



ANIK INDUSTRIES LIMITED

ANNUAL REPORT 2008-09
GROWTH THROUGH SUSTAINABLE DEVELOPMENT



Board of Directors

Mr. Kailash Chandra Shahra	-	Chairman
Mr. Suresh Chandra Shahra	-	Managing Director
Mr. Manish Shahra	-	Executive Director
Mr. Ashok Trivedi	-	Whole Time Director
Mr. Ashok Phadnis	-	Whole Time Director
Mr. P.D.Nagar	-	Director
Mr. Ashok Mehta	-	Director
Mr. Deepakk Goyal	-	Additional Director

Company Secretary
CS Shailesh Kumath

Works:
Dairy Units:

Bankers

Dena Bank
Punjab National Bank
Central Bank of India
Oriental Bank of Commerce
Bank of India
State Bank of Travancore
Allahabad Bank
IDBI Bank Ltd.

1. Vill. Bilawali, Dewas Maksi Road, Dewas (M.P.)
2. Dairy Complex, Kasganj Road, Etah (U.P)
3. Govindpura Industrial Area, Bhopal (M.P.)

Wind Power Units:

1. Village Gorera, Dist. Jaisalmer (Raj.)
2. Village Nagda, Dist. Dewas (M.P.)

Registered Office:
610, Tulsiani Chambers,
Nariman Point, Mumbai-400 021

Auditors

Ashok Khasgiwala & Co.
Chartered Accountants

Administrative & Corporate Office:
2/1, South Tukoganj,
Behind High Court,
Indore- 452 001

Registrar & Share Transfer Agent

Sarthak Global Limited
170/10, Film Colony,
Indore (M.P.) 452 001

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33rd Annual General Meeting will be held at Sunville
Deluxe Pavilion, Sunville Building, 9, Dr. Annie
Besant Road, Worli, Mumbai- 400 018 on Wednesday
the 30th September, 2009 at 4.00 p.m.

NOTICE

NOTICE is hereby given that the **Thirty Third Annual General Meeting** of the Members of Anik Industries Limited will be held at Sunville Deluxe Pavilion, Sunville Building, 9, Dr. Annie Besant Road, Worli, Mumbai- 400 018 on Wednesday, the 30th September, 2009 at 4.00 p.m. to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2009 and the Profit & Loss Account for the year ended 31st March, 2009 together with the Report of the Directors and Auditors thereon.
2. To declare dividend on equity shares of the Company for the year ended 31st March, 2009.
3. To appoint a Director in place of Mr. Ashok Mehta who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

5. Modification in terms & conditions of appointment of Mr. Manish Shahra :

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as an ordinary resolution :-

“RESOLVED THAT in partial modification of the resolution passed at the Annual General Meeting held on 28th December, 2006 and in accordance with the provisions of the Section 198, 269, 309, Schedule XIII and all other applicable provisions, if any, of the Companies Act, 1956, including any statutory modification or re-enactments thereof, for the time being in force, members of the company hereby approves the following:-

- 1) Change in the designation of Mr. Manish Shahra, Executive Director of the Company w.e.f. 1st September, 2009, from Executive Director to Joint Managing Director,
- 2) Increase in remuneration:- Rs.3,00,000/- (Rupees Three Lacs only) per month, exclusive of any allowances and perquisites etc. with an annual increment as may be decided by the Board of Directors / Remuneration Committee from time to time, subject to maximum increment of Rs. 5,00,000/- (Rupees Five Lacs only) per month exclusive of any allowances and perquisites.

For the remainder of the tenure of his term, with liberty to the Board of Directors to alter and vary the terms and conditions including remuneration payable to him in accordance with the provisions of Schedule XIII of the Companies Act, 1956 as the Board of Directors may deem fit and as may be agreed to by Mr. Manish Shahra.

RESOLVED FURTHER THAT the Board of Directors of the Company and/ or any other person authorised by the Board in this regard be and is hereby severally authorised to do all such acts and things as may be necessary, desirable or expedient for giving effect to this resolution.”

6. Appointment of Mr. Deepakk Goyal as Executive Director :

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as an ordinary resolution:-

“RESOLVED THAT pursuant to the provisions of the Section 198, 269, 309 and other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification(s) or re-enactments thereof, for the time being in force) read with Schedule XIII of the Act thereto, consent of the Company be and is hereby accorded to the appointment of Mr. Deepakk Goyal as the Executive Director of the Company for a period of 5 years with effect from 1st September, 2009 on the terms and conditions including remuneration as set out hereunder with the liberty to Board of Directors (hereinafter referred to as 'the Board' which term shall be deemed to include any committee which the Board may constitute to exercise its powers, including the power conferred by this resolution) to alter and vary the terms and conditions of the said appointment and/or remuneration within the parameters of the applicable laws or any amendment thereto:

Tenure : 5 (five) years with effect from 1st September, 2009.

Functions : Shall have powers of management subject to direction, control and superintendence of the Board of Directors.

Remuneration : Subject to overall limit on remuneration payable to all managerial personnel taken together, as laid down in the Companies Act, 1956, read with Schedule XIII thereto, Mr. Deepakk Goyal shall be paid Rs. 3,00,000/- (Rupees Three Lacs only) per month and the above remuneration payable to him shall be exclusive of allowances and perquisites etc. as may be determined by the Board from time to time and may be payable monthly or otherwise provided that the perquisites shall be evaluated as per Income Tax Act and Rules wherever applicable. The remuneration for a part of the year shall be computed on pro-rata basis.

RESOLVED FURTHER THAT wherein a financial year during the currency of his tenure, the Company has no profits or its profits are inadequate the remuneration payable to him shall not exceed the ceiling limit prescribed in Section II of Part II of Schedule XIII to the Companies Act, 1956, for that year, which will be payable to him as minimum remuneration for that year.

Sitting Fees : Shall not be entitled to any sitting fees.

RESOLVED FURTHER THAT the Board be and is hereby authorised to increase or revise the remuneration upto Rs. 5,00,000/- (Rupees Five Lacs only) per month, exclusive of any allowances and perquisites, from time to time during the tenure of said five years AND THAT the said increase or revision shall also be subject to overall limit on remuneration payable to all the then managerial personnel taken together, as laid down in the Companies Act, 1956 read with Schedule XIII thereto.

RESOLVED FURTHER THAT the Board or any other person authorized by the board in this regard, be and is hereby authorized to do all such acts, deeds and things as may be necessary, desirable or expedient for giving effect to this resolution."

