

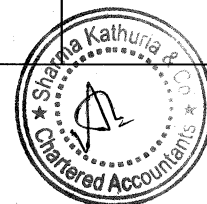
**DOIWALA SUGAR COMPANY LIMITED**

**DOIWALA (DISTT- DEHRADUN)**

**Balance Sheet as at 31st March, 2014**

Amount in ₹

PARTICULARS	Annex. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<b>(i) EQUITY AND LIABILITIES:</b>			
<b>1- Shareholder's funds</b>			
<b>(a) Share Capital</b>			
<b>Authorized</b>			
60,00,000 equity shares of ₹ 10/- each		60,00,000.00	60,00,000.00
<b>Issued subscribed and paid up capital</b>			
60,00,000 equity shares of ₹ 10/- each fully paid.		60,00,000.00	60,00,000.00
1) Shares outstanding at the beginning of the year- 60,00,000 equity shares of ₹ 10/- each	60,00,000.00		
2) Shares issued during the year	Nil		
3) Shares bought back during the year	Nil		
4) Shares outstanding at the end of the year- 60,00,000 equity shares of ₹ 10/- each	60,00,000.00		
<b>The details of Shareholders holding more than 5%</b>			
Hon'ble Governor Government of Uttarakhand holding 59,99,900 equity shares (99.99%)			
<b>Information of 5 years immediately preceding</b>			
Shares allotted as fully paid up pursuant to contracts without payment in cash: 59,50,000 equity shares of ₹ 10/- each allotted as fully paid for consideration other than cash.			
<b>(b) Reserves and Surplus</b>			
<b>(i) Capital Reserve Fund</b>	2,501,039.12		2,501,039.12
(As per last Balance Sheet)			
<b>(ii) Other Reserves :-</b>			
<b>Molasses storage facilities reserve fund</b>			
Opening balance	952,517.00	A-1	881,610.00
Current year transfer	57,480.00	A-1	70,907.00
	<u>1,009,997.00</u>		
Less: Written back in current year	-		-
Utilized during the year	1,009,997.00	A-1	-
<b>Subsidy for construction of Soil Testing Laboratory</b>			
As per last Balance sheet	1,170,686.17		2,000,000.00
Add: Received during the year	-		2,847,000.00
	<u>1,170,686.17</u>		
Less: Fund Utilized or Returned to Govt.	639,113.00	A-1	(3,676,313.83)
	<u>4,042,609.29</u>		
<b>(iii) Surplus</b>			
<b>Debit Balance of Profit and Loss Account</b>			
Losses upto 31.03.2013	1,609,511,262.48		(1,258,238,287.94)
Loss for the year	382,144,974.04	A-2	1,991,656,236.52
	<u>1,991,656,236.52</u>		(1,987,613,627.23)
<b>2- Non-current liabilities</b>			
<b>Long-term Borrowings</b>			
<b>Unsecured Loans (As per Point No. 3 of Note 'C')</b>			
<b>Government of Uttarakhand</b>			
Loan amount Repayable from 01.04.2015 onwards		A-3	414,779,000.00
			217,922,000.00
<b>3- Current Liabilities</b>			
<b>(a) Short-term Borrowings</b>			
<b>Secured Loans</b>			
<b>Working Capital Loans</b>			
Loan repayable on demand			
<b>(i) Cash credit account with</b>			
Uttarakhand State Co-op. Bank, Dehradun (Secured by pledge of sugar stock)	247,573,522.84	A-4	469,389,629.00

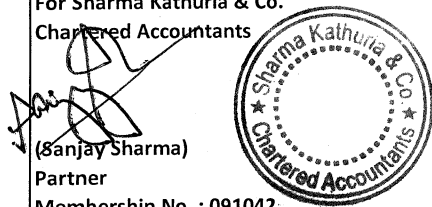


<b>Unsecured Loans</b> (As per Point No. 3 of Note 'C')				
<b>(i) Government of Uttarakhand</b>				
Loan amount	665,401,262.00		A-3	545,309,262.00
Interest accrued & due thereon	824,783,841.00	1,490,185,103.00	A-3	650,507,992.00
<b>(ii) Loan from Rajya Mandi Parishad</b>				
	31,500,000.00		A-3	31,500,000.00
Interest accrued & due thereon	30,613,767.00	62,113,767.00	A-3	28251267.00
<b>(b) Trade Payables</b>				
(i) Creditors for Material/Supplies		11,965,672.86	A-5	14,295,936.40
<b>(c) Other current liabilities</b>				
(i) Other liabilities		7,702,009.33	A-5	5,498,773.30
(ii) Cane dues		381,299,409.00	A-5	422,376,786.00
(iii) Labour dues		5,910,827.59	A-5	6,608,014.57
(iv) Misc. dues		2,763,115.00	A-5	3,353,744.00
(v) Creditores for Services		13,680,622.00	A-5	8,624,042.00
<b>(d) Short-term provisions</b>				
(i) Provisions for Excise Duty on closing stock of sugar & molasses	26,627,833.00		A-6	30,850,601.00
Less: Excise duty deposit in advance	895,265.00	25,732,568.00	A-7	(1,901,562.00)
<b>(ii) Provisions for employee benefits</b>				
(i) Gratuity	64,864,886.00		A-8	56,126,217.00
(ii) Encashment of leave	4,199,001.00		A-8	4,155,660.00
(iii) Provisions for others dues of employees	16,529,645.30	85,593,532.30	A-9	16,594,345.30
(iii) Provision of Contingent Difference Levy Price Claims		7,265,347.00	A-10	7,265,347.00
				<b>2,341,785,495.92</b>
				<b>828,950,868.69</b>
				<b>971,841,034.38</b>

Notes Referred to above form an integral part of Balance Sheet

As per our report of even date attached.

