

**TRIDENT SUGARS LIMITED**

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**ANNUAL REPORT 2011-12**

**TRIDENT SUGARS LIMITED**  
**Regd. Office: The Uffizi, 338 Avanashi Road**  
**Peelamedu, Coimbatore 641 004**

**NOTICE**

Notice is hereby given that the 10<sup>th</sup> Annual General Meeting of the members of the Company will be held on Wednesday, the 8<sup>th</sup> day of August 2012 at 10.00 AM at the registered office of the Company at 338, Avanashi Road, Peelamedu, Coimbatore – 641 004 to transact the following business.

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Statement of Profit and Loss for the year ended 31<sup>st</sup> March 2012, the Balance Sheet as at that date, the report of the Board of Directors and the report of the Auditors.
2. To appoint a Director in the place of Mr.R.Varadarajan, who retires by rotation and offers himself for reappointment.
3. To appoint Auditors to hold office till the conclusion of the next Annual General Meeting and to fix their remuneration.

**SPECIAL BUSINESS:**

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution

**“RESOLVED THAT** Mr.G.Sathiyamoorthi, who was appointed as an Additional Director in the meeting of the Board of Directors of the Company held on 14<sup>th</sup> December 2011 and who holds office as such upto the date of the 10<sup>th</sup> Annual General Meeting and in respect of whom notice under section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Mr.G.Sathiyamoorthi as a candidate for the office of the Director of the Company be and is hereby appointed as a Director of the Company liable to retire by rotation.”

**By Order of the Board**

**Rajshree Pathy**  
**Managing Director**

**Place : Coimbatore**  
**Date : 19<sup>th</sup> May 2012**

**NOTES:**

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself / herself and the proxy need not be a member of the Company. Proxy(ies) in order to be valid shall be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
2. The Explanatory Statement as required under Section 173(2) of the Companies Act, 1956 is annexed and forms part of this notice.
3. Members/Proxies attending the meeting are requested to bring the attendance slip and handover the same at the entrance duly filled and signed.

**Explanatory statement under section 173(2) of the Companies Act, 1956**

***ITEM NO.4 OF THE AGENDA***

Mr.G.Sathiyamoorthi was appointed as an Additional Director of the Company by the Board of Directors with effect from 14<sup>th</sup> December 2011. As per the provisions of the Companies Act, he will be retiring on the date of the 10<sup>th</sup> Annual General Meeting. The Company has received nomination proposing the candidature of Mr.G.Sathiyamoorthi to the office of Director along with the required deposit of Rs.500/-.

None of the Directors are concerned or interested in the resolution except Mr.G.Sathiyamoorthi.

**By Order of the Board**

**Rajshree Pathy  
Managing Director**

**Place : Coimbatore  
Date : 19<sup>th</sup> May 2012**

## TRIDENT SUGARS LIMITED

### DIRECTORS' REPORT

Your Directors have pleasure in presenting the 10<sup>th</sup> Annual Report with the audited financial statements for the year ended 31<sup>st</sup> March 2012.

<b>FINANCIAL HIGHLIGHTS</b>	<b>2011-12</b>	<b>2010-11</b>
	(Rs. In lakhs)	
Total Income	<b>12,910.72</b>	12,262.15
Profit before Interest and depreciation	<b>1,169.50</b>	1,391.82
Interest	<b>682.72</b>	686.56
Depreciation	<b>227.16</b>	213.08
Exceptional items	--	--
Prior period income reversed	--	--
Profit before tax	<b>259.62</b>	492.18
Provision for taxation	<b>0.05</b>	104.00
Provision for deferred tax	<b>96.16</b>	25.87
Income tax of prior period	--	27.34
Profit after tax	<b>163.41</b>	334.97

#### Dividend

The Board of Directors have not recommended dividend for the year 2011-12.

#### Financial performance

The Company has earned a net profit of Rs.163.41 lakhs during 2011-12 as against a net profit of Rs.334.97 lakhs in the previous year.

#### Operations

During the year under review, the factory has crushed 4.07 lakh tons of sugarcane as against 3.97 lakh tons crushed in the previous year.

#### Future outlook

With the expected normal monsoon this year, the sugarcane crushing for the year 2012-13 is expected to be sustained at last year's level. As part of the expansion program, the company plans to enhance the capacity to 3500 TCD and the work is in progress.

## **Directors**

Mr.R.Varadarajan, Director retires by rotation at the ensuing Annual General Meeting and being eligible has offered himself for reappointment.

Mr.G.Sathiyamoorthi was appointed as Additional Director on 14<sup>th</sup> December 2011 and he holds office upto the ensuing Annual General Meeting. Notice has been received from a shareholder proposing his candidature for the office of Directorship at the ensuing Annual General Meeting.

## **Company Secretary**

The company has appointed Mr.M.Ponraj, an Associate Member of the Institute of Company Secretaries of India, as Company Secretary with effect from 19<sup>th</sup> May 2012.

## **Auditors**

M/s Srikishen & Co., Chartered Accountants, the present auditors of the Company, retires at the ensuing Annual General Meeting and are eligible for reappointment. They have furnished necessary certificate in terms of Sec.224(1B) of the Companies Act, 1956.