7. Amendment in Capital Clause of the Memorandum of Association of the Company :

To consider and if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

"**RESOLVED THAT** pursuant to Section 16, 94 and other applicable provisions, if any, of the Companies Act, 1956 the existing clause V of the Memorandum of Association of the Company as to the Share Capital be and is hereby deleted and in its place the following clause V be substituted :

"V. The Authorised Share Capital of the Company is Rs.50,00,00,000 (Rupees Fifty Crore only) divided into 4,50,00,000 (Four Crore Fifty Lacs) Equity Shares of Rs.10/- each and 5,00,000 (Five Lacs) Non-cumulative Redeemable Preference Shares of Rs.100/- each with power to increase or reduce the said share capital and to issue any part of its capital original or increased, with or without any preference, priority or special privilege or subject to any postponement of right or to any conditions, restrictions and so that unless the conditions of issue shall otherwise expressly declared, every issue of shares whether declared to be preference or otherwise shall be subject to the power hereinafter contained. The rights of the holders of any class of shares for the time being forming part of the capital of the Company may be modified, affected, varied, extended or surrendered either with the consent in writing of the holders of three fourth of the issued shares of the class or with sanction of special resolution of the members of the class provided by the Memorandum of Association or as altered by Special Resolution."

RESOLVED FURTHER THAT the Board of Directors of the Company and/or any other person authorised by the Board in this regard be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, desirable or expedient for giving effect to this resolution and to settle any question, dispute or doubt that may arise in relation thereto."

8. Amendment in Articles of Association of the Company :

To consider and if thought fit, to pass with or without modification(s), the following resolution as a special resolution:

"**RESOLVED THAT** pursuant to Section 31 and other applicable provisions, if any, of the Companies Act, 1956, the existing Article 3 of the Articles of Association of the Company be and is hereby amended to read as follows:

"3. The Authorised Share Capital of the Company is Rs.50,00,00,000 (Rupees Fifty Crore only) divided into 4,50,00,000 (Four Crore Fifty Lacs) Equity Shares of Rs.10/- each and 5,00,000 (Five Lacs) Non-cumulative Redeemable Preference Shares of Rs.100/- each with the rights, privileges and conditions attaching hereto as are provided by the Articles of Association of the Company for the time being with power to increase or reduce the capital and to divide and subdivide the shares into several classes and to attach thereto respectively such preferential, qualified or special rights, privileges or conditions, as may be determined by or in accordance with the Articles of Association of the Company for the time being and to vary, modify or abrogate any such rights, privileges or conditions in such manner as may be permitted by the Companies Act, 1956 or as provided by the Articles of Association of the Company for the time being."

NOTICE

RESOLVED FURTHER THAT the Board of Directors of the Company and/or any other person authorised by the Board in this regard be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, desirable or expedient for giving effect to this resolution and to settle any question, dispute or doubt that may arise in relation thereto." all such acts, deeds, matters and things as may be necessary, desirable or expedient for giving effect to this resolution and to settle any question, dispute or doubt that may arise in relation thereto."

By order of the Board of Directors

Place : Indore
Dated : 3rd September, 2009

(SURESH CHANDRA SHAHRA)
Managing Director

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the company. The instrument appointing a proxy should, however, be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. Register of Members and Share Transfer Books of the Company will remain closed from 28th September, 2009 to 30th September, 2009 (both days inclusive).
3. The Company has already notified closure of register of members and transfer books thereof from, 28th September, 2009 to 30th September, 2009 (both days inclusive) for determining the name of members eligible for dividend, if approved, on equity shares. In respect of shares held in electronic dematerialized form, the dividend will be paid on the basis of particulars of beneficial ownership furnished by the depositories for this purpose.
4. The members holding shares in physical form are requested to intimate to the Registrar and Transfer Agents (R&TA), Sarthak Global Limited, 170/10, Film Colony, R.N.T. Marg, Indore for change of address, if any, at the earliest, quoting their registered folio number, change of address in respect of shares held in demat form is required to be intimated to the concerned Depository Participant.
5. Members are requested to :
 - a. Complete the attendance slip and deliver the same at the entrance of the meeting hall.
 - b. Bring their copies of the Annual Report at the time of attending the Annual General Meeting.
 - c. Send their questions 10 days in advance before the Annual General Meeting about any further information on accounts so as to enable the Company to answer their question satisfactorily.
6. All documents referred to in the accompanying Notice and Explanatory Statements are open for inspection at the Registered Office of the Company on all working days except Saturday between 11.00 a.m. to 1.00 p.m. upto the date of the Annual General Meeting.
7. Members who hold shares in dematerialised form are requested to bring their Client ID and DP ID Nos. for easy identification of attendance at the meeting.

By order of the Board of Directors

Place : Indore
Dated : 3rd September, 2009

(SURESH CHANDRA SHAHRA)
Managing Director

EXPLANATORY STATEMENT UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956.**ITEM NO.5**

Mr. Manish Shahra was re-appointed as Executive Director with effect from 1st July, 2006 for a period of 5 years by the members at their Annual General Meeting held on 28th December, 2006. The Board of Directors holds the view that his expert knowledge and vision has helped the Company to flourish its business. He has made great contribution to the success of the Company. Therefore it is proposed to entrust more authority and responsibility on him by rewarding by means of upgrading his designation from Executive Director to Joint Managing Director and increase his remuneration w.e.f. 1st September, 2009 for remainder of tenure of his term. This modification or change requires the approval of members in General Meeting and therefore the Board recommends this resolution for the approval of members.

So long as he functions, as Executive Director he shall not be paid any sitting fees for attending the meeting of the Board of Directors or Committees thereof from the date of his re-appointment.

The explanatory statement together with the accompanying Notice should be treated as an abstract of the variation of contract of appointment of Executive Director in terms of the provisions of sub-section (2) of Section 302 of the Companies Act, 1956. The Board of Directors recommends the proposed resolution for your approval. None of the Directors of the Company except Mr. Manish Shahra, Mr. Kailash Chandra Shahra and Mr. Suresh Chandra Shahra is concerned or interested in the said resolution.

ITEM NO. 6

Mr. Deepakk Goyal, is a Science Graduate (Electrical Engineer) from University of Rochester, New York and Post Graduate from Indian Institute of Management, Bangalore having more than 15 years of rich experience in diverse industries- Power, Iron & Steel, Insurance, Finance and Natural Resources as a CEO, Leader and an entrepreneur. He has also served to facilitate organization building for International Business in SUN Group, London and Analyze Risk in Deutsche Bank, Global Markets, New York and therefore the Board has decided to appoint him as an Additional Director in their meeting held on 3rd September, 2009 and also recommended his appointment as Executive Director of the Company, subject to the approval of the members in General Meeting, on the terms and conditions as mentioned in resolution.