For Sharma Kathuria & Co.  
Chartered Accountants



(Sanjay Sharma)

Partner

Membership No. : 091042

Firm No.: 015268N

Place : Doiwala (Dehradun)

Date : 18th July 2014

DOIWALA SUGAR COMPANY LIMITED

Company Secretary

Executive Director

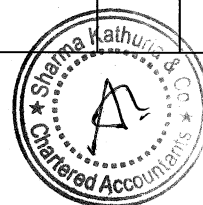
Chief Accountant

Authorized Director

**DOIWALA SUGAR COMPANY LIMITED**  
**DOIWALA (DISTT- DEHRADUN)**  
**Balance Sheet as at 31st March, 2014**

Amount in ₹

PARTICULARS	Annex. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<b>(II) ASSETS</b>			
<b>1- Non-current assets</b>			
<b>(a) Fixed assets</b>			
<b><u>Tangible assets</u></b>			
(i) As per Schedule 'A'	A-11	18,919,681.47	20,796,460.17
(ii) <u>Assets of Scheduled Undertaking (As per Point no. 2 of Note 'C')</u>		185,451.15	185,451.15
<b>(b) Long-term loans and advances</b>			
<b><u>Capital Advances:</u></b>			
U.P. State Sugar Corporation Ltd, Lucknow (Subject to apportionment of Assets & Liabilities between the State of Uttarakhand and Uttar Pradesh) (Unsecured, considered good)	A-12	68,347,458.30	68,347,458.30
<b><u>Security Deposits:</u></b>			
Hydle & others (Unsecured, considered good)	A-13	881,877.00	69,229,335.30
<b>2- Current assets</b>			
<b>(a) Inventories (As per Point no. 9 of Note 'C')</b>			
(i) Raw Material (Sugar Cane)	A-14	4,722,889.00	1,267,098.00
<b><u>Work-in progress</u></b>			
(i) Sugar in process		9,141,165.00	14,898,000.00
(ii) Molasses in process	A-14	2,658,695.00	3,598,850.00
<b><u>Finished Goods/Stock in trade</u></b>			
<b><u>Internally Manufactured</u></b>			
(i) Sugar		600,123,729.00	765,244,279.00
(ii) Molasses		69,423,355.00	45,757,277.00
(iii) Bagasse	A-14	13,622,800.00	11,850,020.00
<b><u>Stores &amp; Spares (Including capital items)</u></b>	A-14	18,348,690.50	17,482,754.05
<b><u>Loose tools at cost</u></b>	A-14	115,868.89	85,158.44
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment (Secured, considered good)	A-15	2,986,063.22	2,445,814.22
<b>(c) Cash and cash equivalents</b>			
<b>(i) <u>Bank Balance</u></b>			
With scheduled Bank in current account	A-16	3,737,289.15	5,173,790.21
<b><u>With non-scheduled bank in current account:-</u></b>			
With Uttarakhand Co-op. Bank (maximum outstanding balance at any time during the year ₹ 10,808.00 (f.y. 2012-13 ₹ 15,767.00))	A-16	10,808.00	15,767.00
<b>(ii) <u>Earmarked balances</u></b>			
Fixed deposit for Molasses fund with scheduled bank	A-16	1,041,843.00	959,664.00
<b>(iii) <u>Guarantees</u></b>			
Fixed deposit pledged with District Co-op. Bank, Doiwala non-scheduled bank against guarantee to Pollution Control Board  (maximum outstanding balance at any time during the year ₹ 2,39,000/- (f.y. 2012-13 ₹ 2,39,000/-))	A-16	239,000.00	239,000.00



(iv) <u>Other commitments</u>					
(Fixed deposits with more than 12 months maturity)					
FDR with scheduled bank pledged with Central Excise	123,970.00				123,970.00
FDR pledged with Education Department	3,500.00	127,470.00	A-17		3,500.00
(v) Cash in hand		229,829.00	A-18	5,386,239.15	1,289,601.00
(d) <u>Other current assets</u>					
(i) Interest accrued on fixed deposits		63,944.00	A-19		56,116.00
(ii) Advances recoverable in cash or in kind for which value is to be received		5,117,737.01	A-20		3,280,629.84
(iii) Claim recoverable		7,265,347.00	A-10		7,265,347.00
(iv) Registrar General of H'ble High Court, UK		1,500,000.00			-
(v) Purchase tax deposited in advance		81,811.00	A-21		541,873.00
(vi) Income tax deducted at source on FDR		58,067.00		14,086,906.01	51,279.00
<b>TOTAL:-</b>				<b>828,950,868.69</b>	<b>971,841,034.38</b>

Notes Referred to above form an integral part of Balance Sheet

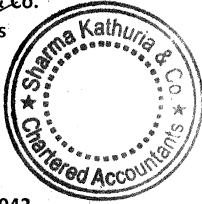
As per our report of even date attached.