## **Particulars of employees under section 217(2A)**

None of the employees of the Company were in receipt of remuneration, which in the aggregate exceeded the limits fixed under sub-section (2A) of the Section 217 of the Companies Act, 1956.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors' confirms that in the preparation of annual accounts for the financial year ended 31.3.2012 :-

- I. the applicable accounting standards have been followed;
- II. they 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 the profit of the company for that period;
- III. they 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 and
- IV. the annual accounts have been prepared on a going concern basis.

### **Conservation of energy**

Particulars required to be furnished under sub section 1(e) of section 217 of the Companies Act, 1956 are also annexed to this report.

### **Acknowledgement**

Your Directors thank the Banks and Financing Institutions for the valuable and timely financial assistance and support provided by them to the Company. Your Directors also thank the cane growers, suppliers, Government Institutions and others for the cooperation extended to the Company. The Board also places on record its appreciation of the dedicated services rendered by the employees of the Company.

May **Goddess Lakshmi** shower Her blessings for the continued prosperity of the Company.

**For and behalf of the Board**

**R.VARADARAJAN**  
Director

**RAJSHREE PATHY**  
Managing Director

**Place: Coimbatore**  
**Date : 19<sup>th</sup> May 2012**

# TRIDENT SUGARS LIMITED

## ANNEXURE TO DIRECTORS' REPORT

(AS PER RULE 2 OF COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF *DIRECTORS*) RULES, 1988)

### A. CONSERVATION OF ENERGY:

Motor driven unit was provided for the sugar mill, which was earlier run by steam turbine. As such the line loss in steam, which is upto 2.5% of the steam supplied to the turbine, is avoided.

The total energy consumption and energy consumption per unit of production is given in Form A

#### Form A

##### a. Power and Fuel Consumption

SN	Power details	2011-12	2010-11
1)	a) Electricity purchased (No. of units)	4,07,712	4,78,415
	Total amount (₹ in lakhs)	24.58	26.91
	Rate per unit (₹)	6.03	5.62
2)	b) Own generation		
	i) Through Diesel Generators (units)	9,25,047	1,32,976
	Units per Ltr of Diesel	3.44	3.94
	Cost per unit (₹.)	13.17	10.43
3)	ii) Through steam turbine (units)	1,05,13,550	95,47,750
	Units per MT of Bagasse	113	96
	Cost per unit (₹ in lakhs.)	(Own Bagasse used)	Own Bagasse used)

##### b. Consumption per unit of production

Product	White crystal sugar 2011-12	White crystal sugar 2010 -11
Electricity (units per Qtl of sugar)	27.62	24.72

## **B. TECHNOLOGY ABSORPTION:**

### **FORM B**

#### **Form for disclosure of particulars with respect to absorption**

Research and development

1. Specific areas in which R & D carried out by the Company and benefits derived:

i) Breeding -Varietal improvements Program:

Identification of high yielding and high sugar varieties suitable for our command area in coordination with Leading research Institutions in the country

ii) Bio Technology:

Production of yellow mosaic disease (YLD) free and grassy shoot disease (GSD) free seedling through Production of breeder seed and supply for primary nursery through Tissue culture Technology:

2. Benefits derived as a result of above R&D:

Obtained more than 150 promising hybrid clones from Sadhana Agri tech, Bangalore and evaluated for its suitability, around 32 clones are superior to Co 86032 in quality. Varieties from AICRP (S), Co-ordinated Agronomic Experiments (CAE) are also studied.

3. Expenditure on R & D

(a) Capital	₹. Nil
(b) Recurring	₹. 2.24 lakhs
(c) Total	₹. 2.24 lakhs
(d) Total R & D expenditure as a percentage of total turnover	0.02%

#### **Technology absorption, adaptation and innovation**

Efforts in brief towards technology absorption, adaptation and innovation and benefits derived: Nil



**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Total foreign exchange used and earned

Foreign exchange earned : ₹. Nil

Foreign exchange outgo : ₹. Nil

## AUDITOR'S REPORT

To

The Members of M/s Trident Sugars Limited

1. We have audited the attached Balance Sheet of M/s Trident Sugars Limited as at 31<sup>st</sup> March 2012 and also the Statement of Profit and Loss and the Cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended, issued by the Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the annexure referred to above, 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 purposes 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 ,The statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d) In our opinion the Balance Sheet, The statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in compliance with the Accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;

- e) On the basis of written representation received from the directors as on 31<sup>st</sup> March 2012, and taken on record by the Board of Directors, in our opinion none of the director is disqualified as on that date, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956, and
- f) In our opinion and to the best of our information and according to the explanations given to us, said accounts read together with significant accounting policies and notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i. in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2012
  - ii. in the case of the statement of Profit and Loss, of the Profit for the year ended on that date; and
  - iii. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For SRIKISHEN & Co  
Reg No .004009 S  
Chartered Accountants

Place: Coimbatore  
Date : 19/5/2012

K. Murali Mohan  
Auditors, Proprietor  
MembershipNo:14328

## **SRIKISHEN & CO.**

Chartered Accountants

Annexure to the Auditors' Report

(Referred to in paragraph 3 of our report of even date)