Appointment of Mr. Deepakk Goyal, as Executive Director of the Company is in accordance with the provisions of Schedule XIII to the Companies Act, 1956, which requires approval of the members of the Company.

The Board of Directors recommends the proposed resolution for your approval.

None of the Directors of the Company is concerned or interested in the said resolution.

ITEM No. 7 & 8

At present, the Authorised Share Capital of the Company is Rs. 50,00,00,000/- (Rupees Fifty Crores only) divided into 3,50,00,000 (Three Crores and Fifty Lacs) Equity Shares of Rs.10/- each and 15,00,000 (Fifteen Lacs) Redeemable Non-Cumulative Preference Shares of Rs.100/- each. The existing issued equity capital is Rs.27,75,34,860/- and the issued preference share capital is Nil.

Looking to the diversified business activities the company is engaged in, there may be requirement of further funds from internal as well as external sources. Therefore, to accomplish the said requirement, equity share capital may be subscribed, however there is no plan to issue preference shares by the company in near future. Therefore, it is necessary to increase the present authorised equity capital to accommodate future planning by Rs. 10,00,00,000/- by reclassification of authorised capital

Section 16 of the Companies Act, 1956 read with the provisions of Section 94 of the said act requires any change in the Memorandum of Association, to be approved by the members of the Company by way of ordinary resolution. For any amendment in Articles of Association of the Company, Section 31 of the said Act requires approval of the members of the Company by way of special resolution. The Board of Directors recommends the members to pass the resolution at item no.7 as an ordinary resolution and resolution at item No.8 as a special resolution.

None of the Directors is concerned or interested in the said resolutions.

By order of the Board of Directors

Place : Indore
Dated : 3rd September, 2009

(SURESH CHANDRA SHAHRA)
Managing Director

DIRECTORS' REPORT

DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting Thirty Third Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2009.

Financial Results

The Performance of the Company for the financial year ended on 31st March, 2009 is summarized below:

(Rs.in Lacs)

Particulars	2008-09	2007-08
Sales and other Income	104246.43	75836.81
Gross Profit	1799.76	4004.03
Depreciation	354.49	263.00
Profit before tax	1445.27	3741.03
Provision for Taxation for the year	400.00	1250.00
Provision for Fringe Benefit Tax	19.00	20.00
Provision for Deferred Taxation for the year	120.70	77.26
Income tax adjustments for earlier years	1.59	67.71
Excess Income Tax Provision for the earlier year	174.82	---
Profit after Taxation	1078.80	2326.06
Balance brought forward from previous year	8419.74	6541.47
Amount Available for Appropriation	9498.54	8867.53
Transfer to General Reserve	26.97	58.15
Proposed Dividend on Equity Shares	166.52	333.04
Tax on Dividend	28.30	56.60
Surplus carried to Balance Sheet	9276.75	8419.74
	9498.54	8867.53

DIVIDEND

Your Directors are pleased to recommend dividend of 6% (Rs 0.60/- per equity share) for the year ended 31st March, 2009 on Equity Share Capital of Rs. 27.75 Cr. involving an outgo of Rs. 166.52 Lacs. Additionally, dividend distribution tax will involve an outlay of Rs. 28.30 Lacs.

OPERATIONS

Achieving turnover of Rs. 1042 Crores with 37% growth as compared to previous year is a remarkable achievement by your company when all global businesses were blowing towards recessionary trend. However due to low profit margin, affected by recession, operating profit of the company is decreased by 55% at Rs. 1799.76 Lacs and net profit stood at Rs. 1078.80 Lacs.

Management of the Company under the direction of your Board of Director is continued in achieving the targets of cutting down in the cost of operations and getting efficiency in this area by using better alternat resources/means.

ANIK INDUSTRIES LIMITED

Regd. Office : 610, Tulsiani Chambers, Nariman Point, Mumbai - 400 021

33rd Annual General Meeting

PROXY FORM

DPI Id.....

Folio No.....

Client Id.....

No. of Shares.....

(Applicable for investors holding shares in electronic form)

I/We.....of

.....In the district of..... being a

Member/Members hereby appoint of in the

district of or failing him

of.....in the district of as my/our proxy to attend and vote for me /

us on my / our behalf at the Annual General Meeting of the Company to be held on Wednesday, the 30th September, 2009 at Sunville Deluxe

Pavilion, Sunville Building, 9, Dr. Annie Besant Road, Worli, Mumbai-400 018 at 4.00 p.m., or at any adjournment thereof.

Signed this day of, 2009

For office use :

Proxy No. : Date of Receipt : No. of Shares : N.B. : The

instrument appointing proxy shall be deposited at the Secretarial Department of the Company not later than 48 hours before the commencement of the meeting.

affix a
Rs. 1
Revenue
Stamp



ANIK INDUSTRIES LIMITED

Regd. Office : 610, Tulsiani Chambers, Nariman Point, Mumbai - 400 021

33rd Annual General Meeting

ATTENDANCE SLIP

DPI Id.....

Folio No.....

Client Id.....

No. of Shares.....

(Applicable for investors holding shares in electronic form)

Name of the Member

No. of Shares held

Name of the Proxy

(to be filled only when a proxy attends the meeting)

I hereby record my presence at the 33rd Annual General Meeting of the Company on Wednesday, the 30th September, 2009 at Sunville Deluxe Pavilion, Sunville Building, 9, Dr. Annie Besant Road, Worli, Mumbai-400 018 at 4.00 p.m.

Signature of Member/ Proxy

*This slip may please be handed over at the entrance of the meeting hall.

BUSINESS EXPANSION & DIVERSIFICATION**Mining Business:**

Looking into the prominent future in metal mineral and natural stone base minerals like iron ore, manganese ore, bauxite, granite, quartz, marble, silica sand, dolomite, limestone stone etc., your company has taken initiatives of diversification in the mining business and very keen in setting up mineral based industries. The results of such initiative has started to come in the form of State and Central Govt. approvals for few mines in the state of M.P., further procedural formalities are in process. However, mining activities needs time to prove its results. It is expected that in due course of time those efforts will be fruitful and will generate lots of revenue for your company.

Real Estate Business

Mahakosh Property Developers a partnership firm where in your company is a partner with 30% stake has launched its integrated township project named 'Active Acres' at Kolkata in 2008 is getting good response from all over side in the form of bookings even in the recession period in real estate is a good sign of your Company's reputation and sustainability which will result in good profits in the years to come.