For Sharma Kathuria & Co.  
Chartered Accountants

(Sanjay Sharma)  
Partner

Membership No. : 091042  
Firm No.: 015268N

Place : Doiwala (Dehradun)  
Date : 18th July 2014



DOIWALA SUGAR COMPANY LIMITED

Company Secretary

Executive Director

Chief Accountant

Authorized Director

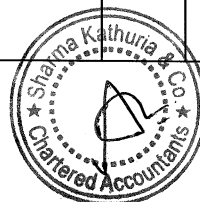
**DOIWALA SUGAR COMPANY LIMITED**

**DOIWALA (DISTT- DEHRADUN)**

**Statement of Profit & Loss for the year ended 31st March, 2014**

Amount in ₹

PARTICULARS	Annex. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<b>I. Revenue From Operations</b>			
<b>Sale of Products</b>			
1 Sugar		940,135,440.97	564,392,370.95
2 Molasses		69,847,814.00	72,808,932.00
3 Bagasse		32,751,089.00	21,135,378.00
4 Pressmud	A-22	794,809.00	1,157,756.00
		1,043,529,152.97	659,494,436.95
<b>Less: Excise Duty</b>			
1 Sugar		28,395,641.00	16,566,074.00
2 Molasses	A-22	8,880,725.00	10,955,247.00
		37,276,366.00	27,521,321.00
		1,006,252,786.97	631,973,115.95
<b>II. Other Income as per annexure- 23</b>	A-23	3,703,003.04	8,733,963.88
<b>III. Total Revenue (I+II)</b>		1,009,955,790.01	640,707,079.83
<b>IV. Expenses</b>			
<b>1 Cost of Material consumed</b>			
Cost of Raw Material (Sugar Cane) Consumed	A-24	764,963,349.00	717,018,738.00
Society & Council Commission	A-25	228,759.00	13,097,321.00
Purchase Tax	A-25	89,710.00	5,136,204.00
Transportation charges	A-25	42,686,050.00	33,671,728.00
Cane centre expenses	A-25	8,849,413.25	8,057,670.00
Other Materials consumables	A-26	6,963,891.14	5,983,170.61
		823,781,172.39	823,170,731.61
<b>2 Purchase of Stock in trade</b>			
Gunny bags	A-27	13,638,084.06	13,125,343.42
<b>3 Changes in inventories of finished goods work-in-progress and stock-in-trade:</b> (As per Note No. 9 of schedule 'C')			
Finished Sugar		159,528,325.00	(166,668,415.00)
Sugar in process		5,756,835.00	(8,604,755.00)
Molasses		(22,296,621.00)	(5,609,628.00)
Molasses in process		940,155.00	(3,539,750.00)
Bagasse		(1,772,780.00)	2,182,617.00
		142,155,914.00	2,182,617.00
<b>4 Employee benefits expense</b>			
Salary & Wages including Retaining Allowance	A-28	114,257,736.00	104,866,236.00
Contribution to Provident Fund	A-28	8,364,334.00	7,384,206.00
Contribution to Family Pension Fund	A-28	3,791,232.00	3,711,193.00
Contribution towards Pension Fund	A-28	-	-
Retirement Gratuity	A-28	16,182,649.00	7,917,501.00
Employee Deposit Link Insurance	A-28	505,704.00	465,055.00
Bonus	A-28	841,861.00	862,147.00
Workman & Staff welfare expenses	A-28	4,916,519.96	5,522,728.03
		148,860,035.96	128,969,066.03
<b>5 Finance Costs</b>			
Interest on Cash Credit Account	A-29	35,308,563.00	46,710,594.00
Bank Charges		26,808.00	28,792.00
Interest on loans from Government of Uttarakhand	A-30	174,275,849.00	118,056,063.00
Interest on loans from Rajya Mandi Parisad	A-30	2,362,500.00	2,362,500.00
Other interest & loan expenses	A-31	407,743.00	5,650.00
		212,381,463.00	172,462,949.00
<b>6 Depreciation &amp; Amortization Expense</b>			
Depreciation on fixed assets		2,072,343.70	2,438,494.22



**DOIWALA SUGAR COMPANY LIMITED**  
**DOIWALA (DISTT- DEHRADUN)**  
**Statement of Profit & Loss for the year ended 31st March, 2014**

Amount in ₹

<b>7 Other Expenses</b>			
Power and fuel	9,492,612.71	A-32	8,545,731.28
Packing and storage expenses	2,056,537.20	A-33	1,844,343.05
Repairs to Buildings	1,833,598.25	A-34	2,586,426.58
Repairs to Machinery	25,666,364.14	A-35	22,633,710.57
Other Repairs	720,480.16	A-36	163,287.32
Insurance charges	436,550.00	A-37	560,888.00
Rate and Taxes	86,179.00	A-38	84,683.00
Environmental Monitoring Expenses	51,473.00	A-39	472,912.00
Cane Development Expenses	1,292,926.00	A-40	1,238,982.00
Administrative expenses as per Note 'B'	5,549,831.48	A-41	6,244,912.54
Sugar selling expenses	1,636,854.00	A-42	1,904,292.00
Molasses Storage Facilities Reserve	57,480.00	A-43	70,907.00
Provision for Contingent Claims Expenses	-		48,880,885.94
<b>IV. Total Expenses(1+2+3+4+5+6+7)</b>			<b>1,391,769,899.05</b>
<b>V. Profit before exceptional and extraordinary items (III-IV)</b>			<b>(381,814,109.04)</b>
<b>A) Exceptional and Extraordinary items</b>			
<b>(a) Prior period items</b>		A-44	<b>330,865.00</b>
<b>VI. PROFIT/(LOSS) FOR THE PERIOD</b>			<b>(382,144,974.04)</b>
<b>VII. Earnings per equity share</b>			
<b>1 Basic (Amount in ₹)</b>			<b>(63.69)</b>
			<b>(58.55)</b>

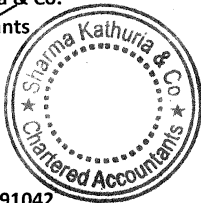
Notes Referred to above form an integral part of Statement of Profit & Loss

As per our report of even date attached.

For Sharma Kathuria & Co.  
Chartered Accountants

DOIWALA SUGAR COMPANY LIMITED

(Sanjay Sharma)  
Partner



i/c Company Secretary

Chief Accountant

Membership No. : 091042  
Firm No.: 015268N

Executive Director

Authorized Director

Place : Doiwala (Dehradun)  
Date : 18th July 2014

# DOIWALA SUGAR COMPANY LIMITED, DOIWALA (DEHRADUN)

SCHEDULE FORMING PART OF THE BALANCE SHEET AS ON 31.03.2014

## NOTE " A " FIXED ASSETS

(Amount in ₹)