- (i) a. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
  - b. As explained to us, all the fixed assets have been physically verified in a phased periodical manner, by the management, which in our opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies have been noticed on such physical verification.
  - c. In our opinion the company has not disposed a substantial part of its fixed assets during the year.
  - (ii) a. Physical verification of inventory has been conducted by the management at reasonable intervals during the year.
  - b. The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
  - c. On the basis of our examination of records of inventory, in our opinion, the Company has maintained proper record of inventory and no material discrepancies were noticed on the physical verification of inventories as compared to the book records.
  - (iii) a. The Company has not granted any loans to the Companies, firms or other parties covered in the register maintained section 301 of the Companies Act.
- B) The Company has taken unsecured loan from its holding company, company covered in the register maintained under section 301 of the Companies Act. The maximum amount involved in the above transaction net of periodical repayments is Rs.3076.13 lakhs and the year end balance is Rs. 1505.61 lakhs. In our opinion and according to the information and explanations given to us, the rate of interest & other terms and conditions of the loan taken are not prima facie prejudicial to the interests of the company. In respect of said loan, principal and interest are payable on demand and therefore the question of overdue amounts does not arise.
- iv) In our opinion and according to the information and explanations given to us there are adequate internal control systems commensurate with the size of

the Company and the nature of its business, with regard to purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weaknesses have been noticed in the internal control systems.

- v) a. To the best of our knowledge and belief, and according to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register in pursuance of section 301 of the Companies Act, 1956 have been so entered.
- b. In our opinion and according to the information and explanations given to us, such transactions have been made at prices, which are reasonable having regard to the prevailing market prices at the relevant time.
- vi) In our opinion and according to the information and explanations given to us, the Company has not obtained any deposit from public during the year.
- vii) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business;
- viii) The Central Government has prescribed maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956, in respect of certain products manufactured by the company. We have broadly reviewed the accounts and records of the Company in this connection and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however carried out a detailed examination of the same.
- ix) a. The Company is regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Customs duty, Excise duty, service tax, cess and any other statutory dues with the appropriate authorities. According to the information and explanation given to us no undisputed arrears of statutory dues were outstanding as at 31.03.2012 for a period of more than six months from the date they became payable.

- b. According to the information and explanations given to us, the details of disputed statutory dues which have not been deposited is as given below:

Name of the statute	Period to which amount relates	Nature of demand	Amount disputed	Forum where dispute is pending
APST	2005-06 to 2007-08	sales tax	Rs.43.99 lacs	Salestax Appelete Tribunal, Hyderabad

- x) The accumulated losses of the company at the end of the financial year are more than fifty percentage of its net worth. The company has not incurred cash loss during the financial year covered by our audit. and also in the immediately preceding financial year.
- xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or Banks. The Company has not issued any debentures till date.
- xii) During the year, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The provisions of special statute applicable to Chit fund, nidhi /mutual Benefit fund/ societies are not applicable to the Company.
- xiv) The Company is not dealing or trading in shares, securities, debentures and other investments.
- xv) During the year the Company has not given any guarantee for loans taken by others , from banks or financial institutions.
- xvi) The Company has applied the term loans for the purpose for which the loans were obtained during the year .
- xvii) According to the information and explanations given to us and on an overall examination of the source and application of funds of the Company, we report that no funds raised on short term basis has been used for long term investments.

- xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
- xix) In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our audit report.
- xx) During the period covered by our audit report, the Company has not raised any money by public issues.
- xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no frauds on or by the Company has been noticed or reported during the year.

For SRIKISHEN & Co  
Reg No 004009 S.  
Chartered Accountants

Place: Coimbatore  
Date :19/5/2012

K. Murali Mohan  
Auditors, Proprietor  
Membership No:14328

**TRIDENT SUGARS LIMITED**  
**Balance Sheet as at 31.03.2012**

Rs in Lakhs

Particulars	Note No.	31.03.2012	31.03.2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	A	673.75	673.75
(b) Reserves and surplus	B	47.78	(115.63)
		<u>721.53</u>	<u>558.12</u>
<b>2 Non-current liabilities</b>			
(a) Long-term borrowings	C	2,199.65	524.07
		<u>2,199.65</u>	<u>524.07</u>
<b>3 Current liabilities</b>			
(a) Short-term borrowings	D	3,564.40	5,751.90
(b) Trade payables	E	2,084.84	2,184.96
(c) Other current liabilities	F	784.59	468.40
(d) Short-term provisions	G	70.10	116.58
		<u>6,503.92</u>	<u>8,521.84</u>
<b>TOTAL</b>		<u><b>9,425.10</b></u>	<u><b>9,604.03</b></u>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	H	3,930.77	3,056.96
(ii) Capital work-in-progress		650.17	524.11
(c) Deferred tax assets (net)	I	102.63	198.79
(d) Long-term loans and advances	J	76.30	18.27
(e) Other non-current assets			
		<u>4,759.87</u>	<u>3,798.13</u>
<b>2 Current assets</b>			
(a) Current investments			
(b) Inventories	K	3,180.57	3,988.65
(c) Trade receivables	L	845.70	728.75
(d) Cash and cash equivalents	M	238.77	63.11
(e) Short-term loans and advances	N	386.43	969.30
(f) Other current assets	O	13.76	56.08
		<u>4,665.23</u>	<u>5,805.89</u>
<b>TOTAL</b>		<u><b>9,425.10</b></u>	<u><b>9,604.03</b></u>