New Dairy Plant

With great opportunities of exports available in Milk Powder business your company is setting up a Milk Powder Plant at Dewas. The plant will have capacity to produce 30 tons milk powder per day by processing 4 lacs liter milk daily with the total project cost of around Rs. 3000 lacs. The commercial production from the said plant is expected to start from December 2009.

Newly established Milk processing plant at Bhopal is successfully running and catering daily needs of pasteurized milk of Bhopal city with increasing demand.

FOREIGN EXCHANGE EARNINGS

Your company remains committed to enlarge foreign exchange earnings. During the year under review, your company's earnings from export of goods on FOB basis was Rs. 2656.31 lacs earned through export of SMP, Soyabean meal and Sesame Seed.

Company is targeting other countries for additional dairy products and agri-commodities on opportunity basis to increase its foreign earnings.

PUBLIC DEPOSITS

The Company has not accepted any deposits from the public during the year under review.

INSURANCE

All properties and insurable interests of the Company including Building and Plant & Machinery have been adequately insured.

PARTICULARS OF EMPLOYEES

Statement of particulars of employees as required by the provisions of section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended and forming part of the Directors Report is annexed herewith as Annexure 'A'.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Information as per section 217(1)(e) read with Companies (Disclosures of Particulars in the report of Board of Directors) Rules, 1988 are given in the Annexure 'B' forming part of this Report.

HUMAN RESOURCE & INDUSTRIAL RELATIONS

Industrial relations were harmonious throughout the year. The Board wishes to place on record their sincere appreciation to the co-operation extended by all employees in maintaining cordial relations.

SEBI REGULATION AND LISTING FEES

Since SEBI has stipulated electronic filing of Annual Report, Corporate Governance Report, Share holding pattern, etc on website www.sebidifar.nic.in statements of your company can also be accessed at this website.

The Annual Listing Fees for the year under review has been paid to The Bombay Stock Exchange Ltd., Mumbai (BSE) and The National Stock Exchange of India Ltd. Mumbai (NSE) where your company's shares are listed.

DIRECTORS' REPORT

CORPORATE GOVERNANCE

Pursuant to clause 49 of the Listing Agreements with the Stock Exchanges, a Management Discussion and Analysis, Corporate Governance Report and Auditors' certificate regarding compliance of conditions of Corporate Governance are made a part of the Annual Report.

DIRECTOR'S RESPONSIBILITY STATEMENT

The Company is in compliance with various accounting and financial reporting requirements in respect of the financial statement for the period under review. Pursuant to section 217(2AA) of the Companies Act, 1956, and in respect of the annual accounts for the period under review, the Director hereby confirms that;

- a. In the preparation of the annual accounts, the applicable accounting standards had been followed;
- b. Appropriate accounting policies have been selected and applied 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 or loss of the Company for that period;
- c. Proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities have been taken to the best of their knowledge and ability;
- d. The annual accounts have been prepared on a "going concern basis".

DIRECTORS

Shri Ashok Mehta, Director of the Company retires by rotation in accordance with the provisions of the Articles of Association of the Company and being eligible offer himself for reappointment.

AUDITORS & AUDITORS REPORT

The Auditors M/s. Ashok Khasgiwala & Co., Chartered Accountants, retire at the forthcoming Annual General Meeting and are eligible for re-appointment. The notes referred to by the Auditors in their Report are self explanatory and hence do not require any explanation.

ACKNOWLEDGEMENTS

The Directors wish to convey their appreciation to all of the Company's employees for their enormous personal efforts as well as their collective contribution during the year. The Directors would also like to thank the shareholders, customers, suppliers, bankers, financial institutions and all other business associates for their continues support given by them to the Company and their confidence in the management.

For and on behalf of the Board of Directors

Dated : 3rd September, 2009

Place : Indore

(KAILASH CHANDRA SHAHRA)

Chairman

ANNEXURE 'A' TO THE DIRECTORS' REPORT

Statement of particulars of employees as required by the provisions of section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975 as amended, and forming part of the Director's Report for the year 2008-09.

Name	Designation	Qualification	Experience	Date of Joining	Remuneration (in Rs.)	Age (yrs.)	Last Employment
Mr. Suresh Chandra Shahra	Managing Director	B.E.	44 years	26.07.93	24,09,360	65	N.A.

Notes:

1. Nature of employment is contractual. Other terms & conditions are as per the Company's rules.
2. Mr. Suresh Chandra Shahra is related to Mr. Kailash Chandra Shahra, Chairman and Mr. Manish Shahra, Executive Director of the Company.
3. Remuneration received includes salary, contribution to provident fund, gratuity fund and other perquisites evaluated in accordance with the Income Tax rules as applicable.

ANNEXURE 'B' TO DIRECTORS' REPORT

Information as per section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Director's) Rules, 1988 and forming part of the Directors Report for the year ended 31st March, 2009.

Particulars	Current Year 2008-09	Previous Year 2007-08
1 CONSERVATION OF ENERGY		
A Power & Fuel Consumption		
1 Electricity		
(a) Units Purchased	6423957	5972058
Total Amount (Rs.)	27646634	23241437
Rate/ Unit (Rs.)	4.30	3.89
(b) Own Generation		
Units Produced	327977	1020545
Total Amount (Rs)	10957941	10667500
Rate/ Unit (Rs.)	12.10	10.45
2 Coal		
Quantity(in MT)	4576	3997
Total Cost(Rs.)	19173468	15820325
Average Rate per MT (Rs.)	4189.76	3958.03
3 Furnace Oil/ SKO/ Diesel		
Quantity in Ltrs	---	187942
Total Cost (Rs.)	---	4000538
Rate Per Ltrs (Rs.)	---	21.29
4 Other (Husk, Saw Dust, etc.)		
Quantity (Tons)	6145	6283
Total Amount(Rs.)	16935057	15095561
Average Cost(Rs.)	2755.89	2402.47
B Consumption per unit of production		
Electricity (Unit)	147.56	134.75
Furnace Oil (Ltrs.)	---	3.62
Coal (MT)	0.10	0.08
Other (Husk, Saw Dust, etc.)	0.13	0.12

2 TECHNOLOGY ABSORPTION

The Company is keeping pace with the developments in the Milk Processing and other dairy products and adopting its plant in lines with these developments

3 FOREIGN EXCHANGE EARNING AND OUTGO

During the year under review, the foreign exchange outgo was Rs. 38205.54 Lacs (Prev. Yr. Rs. 30387.38 Lacs) and the foreign exchange earning on exports was Rs. 2656.31 lacs (Prev. Yr. Rs. 2887.18 Lacs).