S. NO.	PARTICULARS	Net Value As On 01.04.2013	Additions	Adjustment/ Transfer	Total As On 31.03.2014	D E P R E C I A T I O N				W. D. V. As on 31.03.2014	As at 31.03.2013
						As At 01.04.2013	For the Year	Sales/ Transfer	Total Depreciation upto 31.03.2014		
	<b>TANGIBLE ASSETS:</b>										
1-	Land	3,014,366.47	0.00	0.00	3,014,366.47	0.00	0.00	0.00	0.00	3,014,366.47	3,014,366.47
2-	(i) Non Factory Building	8,115,730.28	0.00	0.00	8,115,730.28	3,483,623.08	231,605.34	0.00	3,715,228.42	4,400,501.86	4,632,107.20
	(ii) Factory Buildings	19,335,833.82	0.00	0.00	19,335,833.82	13,231,468.83	610,436.52	0.00	13,841,905.35	5,493,928.47	6,104,364.99
	(iii) Soil Testing Lab Building	1.00	0.00	0.00	1.00	0.00	0.00	0.00	0.00	1.00	1.00
3-	Plant & Equipment	25,661,615.69	179,910.00	0.00	25,841,525.69	20,970,420.56	727,080.33	0.00	21,697,500.89	4,144,024.80	4,691,195.13
4-	Furniture and Fixtures	207,626.38	15,655.00	0.00	223,281.38	148,334.23	12,276.84	0.00	160,611.07	62,670.31	59,292.15
5-	Vehicles	2,908,358.29	0.00	0.00	2,908,358.29	2,022,831.10	261,987.04	0.00	2,284,818.14	623,540.15	885,527.19
6-	Office Equipments	1,088,493.58	0.00	0.00	1,088,493.58	843,369.89	66,724.37	0.00	910,094.26	178,399.32	245,123.69
7-	<b>OTHERS</b>								0.00	0.00	
	(i) Tube well and Pipe Line	115,157.33	0.00	0.00	115,157.33	97,275.31	2,741.31	0.00	100,016.62	15,140.71	17,882.02
	(ii) Electrical Equipments	436,637.81	0.00	0.00	436,637.81	352,015.23	11,770.99	0.00	363,786.22	72,851.59	84,622.58
	(iii) Works Equipments	27,083.04	0.00	0.00	27,083.04	22,018.00	704.55	0.00	22,722.55	4,360.49	5,065.04
	(iv) Weighbridges	2,603,304.36	0.00	0.00	2,603,304.36	1,740,455.65	120,022.25	0.00	1,860,477.90	742,826.46	862,848.71
	(v) Lab. Equipments	367,782.45	0.00	0.00	367,782.45	173,719.45	26,994.16	0.00	200,713.61	167,068.84	194,063.00
	(vi) Soil Testing Lab Equipments & Accessories	1.00	0.00	0.00	1.00	0.00	0.00	0.00	0.00	1.00	1.00
	<b>TOTAL:-</b>	<b>63,881,991.50</b>	<b>195,565.00</b>	<b>0.00</b>	<b>64,077,556.50</b>	<b>43,085,531.33</b>	<b>2,072,343.70</b>	<b>0.00</b>	<b>45,157,875.03</b>	<b>18,919,681.47</b>	<b>20,796,460.17</b>
8-	Previous Year	63,805,509.17	76,482.33	0.00	63,881,991.50	40,647,037.11	2,438,494.22	0.00	43,085,531.33	20,796,460.17	23,158,472.06

**Note 1 :-** Soil Testing Lab building has been actually put to use in f.y. 2012-13 cost of which for ₹ 16,71,077/- has been met out of the Govt. grants of ₹ 20,00,000/- . Soil Testing Lab Building has been capitalized at a nominal value of ₹ 1/- as per Accounting Standard- 12. The balance unutilized of grants for ₹ 3,28,923/- refunded by challan deposited SBI Dehradun on dated 29.03.2014 to Asstt. Cane Commissioner, Dehradun,

**Note 2 :-** Soil Testing Lab equipments & accessories together with glasswares & consumables for ₹ 3,10,190.00 (₹ 20,05,236.83 2012-13) have been met out of Govt. grants received for ₹ 28,47,000/- . Soil Testing Lab equipments & accessories have been capitalized at a nominal value of ₹ 1/- as per Accounting Standard- 12. The remaining unutilized grants for ₹ 5,31,573.17 have been shown under the head "Reserves & Surplus". "Subsidy for equipments & accessories of Soil Testing Laboratory".

As per our separate report of even date

For Sharma Kathuria & Co.

Chartered Accountants

  
(Sanjay Sharma)

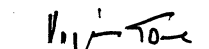
Partner

Membership No. : 091042

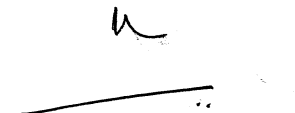
Firm No.: 015268N



  
I/c Company Secretary

  
Chief Accountant

  
Executive Director

  
Authorized Director

Place : Doiwala (Dehradun)

Date : 18th July 2014

# DOIWALA SUGAR COMPANY LIMITED, DOIWALA (DEHRADUN)

DETAIL OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED AS ON 31.03.2014


## NOTE "B" ADMINISTRATIVE EXPENSES

(Amount in ₹)

S.NO.	PARTICULARS	AS ON 31.03.2014	AS ON 31.03.2013
1-	<b>TRAVELLING EXPENSES :</b>		
(a)	Managerial Staff.	10,010.00	58,099.00
(b)	Other Staff.	561,753.00	459,886.00
2-	<b>AUDITORS REMUNERATION :</b>		
(a)	Statutory Audit Fee	17,500.00	17,500.00
(b)	Tax Audit Fee	6,000.00	6,000.00
(c)	Other Expenses	4,000.00	4,000.00
(d)	Cost Audit Fee	7,500.00	7,500.00
(e)	Other Expenses	2,500.00	2,500.00
3-	<b>GUEST HOUSE &amp; ENTERTAINMENT EXPENSES</b>	167,135.67	147,821.20
4-	<b>LEGAL EXPENSES.</b>	393,252.00	272,837.00
5-	<b>VEHICLE EXPENSES</b>	857,302.00	719,939.00
6-	<b>ADVERTISEMENT</b>	871,303.00	950,691.00
7-	<b>POSTAGE AND TELEPHONE</b>	181,451.00	169,279.00
8-	<b>BOOKS AND PERIODICALS</b>	240.00	-
9-	<b>PRINTING AND STATIONERY</b>	549,968.00	421,767.00
10-	<b>GENERAL STORE CONSUMED</b>	159,594.81	148,527.34
11-	<b>PENALTIES</b>	-	-
12-	<b>MISCELLANEOUS EXPENSES</b>	25,872.00	38,333.00
13-	<b>SUBSCRIPTION</b>	1,500.00	-
14-	<b>CONSULTANCY FEE</b>	-	168,540.00
15-	<b>CONTRIBUTION TO UTTARAKHAND SUGAR'S</b>	1,732,950.00	2,651,693.00
<b>GRAND TOTAL :-</b>		<b>5,549,831.48</b>	<b>6,244,912.54</b>

As per our separate report of even date  
For Sharma Kathuria & Co.  
Chartered Accountants

(Sanjay Sharma)  
Partner  
Membership No. : 091042  
Firm No.: 015268N



I/c Company Secretary

Chief Accountant

Executive Director

Authorized Director

Place : Doiwala (Dehradun)  
Date : 18th July 2014



**DOIWALA SUGAR COMPANY LIMITED, DOIWALA (DEHRADUN)**

**NOTE 'C' FORMING PART OF THE BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2014 AND STATEMENT OF PROFIT & LOSS  
FOR THE YEAR ENDING ON THE DATE**

**I. SIGNIFICANT ACCOUNTING POLICIES CONTINGENT LIABILITIES & EXPLANATORY NOTES:**

**A. Accounting Convention:**

The price of sugar cane, sugar and molasses are fixed by State Government through its authority Uttarakhand Sugars and the company generally has no control in fixation of the prices.