*See accompanying notes to the financial statements*

As per our report of even date

For **Srikishen & Co.**

Chartered Accountants

Registration No: 004009S

**K Murali Mohan**

Membership No. 14328

Auditors, Proprietor

**R Varadarajan**

Director

**Rajshree Pathy**

Managing Director

Place: Coimbatore

Date: 19th May 2012



**TRIDENT SUGARS LIMITED**  
**Profit & Loss statement for the year ended 31.03.2012**

Rs in Lakhs

Particulars	Note No.	31.03.2012	31.03.2011
I. Revenue from operations	<u>P</u>	12,769.03	12,259.09
II. Other income	<u>Q</u>	141.69	3.06
<b>III. Total Revenue (I + II)</b>		<b>12,910.72</b>	<b>12,262.15</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	<u>R</u>	8,951.07	8,354.18
Changes in inventories of finished goods work-in-progress and Stc	<u>S</u>	786.31	1,153.33
Employee benefits expense	<u>T</u>	472.62	458.69
Finance costs	<u>U</u>	682.72	686.56
Depreciation and amortization expense		227.16	213.08
Other expenses	<u>V</u>	1,531.22	904.10
<b>Total expenses</b>		<b>12,651.09</b>	<b>11,769.96</b>
V. Profit before exceptional and extraordinary items and tax (III-IV)		259.62	492.18
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		259.62	492.18
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		259.62	492.18
X Tax expense:			
(1) Income tax		52.00	104.00
Less MAT credit entitlement		51.94	-
		0.06	104.00
(2) Deferred tax		96.16	25.87
(3) Income Tax of Prior years		-	27.34
<b>XI Profit (Loss) for the period from continuing operations (IX-X)</b>		<b>163.41</b>	<b>334.97</b>
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
<b>XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		<b>-</b>	<b>-</b>
<b>XV Profit (Loss) for the period (XI + XIV)</b>		<b>163.41</b>	<b>334.97</b>
XVI Earnings per equity share:			
(1) Basic		2.43	4.97
(2) Diluted		2.43	4.97

*See accompanying notes to the financial statements*

As per our report of even date

For Srikishen & Co.

Chartered Accountants

Registration No: 004009S

**K Murali Mohan**  
 Membership No. 14328  
 Auditors, Proprietor

**R Varadarajan**  
 Director

**Rajshree Pathy**  
 Managing Director

Place: Coimbatore  
 Date: 19th May 2012

## TRIDENT SUGARS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS:

	Rs in Lakhs	
PARTICULARS	31.03.2012	31.03.2011
<b>A. SHARE CAPITAL</b>		
AUTHORISED		
10,000,000 Equity Shares of Rs.10/- each <i>(Previous year 10,000,000 Equity shares)</i>	<u>1,000.00</u>	<u>1,000.00</u>
ISSUED SUBSCRIBED & PAID UP:		
6,737,500 Equity Shares of Rs.10/- each fully paid-up in cash	<u>673.75</u>	<u>673.75</u>
i) <i>No of Equity Shares at the beginning of the year - 6,737,500</i> <i>No of Equity Shares at the end of the year - 6,737,500.</i>		
ii) <i>Shareholder holding more than 5 percent shares:</i> <i>M/s. Rajshree Sugars &amp; Chemicals Limited 6,737,500 shares (P Y - 6,737,500 shares)</i>		
iii) <i>Shares held by the holding company:</i> <i>M/s. Rajshree Sugars &amp; Chemicals Limited 6,737,500 shares (P Y - 6,737,500 shares)</i>		
<b>B RESERVES &amp; SURPLUS</b>		
i) General Reserve		
Opening Balance	572.50	572.50
Additions / (Deduction) during the year	-	-
Closing Balance	<u>572.50</u>	<u>572.50</u>
ii) Surplus in Profit & Loss statement:		
Opening Balance	(688.13)	(1,023.11)
Add: Profit after tax	<u>163.41</u>	<u>334.97</u>
Closing Balance	<u>(524.72)</u>	<u>(688.13)</u>
<b>TOTAL</b>	<u>47.78</u>	<u>(115.63)</u>
<b>C LONG - TERM BORROWINGS</b>		
i) SECURED LOANS		
Term Loans		
a) From Banks	1,800.00	124.42
b) From Other parties		
Sugar Development Fund	<u>399.65</u>	<u>399.65</u>
	<u>2,199.65</u>	<u>524.07</u>
<i>Note: Please refer Note No. X(1) for details about Maturity Profile, Rate of Interest and Security</i>		