For and on behalf of the Board of Director

Dated : 3rd September, 2009

Place : Indore

(KAILASH CHANDRA SHAHRA)

Chairman

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A. Industry Structure and Developments

India, one of the fastest growing consumers markets in the world with its huge population & powerful purchasing power, can be seen as rising star of world economy. Maintaining 6.7% economic growth in 2008-09 among great recessionary trends is an achievement and shows profundity of Indian Economy.

Your company is primarily engaged in the business of processing of milk & milk products, trading of agri-commodities & coal and wind power generation. India now has indisputably the world's biggest dairy industry, at least in terms of milk production; last year India produced close to 105 million tonnes of milk which is 15% of the total milk production of the world. India where consumption of dairy products is rapidly increasing having great business opportunities in dairy sector.

The Indian wind energy sector has an installed capacity of 10,464.00 MW. In terms of wind power installed capacity, India is ranked 5th in the World. Today India is a major player in the global wind energy market.

The potential is far from exhausted. It is estimated that with the current level of technology, the 'on-shore' potential for utilization of wind energy for electricity generation is of the order of 65,000 MW. The unexploited resource availability has the potential to sustain the growth of wind energy sector in India in the years to come.

B. Opportunities & Threats

a. Dairy Business

In India where milk is treated as powerhouse of natural nutrients containing all the essential, vitamins, proteins, minerals which are necessary to sustain a healthy mind and body has become the biggest consumer of dairy products. It offers great opportunities to entrepreneurs worldwide, who wish to capitalize on one of the world's largest and fastest growing markets for milk and milk products. The Indian dairy industry is rapidly growing, trying to keep pace with the galloping progress around the world. Annual growth rate is of more than 5% in this sector. It is estimated that by 2012, the total consumption of milk and milk products will be double than existing. In India potential is there for expansion in smaller towns. Presently, about 1.15 lakh village level co-operative societies spread over the country form part of the National Milk Grid.

Despite the achievements, India's dairy industry is relatively inefficient and large no. of unproductive animals, with yields per cow less than one-fifth those of foreign producers which are knocking the doors of Indian dairy market will soon have access to India under WTO regime. Moreover, much of India's milk products are of relatively poor quality, a consequence of poor animal health, a polluted and unclean environment, and manual handling delays. The resulting poor quality prohibits Indian milk products from being exported. Indian dairy industry feels the heat of cheap imports. Technological upgradation with aim to provide nutrition, health and high quality are key factors for success in dairy business. In years to come greater demand for unadulterated pasteurized liquid milk in poly pouches, high quality nutrition products will be the thrust area for growth.

Company is at present exporting SMP to different countries while the prospects of exporting WMP, Soya Protein Isolate and Concentrate and Casein is very bright. In European countries demand for these products at better rate is available. Export prospects of these products will help company to get noted in other countries.

b. Wind Power

In power generation India has become as the new "Wind Superpower". Company's two wind power projects at Nagda Hills, Dewas (MP) and Jaisalmer (Raj) are successfully generating energy and has shown the ability of the Company to diversify in non-conventional energy sector. In financial year 2008-09 Nagda Hills, Dewas Unit generated 1889419 electricity units while Jaisalmer Unit generated 847380 electricity units.

c. Others

The insufficient & unfavorable monsoon, the current year has seen rapid increase in rates of agri-commodities and raw milk and other inputs. In recession period which is spread over the entire world, the company tried its best to keep pace with past performance of previous years and very much succeeded in the same. Company's core competence remained in import-export operations and vast experience in agri-industry. The company proposes to continue to recognize the full potential in coal and agro commodities in coming period.

The future performance of your company would depend to a large extent on its ability to successfully run its existing and forthcoming plants, introduction and market of dairy products and other commodities in opportunity basis. We are hopeful that through the combination of market developments and expansion activity, there will be healthy growth over the next few years.

Your Company has already taken initiatives to enter in the mining business and gradually started trading of major minerals as well as efforts are continuing one to get major areas of manganese and iron ore under mining lease approved in its favour.

Real Estate business is being carried out under M/s. Mahakosh Property Developers wherein the company is a major partner under which an integrated township project has been launched at Kolkata on total land of 17 acres with total construction area of approx. 20 lacs sq. ft. Success in the said project will lead the Company to enter in real estate business directly. Your company is also having keen interest in entering into venture with the other real estate company to take its major hold

C. Segment-wise or product-wise performance

Your company has identified three business segments in line with the accounting standard on segment reporting. These are:

- Dairy Products - Milk, Ghee, Milk Powder and other Dairy products.
- Wind Power - Wind Power Generation
- Others - Trading of Coal, Agri commodities, edible oils etc.

The segment wise performance in detail is given in Schedule 20, note 13 to the audited accounts of the company as available in this annual report.

D. Outlook

With increasing demand of dairy products, the Company has successfully set up a milk processing unit at Bhopal and in addition to that a milk powder plant is being installed at existing Dewas plant, whereby total milk processing capacity will reach to 10 lacs liter milk per day. During the year under review your company has successfully entered in states of Central and Western India and products of the Company are welcomed in these market. Endeavors are continuing to enter into remaining parts of Central & Western India and Southern parts of India also. The Company has started concentrating more on hygienic consumer packaged products instead of bulk and hopeful that this will further strengthen position in the market.

Further, the Wind Power Projects of the Company are generating electricity satisfactorily. Electricity produced in Rajasthan Plant is being sold to Rajasthan Electricity Board (RSEB) while in Madhya Pradesh we have captive consumption in our plant and remaining electricity is sold to Madhya Pradesh Electricity Board. We see ecological power generation as the sunrise industry of tomorrow and have positioned ourselves to save the nature and to reap the reward for our stakeholders.

With our strong focus on core business activities and our competitive position, better performance is expected in the years to come.

E. Risk and concerns

The major risk and concerns attributed to the performance of the company are:

- a. The company is exposed to risks from market fluctuation of foreign exchange. Hence the erratic movement in foreign exchange rates and international prices of dairy products may influence the performance of the company. Change in duty structure may affect adversely.
- b. Increase in input costs, change in tax structure, change in interest rates, changes in govt. policies/ laws of land, development and stability of Indian economy against the negative external and internal forces may also impact the overall performance of the company.
- c. Profitability may be affected on account of competition from existing and prospective manufacturers of the company's products.
- d. Dairy business basically based on monsoon. Unfavourable monsoon may affect the milk availability and Company may not get milk upto installed capacity and demand.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

F. Internal control system and their adequacy

Your company has good and effective internal control system for its various units in respect of efficiency of operations, financial reporting, proper recording and safeguarding of assets, compliance with applicable laws and regulations, etc.