Accounts have been prepared under "Historical cost" convention, and as a "going concern" and accounting policies are in accordance with the specified mandatory accounting standards, as applicable and relevant requirements of the Companies Act, 1956 or 2013.

Financial Statements of the company have been prepared on Generally Accepted Accounting Assumptions of a Going Concern whereas the accumulated losses of the company has exceeded its entire net worth resulting into the company being in the ambit of a Sick Company in terms of definition of Sick Industrial Companies (Special Provision) Amendment Act, 1993 (12 of 1994).

**B. System of Accounting:**

The company has followed "Mercantile System" of Accounting and has recognized income and expenses on accrual basis except for Subsidies, Relief, Incentives, concessions, Insurance claims, interest on overdue bills of customers fine, penalties & damages, if any.

**C. Fixed Assets:**

- (i) The fixed Assets are carried at cost of acquisition or construction under historical cost convention. The cost of fixed Assets comprises of purchase price and any attributable cost of bringing the assets to its working condition for its intended use.
- (ii) Fixed Assets supported by Govt. Grants/Subsidies have been shown at a nominal value of ₹ 1/- each in respect of Soil Testing Lab Building, Equipments & Accessories as per Accounting Standard- 12 & accordingly shown in notes "A" of Fixed Assets forming part of Balance Sheet.

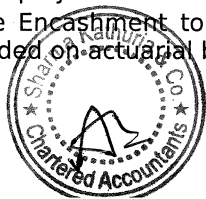
**D. Method of Depreciation:**

Depreciation on fixed Assets has been charged on "Written down Value" Method at the rates provided in Schedule XIV of the Companies Act, 1956 or 2013 and on cost on pro rata basis on additions during the year. Depreciation has been charged on Fixed Assets, purchased during the year, costing ₹ 5001/- & above.

**E. Retirement benefits to employees are provided as per Accounting Standards -15:**

Short-term employee benefits are recognized as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered. The provision for valuation of Gratuity & Leave encashment has been made on actuarial basis as per Accounting Standards-15. The actuarial valuation has been done by Life Insurance Corporation of India, Dehradun.

- (a) **Gratuity:** Gratuity of the employees has been provided on actuarial basis calculation Life Insurance Corporation of India, Dehradun.
- (b) **Leave Encashment:** Leave Encashment to officials is paid to as per actual amount due to them. However, the provisions for officers of the company have been provided on actuarial basis calculation Life Insurance Corporation of India, Dehradun.



**F. Deferred Tax Assets or Liability:**

Tax expense comprises of both current tax and deferred tax. Deferred tax reflects the effect of temporary timing differences between the assets and liabilities recognized for financial reporting purposes and the amount that are recognized for current tax purposes. Deferred tax assets are recognized and carried forward only to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax Assets after setting off Deferred tax Liabilities has not been considered in account on prudent basis as the company is not certain about the income available in future due to past accumulated unabsorbed losses.

**G. Impairment of Assets:**

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

The management has not identified the assets where a possibility of impairment could arise in line with accounting standard – 28. Due to this the effect of impairment loss/profit is uncertain. Hence, loss during the year is understated/overstated subject to the effect of impairment loss/profit.

**H. Inventory:-**

Inventories are measured at lower of cost and net realizable value & by-products are valued at net realizable value. Cost of inventories comprises of cost of purchase, cost of conversion & other cost including manufacturing overheads.

**II. NOTES TO ACCOUNTS:**

**1- Contingent Liabilities**

- a. Claims/Suits filed by various parties, employees and ex-employees against the company not acknowledged as debts- Amount indeterminate and not provided for.
- b. No provision have been made of suits filed by parties against the Doiwala Sugar Company Ltd., Doiwala where the company has been impleaded or has got itself impleaded to safeguard its interest amount indeterminate.
- c. The company has generally deposited Provident Fund, Family Pension Fund and Deposit Linked Insurance Fund and other deductions made from Salary & Wages well in time. Therefore, No provision for damages, penalties and interest, if any for default which might be imposed at a later date, has been made as the amount is indeterminate.
- d. No provision has been made for Income Tax, Trade Tax/VAT including penalties, if any, that might be imposed by concerned authorities. The assessment of Trade Tax/VAT have been completed up to the year 2010-11 assessment order of VAT still awaiting.
- e. Contingent claims against the company not acknowledged as debt-about ₹ 113.17 lacs. The above comprises demand of Uttarakhand Power Corporation aggregating to ₹ 66.23 lacs before the **Ombudsman Electricity Board**. The ombudsman has given award in favour of the company. The power corporation has filed an appeal against the judgment of **Ombudsman** before Hon'ble High Court of Uttarakhand. The company has filed counter affidavit. The matter is under consideration of the Hon'ble High Court. No provision has been made in regard to aforesaid contingent liability.
- f. Claims recoverable for ₹ 72.65 lacs shown under the head current assets (other current assets) comprises differential levy price claims for ₹ 3.20 lacs for f.y. 1990-91, ₹ 2.29 lacs for f.y. 1992-93, ₹ 6.78 lacs for f.y. 1993-94, ₹ 4.15 lacs for f.y. 2002-03 and ₹ 56.23 lacs for f.y. 2009-10. The necessary provision have been made in view of contingency of claims in view of litigation pending for ₹ 1,33,477.26 of erstwhile dues of Janki Sugar Mills payable to Food Corporation of India which are not payable by Doiwala Sugar Company Limited. In this regard Special Leave Petition has been filed by the company with Hon'ble Supreme Court of India, New Delhi.



