal to the amount at which they are stated in the Balance Sheet.
14. Balance confirmation in respect of outstanding balance due to and from parties and others have not been obtained.
15. Miscellaneous expenditure to the extent not written off or adjusted represents expenses incurred in relation to incorporation of the company. All miscellaneous expenditure ` 444710/- has been charged to statement of profit & loss during the year as per Accounting Standard -26. However deduction under Income Tax Act has been claimed as per the provisions of section 35D.

16. Auditor's Remuneration:

Toward Audit fee	Rs. 40,000.00
Add: Service Tax	Rs. <u>4,944.00</u>
	Rs. <u>44,944.00</u>

17. The directors have certified expenses supported by internal vouchers as bonafide business expenditure.

18. Earning per Share:

The earnings considered in ascertaining the company's EPS comprise the net profit after tax attributable to equity shareholders. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

Particulars	31/03/2013
Net Profit after tax	1800772.48
Less: Preference dividend	NIL
Net Profit after tax available for Equity Shareholders	1800772.48
Weighted average no. of equity shares of Rs. 10 each outstanding during the year.	2441068
Basic EPS in Rs	0.74

19. Previous year figures have not been given because it is the first year of business operation.



20. Additional information pursuant to the paragraphs 3, and 4(D) of part II of Schedule VI to the Companies Act, 1956.

Expenditure in foreign Currency During the year	<u>Current year</u>	<u>Previous year</u>
C.I.F Value of Import	NIL	NIL
	NIL	NIL

Signature to Notes "1" to "20"

For LODHA PATEL WADHWA & CO.
Chartered Accountant

For and on behalf of the Board



(Sanjay Goenka)
Partner

Membership No.74350

Place: Patna

Date: The 24th day of May 2013



Director



Director



Annexure

Related Party Disclosure :

As required by Accounting Standard , AS –18 “related Party Disclosure” issued by The Institute of Chartered Accountant of India is as follows (As Identified by Management)

Relationship :

(a) Where control Exists
(Share holder)

i) Sulabh Engineers and Services Limited

ii) Raj Kumar

(b) Key Management Personnel

i) Raj Kumar

ii) Vimal Kumar Sharma

iii) Sri Manish Agarwal

iv) Rakesh Chand Agarwal

(c) Enterprises/Party over which
(a) & (b) exercise significant
Influence

i) Rodic Consultants Private Limited

ii) GL Sharma Stock Broker Pvt. Ltd.

<u>Nature of Transation :</u>	<u>Amount</u>	<u>Related Person</u>
Loan Taken	86000000.00	Sulabh Engineers and Services Limited
Loan Taken	8100000.00	Raj Kumar
Loan Repaid	7500000.00	Raj Kumar
Loan Taken	5000000.00	Vimal Kumar Sharma
Loan Taken	65622511.00	Rodic Consultants Private Limited
Loan Repaid	56000000.00	Rodic Consultants Private Limited
Interest Paid	1214738.00	Rodic Consultants Private Limited
Loan Taken	5000000.00	G.L Sharma Stock Broker Pvt. Ltd
Interest Paid	269630.00	G.L Sharma Stock Broker Pvt. Ltd



RODIC COFFEE ESTATES PRIVATE LIMITED
39, 2ND FLOOR,POCKET -1, JASOLA VIHAR NEW DELHI-110025
DEPRECIATION CALCULATE AS PER INCOME TAX RULES

FIXED ASSETS

DESCRIPTION	VALUE AS AT 1/4/2012		ADDITION/ DELETION		VALUE AS AT 31/3/2013	DEPRECIATION	@ %	VALUE AS AT 31/03/2013
			Upto 30.09.2012	After 30.09.2012				
LAND	-	192,772,715.00	-	-	192,772,715.00	0.00	0%	192,772,715.00
BUILDING & SHED	-	1,917,000.00	-	-	1,917,000.00	191,700.00	10%	1,725,300.00
PLANT & MACHINERY	-	415,000.00	-	-	415,000.00	62,250.00	15%	352,750.00
FURNITURE & FIXTURE	-	98,000.00	-	-	98,000.00	9,800.00	10%	88,200.00
	-	195,202,715.00	-	-	195,202,715.00	263,750.00		194,938,965.00



RODIC COFFEE ESTATES PRIVATE LIMITED
39, 2ND FLOOR JASOLA VIHAR NEW DELHI-110025

Stock						
SL No	Item	Opening Balance (KG)	Manufactured During the Year (KG)	Sale (KG)	Closing Balance (KG)	Total Amout (Rs.)
1	Cardmam	-	10534	27	10507	8405600
2	Black Pepper	-	4798	35	4763	1619420
3	Arabica parchment (AP)	-	23150	25	23125	3006250
4	Robusta parchment	-	20488	66	20422	2552750
						15,584,020