The adequacy of the same has been reported by the statutory auditors of your company in their report as required under the Companies (Auditors Report) Order, 2003 (as amended).

G. Financials

	(Rs. in Lacs)	
Balance Sheet	As at 31.03.09	As at 31.03.08
1. Share Capital	2775.35	2775.35
2. Reserves and Surplus	16886.46	16002.47
3. Loans (Secured & Unsecured)	13816.51	18531.39
4. Deferred Taxation(Net)	740.66	619.96
5. Net Fixed Assets	9979.48	9280.65
6. Net Current Assets	21860.80	25872.46

	(Rs.in Lacs)	
Profit & Loss Account	As at 31.03.09	As at 31.03.08
1. Sales	101043.51	72898.40
2. Other Income	3202.92	2938.41
3. Profit Before Interest, Depreciation & Tax	3948.44	5566.06
4. Net Profit After Tax	1078.80	2326.06
5. Earning Per Share	3.89	8.38

H. Material development in Human Resources / Industrial Relations front

Your company considers the quality of its human resources to be most important asset and constantly endeavors to attract and recruit best possible talent. The number of people employed during the year was 266.

The industrial relations of the company continue to remain harmonious and cordial with focus on improving productivity and quality.

I. Cautionary Statement

Statements in this Management Discussion and Analysis describing the company's objectives, projections, estimates and expectations may constitute " forward looking statements" within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

REPORT ON CORPORATE GOVERNANCE**COMPANY'S PHILOSOPHY**

The Company believes in attaining the highest level of transparency, accountability, fairness and professionalism towards its stakeholders including shareholders, employees, customers, the government, lenders and the society at large and to maximize returns to shareholders through creation of wealth on sustainable basis.

In order to ensure objectives of good corporate governance, your Company complies with the stipulations laid down in the guidelines on the Corporate Governance as specified in clause 49 of the Listing Agreement executed with the Stock Exchanges.

1. BOARD COMPOSITION

The Company's policy is to maintain optimum combination of Executive and Non-Executive Directors. The Non-Executive Directors with their diverse knowledge, experience and expertise bring in their independent judgment in the deliberations and decisions of the Board.

The company has a Non-Executive Chairman and the number of Independent Directors is one-third of the total number of Directors, however the number of Non-Executive Directors has gone below 50% of the total number of Directors which will be adjusted by appointment of new professional Non-Executive directors.

None of the Directors on the Board is a member on more than 10 Committees and Chairman of more than 5 Committees (as specified in clause 49 of the Listing Agreement), across all the Companies in which he is a Director.

A) ATTENDANCE AND COMPOSITION OF THE BOARD

Name of the Director	Category*	Attendance		No. of directorship/committee positions held in other public limited companies			No. of Shares held by NED in
		Board	Last AGM	Directorship	Committee Chairmanship	Committee Membership	Anik Ind. Ltd. as on 31.03.09
Mr. Kailash Chandra Shahra	PD & NED	2	Yes	5	1	2	20,100
Mr. Suresh Chandra Shahra	PD & ED	6	No	2	---	---	N.A
Mr. Manish Shahra	PD & ED	5	Yes	3	---	---	N.A
Mr. Ashok Trivedi	ED	2	Yes	---	---	---	N.A
Mr. P. D. Nagar	ID & NED	3	No	5	1	2	200
Mr. Rakesh Khandelwal	ID & NED	2	No	---	---	---	Nil
Mr. Ashok Mehta	ID	1	No	3	---	---	Nil
Mr. Ashok Phadnis	ED	4	No	---	---	---	Nil

* PD - Promoter Director NED - Non- Executive Director
ED - Executive Director ID - Independent Director

B) BOARD PROCEDURE

During the financial year 2008-09, the Board of Directors met on the following dates: 4th April, 2008, 30th April, 2008, 31st July, 2008, 3rd September, 2008, 31st October, 2008 and 31st January, 2009. The gap between any two meetings did not exceed three months, as mentioned in clause 49 of the listing agreement. The dates of the meeting were generally decided in advance. Key information is placed before Board of Directors to appraise corporate governance.

C) DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT

Shri Ashok Mehta retires by rotation and being eligible offer himself for re-appointment.

Shri Ashok Mehta, aged 52 years is a Fellow Member of Institute of Company Secretaries of India. His area of specialization include Corporate Laws including monopolies laws, exchange control laws and securities regulations. He is also on the Board of Madhya Pradesh Stock Exchange Ltd., Hod Laboratories Ltd., Brahma Interactive Ltd. and D & H Secheron Electrodes Pvt. Ltd.

2. BOARD COMMITTEES

Presently the Board has two Committees, Audit Committee and Investor Grievances/ Share Transfer Committee. Members of Audit Committee consist of two non-executive directors & one executive director while investor grievances / share transfer committee consist of two executive directors and one non-executive director.

A. AUDIT COMMITTEE

To adhere to the principal of transparent governance, a qualified and independent audit committee has been constituted.

a) Members of Committee:

Shri P.D. Nagar	Chairman
Shri Kailash Chandra Shahra	Member (Retired from 31st July,08)
Shri Ashok Phadnis	Member (Appointed from 31st July,08)
Shri Rakesh Khandelwal	Member

The Company Secretary is the secretary of the committee. SVP Finance is the permanent invitee to the audit committee.

b) Audit committee comprises Executive and Non-Executive Directors as a member.

c) Attendance at the audit committee meeting:

The committee met five times during the year and quorum was present for every meeting.

d) Dates of the Audit committee meetings held:

30th April, 2008, 31st July, 2008, 3rd September, 2008, 31st October, 2008 and 31st January, 2009. Shri Kailash Chandra Shahra has attended two meetings, Shri Ashok Phadnis has attended four meetings, Shri Rakesh Khandelwal has attended two meeting and Shri P.D. Nagar has attended three meetings.

e) Brief terms of reference:

- I. Oversight of company's financial reporting process.
- II. Recommendation of appointment of external auditors and their remuneration.
- III. Review of quarterly, half yearly and annual financial statements.
- IV. Review of internal control system, and internal audit function.
- V. Management discussion and analysis of financial condition and results of operation.
- VI. Significant related party transactions.

B. SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE

The shareholders/investors' grievance committee has been constituted for redressal of investors complaint/grievances. The committee's primary responsibility is to implement a smooth share transfer process, minimize shareholders / investor grievance and to strengthen investors relation.

a) Members of Committee:

Shri Rakesh Khandelwal	Chairman (Appointed from 31 st July, 2008)
Shri P.D. Nagar	Chairman (Resigned from 31 st July, 2008))
Shri Manish Shahra	Member
Shri Ashok Trivedi	Member

b) Name and designation of compliance officer: Shri Shailesh Kumath, Company Secretary.

c) Status of share transfers as on 31.03.2009: All valid share transfers received during the year 2008-09 have been acted upon by the registrar of the company. As on 31st March, 2009 there were 100 shares pending for transfers.

d) Details of investors grievances for the year 2008-09:

Nature of Complaint	2008 - 09		2007 - 08	
	Received	Pending	Received	Pending
Non-receipt of share certificate	08	---	10	---
Non-receipt of Annual Report	11	---	16	---
SEBI / Stock Exchange	00	---	04	---
Dematerialization Complaint	03	---	02	---
Non-receipt of Dividend	19	---	45	---
Miscellaneous / Others	01	---	04	---
Total	42	---	81	---

3. DETAILS OF REMUNERATION TO DIRECTORS

A. Remuneration to Executive Director

The terms of remuneration of Executive Directors has been fixed by Board of Directors and approved by shareholders. The particulars of remuneration of Executive Directors during the financial year 2008- 2009 are as under :

Particulars	Suresh Chandra Shahra (Managing Director)	Manish Shahra (Executive Director)	Ashok Trivedi (Whole Time Director)	Ashok Phadnis (Whole Time Director)
Salary, Bonus & Allowances	2400000	1218191	545554	971040
Gratuity, PF & others	9360	14729	73269	75198
Total	2409360	1232920	618823	1046238

B. Remuneration to Non-Executive Directors

As approved by the Board of Directors in accordance with the Articles of Association of the company, the Non-Executive Directors are paid a sitting fees for every meeting of the board and/or committee attended by them. No commission was paid or payable to the Non-Executive Directors during the financial year 2008-09.

The sitting fees paid to all the Non-Executive Directors for attending each meeting of Board and / or committee thereof for the year ended 31.03.2009 is as follows :- Shri Kailash Chandra Shahra – Rs. 2000/-, Shri P.D. Nagar – Rs. 3500/-, Shri Rakesh Khandelwal – Rs. 2500/- and Shri Ashok Mehta – Rs. 500/-.

4. GENERAL MEETINGS

A. ANNUAL GENERAL MEETING

The details of date, time, location and special resolutions passed at the Annual General Meeting (AGM) held during last 3 years are as under:

Date	Venue	Time	Special Resolutions Passed
28.12.2006	Sunville Deluxe Pavilion, Sunville Building, 9, Dr. Annie Besant Road, Worli, Mumbai-400 018	1.00 p.m.	Special Resolution passed for alteration in the Articles of Association of Company under Section 31 of the Company Act, 1956. Special Resolution were put to vote by show of hands and were passed with the requisite majority.
29.09.2007	Sunville Deluxe Pavilion, Sunville Building, 9, Dr. Annie Besant Road, Worli, Mumbai-400 018	11.00 a.m.	No Special Resolution passed
30.09.2008	Sunville Deluxe Pavilion, Sunville Building, 9, Dr. Annie Besant Road, Worli, Mumbai-400 018	2.00 p.m.	No Special Resolution passed

5. SECRETARIAL AUDIT

A qualified practicing Company Secretary carried out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total Issued and Listed Capital. The audit confirms that the total Issued/ Paid-up Capital is in agreement with the total number of shares in physical forms and the total number of dematerialized shares held with NSDL and CDSL.

6. DISCLOSURES

The company did not have any related party transactions, which may have potential conflict with its interest at large.

The company has complied with the requirements of the regulatory authorities on capital markets and no penalties/ strictures have been imposed against it in the last three years.

The Company has complied with mandatory requirements of clause 49 of the Listing Agreement.

The Company does not have a Whistle Blower policy.

7. MEANS OF COMMUNICATIONS

The quarterly financial results for the financial year 2008-09 were published in the newspapers namely Free Press Journal & Navshakti (both Mumbai edition). The company has a website namely www.ruchigroup.com/anik for display of its results.

Information relating to the shareholding pattern and financial results is also displayed on SEBI's EDIFAR website.

8. THE MANAGEMENT DISCUSSION AND ANALYSIS REPORT FORMS PART OF ANNUAL REPORT.**9. CODE OF CONDUCT**

The Board of Directors has received certificate issued by the Managing Director envisaged in clause 49(V) of the listing agreement.

10. GENERAL SHAREHOLDERS INFORMATION

- | | |
|---|--|
| A. Date, time and venue of the Annual General Meeting | 30 th September, 2009 at 4.00 p.m.
Sunville Deluxe Pavilion, Sunville Building,
9, Dr. Annie Besant Road, Worli, Mumbai-400 018 |
| B. Financial calendar 2009-10 | Financial Reporting for Quarter ending
June 30, 2009 - July 2009
September 30, 2009 - October, 2009
December 31, 2009 - January, 2010
March 31, 2010 - April, 2010 |
| C. Date of book closure | 28 th September to 30 th September, 2009 (both days inclusive) |
| D. Dividend payment date | Within 30 days from the date of AGM |
| E. Listing on stock exchange | 1. Bombay Stock Exchange Ltd.
Phiroze Jee Jee Bhoy Towers, Dalal Street, Mumbai- 400 001
2. The National Stock Exchange of India Ltd.
"Exchange Plaza" Bandra Kurla Complex, Bandra (E), Mumbai-400 051 |
| F. Listing fees | Paid to Bombay Stock Exchange Ltd. and
National Stock Exchange of India Ltd. for the financial year 2008-09. |
| G. Electronic connectivity | National Security Depository Ltd. &
Central Depository Services (India) Ltd. |
| H. ISIN No. at NSDL / CDSL | INE 087 B01017 |
| I. Registered office | 610, Tulsiani Chambers, Nariman Point, Mumbai - 400 021 INDIA
Tel. No.: +91 22 22824851, 53, 57, 59, 63 Fax No.: +91 22 22042865
Email : anik@ruchigroup.com URL : www.ruchigroup.com/anik |
| J. Corporate office | 2/1, South Tukoganj, Behind High Court, Indore (M.P.) - 452 001 INDIA
Tel. No.: +91 0731 4018009-10 Fax No.: +91 0731 2513285 |

K. Plant location

Dairy Units

1. Village Bilawali, Dist. Dewas (M.P.)
2. Dairy Complex, Kasganj Road, Etah - 270001(U.P.)
3. Govindpura Industrial Area, Bhopal (M.P.)