**TRIDENT SUGARS LIMITED****NOTES TO THE FINANCIAL STATEMENTS:**

	Rs in Lakhs	
PARTICULARS	31.03.2012	31.03.2011
<b>D SHORT - TERM BORROWINGS</b>		
i) SECURED LOANS		
Loans repayable on demand from Banks		
Cash Credit	2,058.79	2,676.88
ii) UNSECURED LOAN		
Loans and Advances from related parties		
M/s. Rajshree Sugars & Chemicals Limited - Holding Company	1,505.61	3,075.03
	<u>3,564.40</u>	<u>5,751.90</u>
<i>Note: Please refer Note No. X(2) for details about Security</i>		
<b>E TRADE PAYABLES</b>		
Due to Micro, Small & Medium Enterprises	-	-
Due to Others	2,084.84	2,184.96
	<u>2,084.84</u>	<u>2,184.96</u>
<b>F OTHER CURRENT LIABILITIES</b>		
i) Current maturities of long term debt	124.42	432.31
ii) Interest accrued but not due on borrowings	29.87	13.84
iii) Statutory Payables:	274.23	
iv) Advance received from Customers	194.23	22.25
Creditors for Capital expenditure	161.84	
	<u>784.59</u>	<u>468.40</u>
<b>G SHORT- TERM PROVISIONS</b>		
i) Provisions for employee benefits:	18.10	12.58
ii) Others :		
Provisions for taxation	52.00	104.00
	<u>70.10</u>	<u>116.58</u>
<b>I DEFERRED TAX ASSETS (Net)</b>		
Opening balance	198.79	224.66
Reversal during the year	96.16	25.87
	<u>102.63</u>	<u>198.79</u>
<b>J LONG TERM LOANS &amp; ADVANCES :</b>		
(Unsecured, considered good)		
i) Capital Advance	50.94	-
ii) Security Deposits	25.36	18.27
	<u>76.30</u>	<u>18.27</u>

**TRIDENTSUGARSLIMITED**

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31.03.2011

SCHEDULE "H"

FIXED ASSETS

Rs in lakhs

ASSET HEADS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 31.03.2011	ADDITIONS FOR THE PERIOD	DELETIONS FOR THE PERIOD	AS ON 31.03.2012	UP TO 31.03.2011	FOR THE YEAR	WRITTEN BACK	UP TO 31.03.2012	AS ON 31.03.2012	AS ON 31.03.2011
LAND	70.32	-	-	70.32	-	-	-	-	70.32	70.32
BUILDINGS	583.52	144.37	-	727.89	134.64	18.03	-	152.67	575.21	448.88
PLANT & MACHINERY	3,629.08	947.00	-	4,576.08	1,133.19	202.77	-	1,335.96	3,240.12	2,495.89
DATA PROCESSING EQUIPMENTS	21.68	9.17	-	30.85	16.20	1.38	-	17.59	13.27	5.48
OFFICE EQUIPMENTS	3.21	0.07	-	3.29	0.53	0.15	-	0.68	2.60	2.68
FURNITURE	18.47	0.35	-	18.83	8.63	1.17	-	9.80	9.02	9.84
VEHICLES	38.36	-	-	38.36	14.49	3.64	-	18.14	20.23	23.87
<b>TOTAL</b>	<b>4,364.65</b>	<b>1,100.97</b>	<b>-</b>	<b>5,465.61</b>	<b>1,307.69</b>	<b>227.16</b>	<b>-</b>	<b>1,534.85</b>	<b>3,930.77</b>	<b>3,056.96</b>
WORK IN PROGRESS									650.17	524.11
2010-11	4,261.67	102.97	-	4,364.65	1,094.61	213.08	-	1,307.69	3,056.96	3,167.07

**TRIDENT SUGARS LIMITED****NOTES TO THE FINANCIAL STATEMENTS:**

PARTICULARS	Rs in Lakhs	
	31.03.2012	31.03.2011
<b>K INVENTORIES</b>		
Work-in-progress at cost	40.64	89.94
Finished Goods at Cost	2,933.89	3,702.28
Stores & Spares at cost	206.05	196.43
	<u>3,180.57</u>	<u>3,988.65</u>
<b>L TRADE RECEIVABLES:</b>		
(Unsecured, considered good)		
Outstanding for a period exceeding six months	6.91	-
Others	838.79	728.75
	<u>845.70</u>	<u>728.75</u>
<b>M CASH AND CASH EQUIVALENTS:</b>		
Balance with Banks :	198.88	47.77
Cash on hand	4.90	5.34
Margin money deposits	35.00	10.00
	<u>238.77</u>	<u>63.11</u>
<b>N SHORT TERM LOANS AND ADVANCES:</b>		
(Unsecured, considered good)		
i) <b>Others:</b>		
Staff and other advance	190.35	533.47
Advance to Ryots	39.18	335.84
Income Tax Advance	52.07	75.87
Prepaid Expenses	23.49	11.19
Excise Duty Deposits	81.33	12.94
	<u>386.43</u>	<u>969.30</u>
<b>O OTHER CURRENT ASSETS:</b>		
i) Interest accrued on investment:		
Interest receivable	13.06	55.92
Income receivable	0.69	0.16
	<u>13.76</u>	<u>56.08</u>
<b>NOTES TO THE FINANCIAL STATEMENTS:</b>		
<b>P REVENUE FROM OPERATIONS</b>		
Sales	13,346.95	12,806.25
Other Operating Revenues :		
Sale of Scrap	99.23	38.23
	<u>13,446.18</u>	<u>12,844.47</u>
LESS: Excise Duty	677.16	585.39
Net Sales	<u>12,769.03</u>	<u>12,259.09</u>