2- **Assets of Scheduled Undertaking:**

Compensation payable for the assets of undertaking as defined in section 2(h)(i) to 2(h)(xi) and 2(h)(xiii) of U.P. Sugar Undertaking (Acquisition) Act. 1971 as amended by U.P. Sugar Undertaking (Acquisition) Act. 1984 was determined by the Government of U.P. at ₹ 17.81 lacs on 30.09.1984 (being the date of acquisition). The said assets comprising of fixed assets, stores & spare parts and other materials have been shown in the balance sheet at a total value of ₹ 17.81 lacs (2011-12 ₹ 17.81 lacs) under the head assets of schedule undertaking transferred to and vested in the corporation. The aforesaid sum ₹ 17.81 lacs (2011-12 ₹ 17.81 lacs) has not been allocated to and spread over the various assets so transferred as the Government of U.P. has not provided the relevant details/information thereof. Accordingly depreciation on fixed assets comprised in the value of ₹ 17.81 lacs have not been charged.

The amount of stores & spares drawn from above stock for consumption till date by the erstwhile U.P. State Sugar Corporation Ltd., subject to final adjustment for ₹ 15.96 lacs have been deducted from above amount & resultant net figure for ₹ 1.85 lacs have been shown as assets of scheduled undertaking.

3- **Unsecured Loan together with interest accrued and due as on 31.03.2014:**

S. No.	Name of Institutions	Date of Receipt	Amount of Loan Received & Repayable	Repayment Due together with interest	Rate of Intt.	Period for which Intt. Accrued & due	Amount of Intt. Accrued & due upto 31.03.13	Amount of Interest 01.04.13 to 31.03.14	Amount of Intt. Accrued & due upto 31.03.14
(A)	<b>Unsecured loan</b>								
i)	Govt. Of Uttarakhand	12.11.01	20,000,000.00	Repayment date not specified	18%	12.11.01 to 31.03.14	40,980,892.00	3,600,000.00	44,580,892.00
ii)	Govt. Of Uttarakhand	15.10.03	40,000,000.00	From 01.11.04 in 5 annual instalments	18%	15.10.03 to 31.03.14	68,133,699.00	7,200,000.00	75,333,699.00
iii)	Govt. Of Uttarakhand	28.11.03	87,500,000.00	From 01.11.04 in 5 annual instalments	18%	28.11.03 to 31.03.14	147,143,836.00	15,750,000.00	162,893,836.00
iv)	Govt. Of Uttarakhand	26.03.04	78,401,000.00	From 01.11.04 in 5 annual instalments	18%	26.03.04 to 31.03.14	127,512,245.00	14,112,180.00	141,624,425.00
v)	Govt. Of Uttarakhand	02.07.07	50,000,000.00	From 01.04.08 in 5 annual instalments	18%	02.07.07 to 31.03.14	51,737,705.00	9,000,000.00	60,737,705.00
vi)	Govt. Of Uttarakhand	29.10.07	93,345,750.00	From 29.10.08 in 5 annual instalments	18%	29.10.07 to 31.03.14	91,126,876.00	16,802,235.00	107,929,111.00
vii)	Govt. Of Uttarakhand	14.10.08	83,389,000.00	From 01.04.09 in 5 annual instalments	18%	14.10.08 to 31.03.14	66,989,925.00	15,010,020.00	81,999,945.00
viii)	Govt. Of Uttarakhand	21.01.09	28,347,000.00	From 01.04.09 in 5 annual instalments	18%	21.01.09 to 31.03.14	21,388,394.00	5,102,460.00	26,490,854.00
ix)	Shakkar Vishesh Nidhi (G.O. Amount ₹ 4,44,36,000/-, Less Refund ₹ 12,62,488/-)	27.09.11	43,173,512.00	From 01.04.12 in 5 annual instalments	18%	27.09.11 to 31.03.14	11,786,484.00	7,771,232.00	19,557,716.00
x)	Govt. Of Uttarakhand	16.07.12	66,000,000.00	From 01.04.13 in 5 annual instalments	18%	16.07.12 to 31.03.14	8,429,918.00	11,880,000.00	20,309,918.00
xi)	Govt. Of Uttarakhand	04.10.12	173,075,000.00	From 01.04.13 in 5 annual instalments	18%	04.10.12 to 31.03.14	15,278,018.00	31,153,500.00	46,431,518.00
xii)	Govt. Of Uttarakhand	08.07.13	166,121,000.00	From 01.04.14 in 5 annual instalments	18%	08.07.13 to 31.03.14	-	21,873,357.00	21,873,357.00



xiii)	Govt. Of Uttarakhand	22.08.13	50,000,000.00	From 01.04.14 in 5 annual instalments	18%	22.08.13 to 31.03.14	-	5,473,973.00	5,473,973.00
xiv)	Govt. Of Uttarakhand	21.09.13	100,828,000.00	From 01.04.14 in 5 annual instalments	18%	21.09.13 to 31.3.14	-	9,546,892.00	9,546,892.00
<b>TOTAL (A) :-</b>			<b>1,080,180,262.00</b>				<b>650,507,992.00</b>	<b>174,275,849.00</b>	<b>824,783,841.00</b>
<b>Note:</b> Principal repayable from 01.04.2015 in respect of serial no. ix - ₹ 177.75 lacs and for serial no. x - ₹ 396.00 lacs, serial no. xi - ₹ 1038.45 lac, serial no. xii - ₹ 1328.97 lacs, serial no. xiii - ₹ 400.00 lacs and serial no. xiv - ₹ 806.62 lacs have been shown under the head long term borrowings (Total ₹ 4,147.79 lacs) and remaining ₹ 6,654.01 lacs have been shown under the head short term borrowings.									
<b>(B)</b>	<b>Loans from Rajya Mandi Parishad</b>								
i)	Mandi Parishad	19.09.02	11,500,000.00	since 30.06.03	7.50%	19.09.02 to 31.03.14	28,251,267.00	2,362,500.00	30,613,767.00
ii)	Mandi Parishad	21.09.02	10,000,000.00	since 30.09.03					
iii)	Mandi Parishad	26.10.02	10,000,000.00	since 30.12.03					
<b>TOTAL (B) :-</b>			<b>31,500,000.00</b>				<b>28,251,267.00</b>	<b>2,362,500.00</b>	<b>30,613,767.00</b>

**DEFAULT IN RESPECT OF REPAYMENT OF LOANS AND INTEREST:-**

Due to financial constraint, the company defaulted in repayment of loan with interest on due date to Uttarakhand Government shown under the head short term borrowings & also defaulted for principal sum repayment to Mandi Parishad together with interest accrued thereon on due date shown under the head short term borrowings.

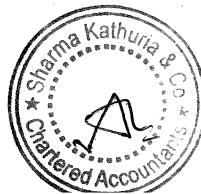
- 4- Details and value of assets and liabilities to be taken over from Doiwala unit of U.P. State Sugar Corporation Ltd., have not been finalized as yet. The balance of all assets and liabilities including reserves accounts appearing in the books of Doiwala Unit of U.P. State Sugar Corporation Ltd., has been taken as such and the difference of the two has been shown in the name of U.P. State Sugar Corporation Ltd., Lucknow.
- 5- Vehicles taken over from U.P. State Sugar Corporation Ltd., have not been transferred in the name of the Company and steps are being taken for transfer in the name of the Company.
- 6- Stores & Spares:
- a) Physical Verification:
- Stock of stores and spares parts have been physically verified by the factory Management periodically. No major discrepancies have been observed. "Shortage and Excess" noticed during physical verification have been adjusted in the books of accounts appropriately.
- b) Consumption:
- Total value of stores and spares consumed during the year amounting to ₹ 427.60 lacs is debited under appropriate head of accounts.
- c) Scrap:
- As at the date of Balance Sheet, Scrap lying at the yard of factory is estimated to be at ₹ 23.23 lacs as on 31.03.2014 (2012-13 ₹ 13.79 lacs) will be accounted for on actual realization.
- 7- A Subsidy of ₹ 20/- lacs received from Cane Commissioner Uttarakhand for establishing Soil Testing Laboratory Building at Doiwala Sugar Co. out of which sum of ₹ 16.71 lacs was utilized and balance amount ₹ 3,28,923/- refunded by challan SBI, Dehradun on dated 29.03.2014 to Asstt. Cane Commissioner, Dehradun. During the 2011-12 a sum of ₹ 28.47 lacs was received towards purchase of apparatus etc out of which ₹ 3.10 lac (2012-13 ₹ 20.05 lacs) have been utilized towards purchase of Soil Testing Lab equipments & accessories. The lab building has been actually put to use during f.y. 2012-13 & Soil Testing Lab is under operation, the remaining subsidy of ₹ 5.32 lacs have been shown under the head "Reserves & Surplus" towards Lab Building, equipments & accessories respectively.



8- During the year under review company has not entered into any transaction with related parties within the meaning of Accounting Standard No-18.

9- Inventories & changes in inventories of finished goods, work-in-process and stock in trade:

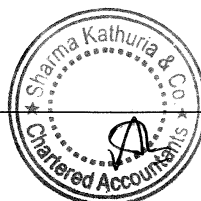
	Closing Stock in trade	Valued at	Financial Year 2013-14 (Amount in ₹)	Financial Year 2012-13 (Amount in ₹)	Net Difference in ₹	Financial Year 2011-12 (Amount in ₹)	Net Difference in ₹
1-	Raw Material (Sugar Cane)	Valued at cost	4,722,889.00	1,267,098.00	3,455,791.00	-	
2-	Work-in-progress						
	(i) Sugar-in-process	Valued at cost of market price whichever is lower	9,141,165.00	14,898,000.00	-5,756,835.00	6,293,245.00	8,604,755.00
	(ii) Molasses-in-process	Valued at market price	2,658,695.00	3,598,850.00	-940,155.00	59,100.00	3,539,750.00
	Total:-		11,799,860.00	18,496,850.00		6,352,345.00	
3-	Finished Sugar	Levy sugar- at levy price, Free sugar- at cost of market price whichever is lower	583,168,335.00	743,096,480.00		576,010,350.00	
	Less: Sugar Sale Commission		-1,457,921.00	-1,857,741.00		-1,440,026.00	
			581,710,414.00	741,238,739.00	-159,528,325.00	574,570,324.00	166,668,415.00
4-	Provisin for excise duty on closing stock of Sugar		18,413,315.00	24,005,540.00		15,020,098.00	
	Total:-		600,123,729.00	765,244,279.00		589,590,422.00	
5-	Molasses	Levy molasses- at levy price, Free molasses- at market price	61,208,837.00	38,912,216.00	22,296,621.00	33,302,588.00	5,609,628.00
6-	Provision for excise duty on closing stock of Molasses		8,214,518.00	6,845,061.00		8,468,650.00	
	Total:-		69,423,355.00	45,757,277.00		41,771,238.00	
7-	Bagasse		13,622,800.00	11,850,020.00	1,772,780.00	14,032,637.00	-2,182,617.00
	Total :-		699,692,633.00	842,615,524.00		651,746,642.00	



8-	(i) Stores & Spares	Value at cost (weighted average price)	18,348,690.50	17,482,754.05		16,441,951.97	
	(ii) Loose tools	Value at cost (weighted average price)	115,868.89	85,158.44		83,046.78	
Grand Total:-			718,157,192.39	860,183,436.49	-142,155,914.00	668,271,640.75	182,239,931.00

10- Additional information pursuant to para 3, 4C & 4D of part-II of Schedule VI to the Company Act 1956 or 2013.

A-	<u>Quantitative Information:-</u>	Information in regard to goods manufactured by the Company.	
		Current Year	Previous Year
i)	Licensed capacity (in M.T.)	2500 TCD	2500 TCD
ii)	Installed capacity (in M.T.)	2500 TCD	2500 TCD
iii)	<b><u>Information for such class of goods manufactured, sold &amp; stock during the year :-</u></b>		
	<b><u>(a) Sugar (in Qtls)</u></b>		
	i) Stock as on 1-4-2013	250105.00	205665.00
	ii) Less: Sugar in Process/Brown Sugar	4775.00	276.00
	iii) Actual Production	240947.00	220190.00
	iv) Turnover	290902.00	173536.00
	v) Issue for remelting	4379.00	1938.00
	vi) Stock as on 31.3.2014 including 2817.00 Qtls (2012-13, 4775.00 Qtls) sugar in process.	190996.00	250105.00
	<b><u>(b) Molasses (in Qtls)</u></b>		
	i) Stock as on 1.4.2013	88609.20	109626.53
	ii) Stock actual possession of which were delivered and taken over during the year	-	-
	iii) Actual production	129860.00	120795.90
	iv) Add. Dilution due to rain water/steam/dip etc.	2827.20	-
	v) Less: a) Loss on handling/drain out as per excise Commissioner order.	-	-
	b) Loss due to shortage.	-	-
	vi) Turnover during 2013-14.	114959.60	141813.23
	vii) Stock as on 31.3.14 (including nil Qtls. burnt molasses).	106336.80	88609.20
	<b><u>(c) Molasses in Process</u></b>		
	a) Opening stock as on 1.4.2013	8350.00	193.00
	b) Less issued for production.	8350.00	193.00
	c) Closing stock as on 31.3.2014	4648.00	8350.00
	<b><u>(d) Bagasse (in Qtls)</u></b>		
	i) Opening Stock as on 1.4.2013	91154.00	138937.00
	ii) Production.	897998.45	847584.00
	iii) Purchase from other.	6680.55	5570.60
	iv) Sale.	196165.50	196112.35
	v) Consumed.	731553.50	704825.65
	vii) Closing Stock as on 31.03.2014	68114.00	91154.00