**TRIDENT SUGARS LIMITED****NOTES TO THE FINANCIAL STATEMENTS:**

	Rs in Lakhs	
PARTICULARS	31.03.2012	31.03.2011
<b>Q OTHER INCOME</b>		
Interest Income	1.11	0.66
Other non- operating Income:		
Sundry Income - Lease Plot	0.50	-
Other Miscellaneous Income	6.54	-
Miscellaneous Sales	110.55	
Insurance claim receipts	22.99	2.40
	<u>140.58</u>	<u>2.40</u>
	<u>141.69</u>	<u>3.06</u>
<b>R COST OF MATERIALS CONSUMED:</b>		
Raw material - Sugar cane	<u>8,951.07</u>	<u>8,354.18</u>
<b>S CHANGES IN INVENTORIES OF FINISHED GOODS &amp; WORK-IN-PROGRESS:</b>		
Opening Inventories:		
Finished Goods	3,702.28	4,968.14
Work in progress	89.94	31.24
	<u>3,792.22</u>	<u>4,999.38</u>
Less : Closing Inventories:		
Finished Goods	2,933.89	3,702.28
Work in progress	40.64	89.94
	<u>2,974.52</u>	<u>3,792.22</u>
	<u>817.70</u>	<u>1,207.16</u>
Less: Excise duty on Increase / (Decrease) in stock of Finished Goods	31.39	53.82
	<u>786.31</u>	<u>1,153.33</u>
<b>T EMPLOYEE BENEFIT EXPENSES:</b>		
Salaries, Wages & Bonus	412.81	397.38
Contribution to P F & Other funds	37.27	35.14
Welfare Expenses	22.55	26.18
	<u>472.62</u>	<u>458.69</u>
<b>U FINANCE COST:</b>		
i) Interest expense	645.82	667.48
ii) Other borrowing costs	36.90	19.08
	<u>682.72</u>	<u>686.56</u>

**TRIDENT SUGARS LIMITED****NOTES TO THE FINANCIAL STATEMENTS:**

	Rs in Lakhs	
PARTICULARS	31.03.2012	31.03.2011
<b>V OTHER EXPENSES:</b>		
Consumption of Stores & spares	318.75	354.25
Consumption of Packing Materials	192.81	189.63
	<b>511.56</b>	543.88
Power & Fuel	31.32	27.20
Building rent	37.64	24.00
Repairs & Maintenance		
Building	32.49	35.09
Machinery	423.22	65.53
	<b>455.72</b>	100.62
Insurance Premium	10.19	12.11
Licence Fees & Tax	5.30	8.99
Freight outwards	159.91	28.50
Payment to Auditor's :		
- Statutory Audit fees	(1.70)	1.00
- Taxation matters	3.00	0.80
- Certification	0.17	0.16
	<b>1.47</b>	1.96
Cost Audit fees	0.25	0.25
Miscellaneous Expenses	317.88	156.60
	<b>1,531.22</b>	904.10

## **W) SIGNIFICANT ACCOUNTING POLICIES:**

### **(a) Accounting Convention**

The financial statements are prepared under historical costing convention on a going concern basis, with revenue recognized and expenses accounted on accrual concept (including provisions and adjustments) and in accordance with the applicable accounting standards.

### **(b) Fixed Assets**

Fixed Assets are stated at their Purchase cost less accumulated depreciation. Cost includes attributable expenses, pre-operative expenses, financing costs during the period of construction for qualifying assets and net of Cenvat and Service Tax credit, if any.

### **(c) Preoperative expenses**

Expenditure (including financing cost relating to the borrowed funds for construction and acquisition of qualifying fixed assets) incurred on projects under implementation are treated as pre-operative expense pending allocation to the assets and are shown under "Capital Work in Progress".

### **(d) Depreciation**

Depreciation on fixed assets is provided on straight-line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956

### **(e) Inventories**

Inventory is valued at lower of cost and net realizable value as under:

- a) Raw material is valued at cost on FIFO basis.
- b) In respect of sugar and industrial alcohol, cost is arrived at on historical cost basis after deducting the realisable value of the by-products. In respect of manufactured finished goods, excise duty and cess payable are added to the cost, wherever applicable.
- c) In respect of semi-finished goods (in process) cost is taken as cost of input raw materials and estimated cost of manufacture upto the various stages of completion.
- d) Stores and spares are valued at Weighted Average cost.

### **(f) Employee Benefits**

Contribution to Provident Fund made to appropriate authorities is charged to revenue. In respect of Gratuity, the company's contribution, calculated on actuarial basis, to the Group Gratuity Scheme of Life Insurance Corporation of India is charged to revenue. Amount payable towards leave encashment benefit as at the close of this year has been provided for in its entirety.

### **(g) Excise Duty**

Excise duty payable on finished products/by-products held as stock at the year-end has been provided for as expenditure for the year and included in the valuation of Closing Stock.



**(h) Taxation**

Tax expenses for the year comprising current tax and deferred tax are considered in determining the net profit for the year. Provision is made for the Current Tax based on tax liability computed in accordance with relevant tax rates and tax laws. Provision is made for deferred tax for all timing differences arising between taxable income and accounting income at currently enacted tax rates. Deferred tax assets are recognized only if there is a reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

**(i) Earnings Per Share**

The earnings for the purpose of ascertaining the Company's EPS, comprises the net profit/(loss) after tax and includes the post tax effect of any extraordinary items. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

**(j) Impairment of Assets**

Impairment is ascertained at each Balance Sheet date in respect of cash generating units and impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on their appropriate discount factor.

**(k) Provision and Contingent Liability**

Provisions are recognized in the accounts in respect of present probable obligations, the amount of which can be reliably estimated. Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the Control of the Company.

**(l) Income and Expenditure Recognition**

Revenue on sales transactions is recognized as and when the property in goods sold is transferred to the buyers for a definite consideration. Income & Expenditure are recognized on accrual basis.

**X) OTHER ADDITIONAL INFORMATION**

- 1) Rate of Interest and Maturity Profile of Long Term Borrowings  
(Forming part of Note for Long Term Borrowings)

Rs in lakhs

Rate of Interest	2013-14	2014-15	2015-16	2016-17	2017-18
4.00%	80.00	80.00	80.00	80.00	80.00
15.25%	600.00	600.00	600.00	0.00	0.00
Total	680.00	680.00	680.00	80.00	80.00

Security details for the aforesaid long term borrowings

- a) Corporate loan Rs. 1800 lakhs secured by 1st pari-passu charge on the current assets of the company and 1st pari-passu charge on the Company's immovable and fixed assets at Madhunagar, Medak District.
  - b) Term loan Rs. 124.42 lakhs secured by 1st paripassu charge on the Company's immovable properties and fixed assets at Madhunagar, Medak District and 3rd pari passu charge on entire current assets of the company.
  - c) The aforesaid term loans aggregating to Rs. 1924.42 lakhs guaranteed by the holding company
  - d) Term loan Rs.399.65 lakhs secured by exclusive 2<sup>nd</sup> Charge on all immovable and movable properties (save and except book debts) of company's sugar factory situated at Medak District, Andhra Pradesh.
  - e) Term loans guaranteed by others is Nil.
  - f) Period and amount of continuing default in respect of the aforesaid loans is Nil.
- 2) Security Details for Short term borrowings:  
*(Forming part of Note for Short Term Borrowings)*
- a) Working Capital limit of Rs.2058.79 lakhs secured by 1st pari passu charge on the current assets of sugar factory at Madhunagar, Medak District and 3rd paripassu charge on immovable properties and fixed assets at Madhunagar, Medak District.
  - b) The aforesaid working capital limit of Rs.2058.79 is guaranteed by the holding company.
  - c) Short term loans guaranteed by others is Nil
  - d) Period and amount of default in respect of the aforesaid loans is Nil.
- 3) The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the Company is as under:
- |  |   |   |
|--|---|---|
| Principal amount due and remaining unpaid                                | - | - |
| Interest due on above and the unpaid interest                            | - | - |
| Interest paid  | - | - |
| Payment made beyond the appointed day during the year                    | - | - |
| Interest due and payable for the period of delay                         | - | - |
| Interest accrued and remaining unpaid                                    | - | - |
| Amount of further interest remaining due and payable in succeeding years | - | - |
- 4) Contingent Liabilities not provided for:
- |           |       |       |
|-----------|-------|-------|
| Sales Tax | 44.45 | 44.45 |
|-----------|-------|-------|

\*Appeal is pending before the Sales Tax Appellate Tribunal for the financial year 2005-06 to 2007-08.

- 5) During the current financial year, the Company has taken one property on lease for operating purpose and future minimum lease payments are as under

Not later than one year	36.00	36.00
Later than 1 year and not later than 5 years	12.00	48.00
Lease payments recognized in the Statement of Profit & Loss	36.00	24.00
6) Borrowing costs capitalized	88.29	-
7) Borrowing costs included in Capital Work in progress	43.49	19.08

- 8) The disclosures required under Accounting Standard 15 “Employee Benefits” are as follows:

Defined Contribution Plan:

Contributions to Defined contribution plan, recognized and charged off for the year is as under:

Employer’s contribution to Provident Fund	37.26	28.75
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Defined Benefit Plan:

The employee’s gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

- a. Reconciliation of opening and closing balances of Defined Benefit obligation

Defined benefit obligation at beginning of the year	76.85	67.79
Current service cost	6.15	5.94
Interest Cost	5.76	5.42
Actuarial (gain)/loss	16.26	(5.22)
Benefits paid	(10.82)	(7.52)
Defined benefit obligation at end of the year	94.20	76.85

- b. Reconciliation of opening and closing balances of fair value of plan assets

Fair value of plan assets at beginning of the year	82.32	82.61
Expected return on plan assets	6.86	7.23
Actuarial (gain)/ loss	Nil	Nil
Employer contribution	Nil	Nil
Benefits paid	(10.82)	(7.52)
Fair value of plan assets at year end	78.36	82.32

- c. Reconciliation of fair value of assets and obligations

Fair value of plan assets	78.36	82.32
Present value of obligation	94.20	76.85
Amount recognized in Balance Sheet	15.84	--

d. Expenses during the year

Current service cost	5.76	5.94
Interest cost	6.14	5.42
Expected return on plan assets	(6.86)	7.23
Actuarial (gain)/loss	16.26	(5.22)
Net cost	21.30	12.96

e. Investment details:

L.I.C. Group gratuity policy

f. Actuarial assumptions

Mortality table (L.I.C)	1994-96	1994-96
Discount rate (per annum)	8%	8%
Expected rate of return on plan assets (p.a)	8%	8%
Rate of escalation in salary (p.a)	4%	5%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

9) Related Party Disclosures

- (i) Key Managerial Personnel - Ms. Rajshree Pathy
- (ii) Holding Company - Rajshree Sugars & Chemicals Ltd
- (iii) Fellow Subsidiary - Rajshree Power Pvt Ltd

The following transactions were carried out with the related parties in the ordinary course of business:

Nature of Transaction	Key Management Personnel		Holding Company	
	31.03.2012	31.3.2011	31.03.2012	31.3.2011
Purchase of Assets	--	--	1.13	3.23
Purchase of Stores & Consumables	--	--	4.87	2.32
Sale of Stores & Consumables	--	--	--	--
Interest Paid	--	--	182.39	354.70
Finance				
Loan taken	--	--	2807.60	1357.33
Loan repaid	--	--	4565.40	1758.69
(Payable)/Receivable	--	--	(1505.61)	(3075.03)

- 10) Break up of deferred tax liability/ assets and reconciliation of current year deferred tax charges:

Particulars	Opening balance	Additions / (Reversal)	Closing balance
<b>Deferred tax Assets</b>			
Unabsorbed Depreciation/losses	487.56	(48.16)	439.40
Expenses charged to Profit & Loss account but allowable in Income Tax on payment basis	7.51	-	7.51
<b>Total A</b>	<b>495.07</b>	<b>(48.16)</b>	<b>446.91</b>
<b>Deferred tax Liability</b>			
Tax impact of difference between amount of fixed assets in the financial statements and the Income Tax Return	497.32	48.00	545.32
<b>Total B</b>	<b>497.32</b>	<b>48.00</b>	<b>545.32</b>
Add: MAT Credit C	201.04	-	201.04
<b>Total A-B-C</b>	<b>198.79</b>	<b>(96.16)</b>	<b>102.63</b>

- 11) Earnings/(loss) per Share:

- a) Net Profit/(loss) attributable to Share Holders

(i) before extra-ordinary items	163.40	334.97
(ii) after extra ordinary items	163.40	334.97

- b) Weighted Average No. of Equity Shares. 6737500 6737500

- c) Basic Earnings/(loss) per Share of ₹.10/- each (₹)

(i) Before extra ordinary items	2.43	4.97
(ii) After extra ordinary items	2.43	4.97

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and diluted earnings per share of the Company remain the same.

- 12) Cost of material Consumed

Sugarcane	8951.06	8354.18
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- 13) Raw materials and Stores & spares parts consumed are 100% indigenous.

- 14) CIF value of imports -- --

- 15) Expenditure in Foreign Currency -- --

- 16) Earnings in Foreign Exchange -- --

- 17) Capital and other commitments:

Estimated amount of contracts remaining to be executed on capital account and not provided for	249.95	438.50
Other commitments, if any	--	--

- 18) The Company is engaged in manufacture and sale of sugar, which as per Accounting Standard AS-17 is considered only reportable business segment. The geographical segment is not relevant as there are no exports.
  - 19) In the opinion of Board of Directors, the Current Assets, Loans & Advances have a value on realisation equal to the amounts at which they are stated in the Balance Sheet, in the ordinary course of business.
  - 20) Balances under Current Liabilities and Loans & Advances are subject to the confirmation. However the management does not expect any material revenue impact in this regard.
  - 21) Previous year figures have been regrouped wherever necessary to conform to current year's classification.
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As per our report of even date  
For SRIKISHEN & CO  
Chartered Accountants  
Registration No.004009S

K.MURALI MOHAN  
Membership No.14328  
Auditors, Proprietor

R.VARADARAJAN  
Director

RAJSHREE PATHY  
Managing Director

Place: Coimbatore  
Date : 19<sup>th</sup> May 2012

**TRIDENT SUGARS LIMITED**

Cash Flow Statement for the Year ended	31.03.2012	31.03.2011
		Rs in Lakhs
<b>A. Cash Flow from Operating activities:</b>		
Net Profit before taxation & extraordinary items	259.62	492.18
Adjustment for:		
Depreciation	227.16	213.08
Interest paid	682.72	686.56
Interest received	(1.11)	(0.66)
Operating profit before working capital changes	1,168.39	1,391.17
Adjustments for:		
Trade and other receivables	450.22	(1,033.18)
Inventories	808.08	1,184.47
Trade payables	169.59	1,025.41
Cash generated from Operations	2,596.27	2,567.88
Direct taxes (paid) / Refund	(0.06)	(131.34)
Cashflow before extraordinary items	2,596.22	2,436.54
Extraordinary items	-	-
Net cash from operating activities	2,596.22	2,436.54
<b>B. Cash flow from investing Activities</b>		
Purchase of Fixed Assets	(1,227.03)	(152.08)
Sale of Fixed Assets		-
Interest received	1.11	0.66
Net Cash used in Investing Activities	(1,225.91)	(151.42)
<b>C. Cash Flow from Financing Activities</b>		
Proceeds from / (Repayment of) long term borrowings	1,675.58	(1,535.47)
Proceeds from / (Repayment of) short term borrowings	(2,187.50)	(122.12)
Interest paid	(682.72)	(686.56)
Dividend paid including tax on dividend	-	-
Net Cash from in Financing Activities	(1,194.64)	(2,344.15)
Net Increase / (Decrease) in Cash and Cash Equivalents	175.66	(59.04)
Cash and cash equivalent as at the beginning of the Year	63.11	122.15
Cash and cash equivalent as at the close of the Year	238.77	63.11

As per our report of even date  
For Srikishen & Co.  
Chartered Accountants  
Registration No: 004009S

K Murali Mohan  
Membership No. 14328  
Auditors, Proprietor

R Varadarajan  
Director

Rajshree Pathy  
Managing Director

Place: Coimbatore  
Date: 19th May 2012