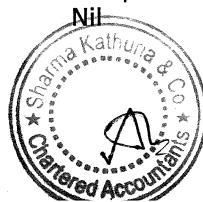


	<b>(e) Press-Mud (in Qtls)</b>		
	i) Stock as on 1.4.2013	-	-
	ii) Production.	109354.00	92620.35
	iii) Sale.	109354.00	92620.35
	iv) Closing Stock as on 31.3.2014	-	-
<b>B-</b>	<b>Financial Information:-</b>		
	<b>a) Opening Stock as on 01.04.2013 (in ₹)</b>		
	i) Sugar.	765244279.00	589590422.00
	ii) Sugar-in-process.	14898000.00	6293245.00
	iii) Molasses.	45757277.00	41771238.00
	iv) Molasses-in-process.	3598850.00	59100.00
	v) Bagasses.	11850020.00	14032637.00
	vi) Press-Mud.	-	-
	<b>Total:-</b>	<b>841348426.00</b>	<b>651746642.00</b>
	Less: Provision of excise duty on closing stock of sugar.	(-) 30850601.00	(-) 23488748.00
	<b>Total:-</b>	<b>810497825.00</b>	<b>628257894.00</b>
	<b>b) Turnover (in ₹)</b>		
	i) Sugar	911739799.97	547826296.95
	ii) Molasses	60967089.00	61853685.00
	iii) Bagasses	32751089.00	21135378.00
	iv) Press-Mud.	794809.00	1157756.00
	<b>Total:-</b>	<b>1006252786.97</b>	<b>631973115.95</b>
	<b>c) Closing Stock as on 31.03.2014 (in ₹)</b>		
	i) Sugar	600123729.00	765244279.00
	ii) Sugar-in-Process.	9141165.00	14898000.00
	iii) Molasses.	69423355.00	45757277.00
	iv) Molasses-in-Process.	2658695.00	3598850.00
	v) Bagasse.	13622800.00	11850020.00
	vi) Press-Mud.	-	-
	<b>Total:-</b>	<b>694969744.00</b>	<b>841348426.00</b>

C- Raw Material	Current Year		Previous Year	
	Qty. (Qtls.)	Value (in ₹)	Qty. (Qtls.)	Value (in ₹)
<b>Sugar Cane (in Qtls.)</b>				
i) Stock as on 1.4.2013	4375.10	1267098.00	---	---
ii) Add. Purchased	2747229.60	768173662.00	2568102.14	718285836.00
iii) Consumed {excluding 682.08 Qtl. driage (2012-13, 727.04 Qtls. Driage)}	2733829.99	763450773.00	2563000.00	717018738.00
iv) Closing stock as on 31.3.2014	17092.63	4722889.00	4375.10	1267098.00

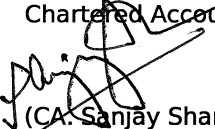
D- Other.

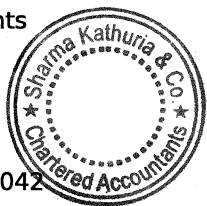
11- Expenditure incurred on the employees who were in receipt of remuneration not less than ₹ 24/- lacs per year or not less than ₹ 2/- lacs per month where employed for a part of the year:



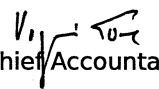
		<u>Current Year</u>	<u>Previous Year</u>
12-	<b>Foreign Exchange :</b>		
	a) Income in foreign exchange: (₹)	Nil	Nil
	b) Expenditure in foreign exchange: (₹)	Nil	Nil
		<u>Current Year</u>	<u>Previous Year</u>
13-	<b>Loans &amp; Advances include :</b>		
(a)	i) Amount due from Executive Director of the Company.(₹)	Nil	Nil
	ii) Maximum amount due from Executive Director any time during the year. (₹)	Nil	Nil
(b)	i) Amount due from Company Secretary of the Company. (₹)	Nil	680.00
	ii) Maximum amount due from Company Secretary any time during the year. (₹)	Nil	4000.00
14-	Shishu Vidhya Mandir (Primary Section) and Junior High School are being run by the Company. All the expenses and incomes have been incorporated in company's account, amounting ₹ 12,76,224/- towards salary and other expenses and ₹ 7,335/- as misc. income.		
15-	Most of the balances in sundry debtors, sundry creditors, advances to/from contractors, advances to suppliers, advances to staff, other advance, security deposits, earnest money and interest accrued on Fixed Deposit with Banks are confirmed, only few remains unconfirmed.		
16-	Directors Remuneration paid to Shri Manmohan Singh ₹ 7,15,522/- (2012-13 ₹ 5,89,452/-).		
17-	Schedule 'A', 'B' & 'C' form the part of Balance Sheet and should be read therewith.		
18-	Previous year figures have regrouped/re-adjusted wherever necessary.		

As per our separate report of even date  
For Sharma Kathuria & Co.  
Chartered Accountants


  
(CA. Sanjay Sharma)  
Partner  
Membership No. 091042  
F.R. No. 015268N



  
I/c Company Secretary

  
Chief Accountant

  
Executive Director

  
Authorized Director

Place: Doiwala (Dehradun)  
Date: 18<sup>th</sup> July 2014