Wind Power Units

1. Village Gorera, Dist. Jaisalmer(Raj.)
2. Village Nagda, Dist. Dewas (M.P.)

L. Company's code /symbol /series on stock exchange

Bombay Stock Exchange Ltd. : 519383
National Stock Exchange of India Ltd. : ANIKINDS

M. Market price data

The monthly high & low share prices of the company traded at Bombay Stock Exchange Ltd., Mumbai and The National Stock Exchange Ltd. Mumbai from 1st April 2008 to 31st March 2009 are given below:

Month Price (Rs.)	Bombay Stock Exchange Ltd.		National Stock Exchange of India Ltd.	
	Month High Price (Rs.)	Month Low Price (Rs.)	Month High Price (Rs.)	Month Low
Apr-08	58.85	39.05	---	---
May-08	60.60	45.75	58.40	46.80
Jun-08	50.90	38.15	51.75	42.75
Jul-08	41.40	34.85	42.00	34.20
Aug-08	46.10	38.00	46.90	39.00
Sep-08	44.30	34.75	44.00	34.50
Oct-08	39.40	21.80	38.00	24.30
Nov-08	26.65	15.00	27.20	14.10
Dec-08	30.00	17.75	30.40	18.00
Jan-09	31.20	19.05	30.15	18.60
Feb-09	22.50	16.95	23.75	16.00
Mar -09	20.60	13.50	19.95	15.05

N. Investors correspondence may be addressed to :

Mr. Shailesh Kumath
Company Secretary and Compliance Officer
Anik Industries Limited
2/1, South Tukoganj, Behind High Court, Indore (M.P.) - 452001 INDIA
Tel. No.: +91 0731 4018009,10 Fax No.: +91 0731 2513285
Email : shailesh_kumath@ruchigroup.com

O. Communication regarding share transfer in physical/electronic form and other related correspondence

Sarthak Global Limited
Registrar & Share Transfer Agent
Unit : Anik Industries Limited
170/10, R.N.T. Marg, Film Colony, Indore (M.P.).
Tel: + 91 0731 2523545, 4279626 Fax: + 91 0731 2526388
Email : secmak@sarthakglobal.com

P. Dematerialization of shares and liquidity

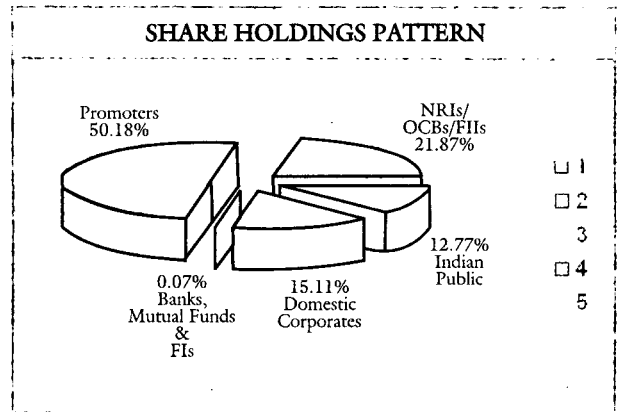
The Company's shares are traded compulsorily in demat mode under ISIN code INE 087 B01017. The National Securities Depository Limited (NSDL) and the Central Depository Services Ltd. (CDSL) are the depositories holding Company's share in demat mode. As on 31st March, 2009 out of 2,77,53,486 equity shares of Rs.10/- each, 83,47,554 equity shares which is 30.08% of total equity are now held in electronic form.

Q. Share transfer system

The Registrar & Share Transfer Agent M/s. Sarthak Global Ltd. deals with share transfer both in physical and dematerialized mode. The dematerialized (demat) shares are transferable through the depository system. Shares in physical form are processed by the Registrar & Share Transfer Agent and approved by the Share Transfer Committee of Directors of the company. Transfers of physical shares is made within the time stipulated by stock exchange.

R. Distribution of equity shareholding and its pattern as on 31st March, 2009

Distribution of Equity Shareholding 31.03.2009			
Share Class	No. of Holders	No. of shares held	Shareholding %
Up to 500	15474	1931059	6.96
501-1000	392	333296	1.20
1001-2000	195	310144	1.12
2001-3000	67	169713	0.61
3001-4000	31	116856	0.42
4001-5000	26	124218	0.45
5001-10000	53	381709	1.38
Above 10001	95	24386491	87.87
Total	16333	27753486	100.00



Declaration

The Board members & senior management personnel have affirmed compliance with the code of conduct for the directors & senior management for the year ended 31st March, 2009

Date : Indore
Place : 3rd September, 2009

Suresh Chandra Shahra
Managing Director

To the Members of

ANIK INDUSTRIES LIMITED

We have examined the compliance of conditions of corporate governance by Anik Industries Limited for the year ended 31st March, 2009 as stipulated in clause 49 of the listing agreement of the said company with the stock exchange.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementations thereof adopted by the company for ensuring compliance of the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the directors and the management, we certify that the company has complied with the conditions of corporate governance as stipulated in clause 49 of the above mentioned listing agreement.

We further state that such compliance is neither an assurance as to the further viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.

For **ASHOK KHASGIWALA & CO.**
Chartered Accountants

CA AVINASH BAXI
Partner

Place : Indore
Dated : 3rd September, 2009

Membership No.79722

AUDITORS' REPORT

To the members of
Anik Industries Limited

1. We have audited the attached Balance Sheet of Anik Industries Limited, as at 31st March, 2009, the Profit & Loss Account and also 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 misstatement. 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 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 Central 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 paragraph 4 and 5 of the said Order.
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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us ;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in section 211(3C) of the Companies Act, 1956;
 - e) On the basis of written representations received from the directors as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) Section 274 of the Companies Act, 1956;
 - f) In our opinion and to the best of our information and according to the explanations given to us, said accounts read with the notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India ;
 - i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2009 ;
 - ii) in the case of the Profit and Loss Account, 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 **ASHOK KHASGIWALA & CO.**
Chartered Accountants

CA AVINASH BAXI

Partner

Membership No.79722

Place : Indore

Dated : 3rd September, 2009

ANNEXURE TO AUDITORS' REPORT

Referred to in paragraph 3 of our report of even date

- I) In respect of its Fixed Assets:
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. The Fixed Assets have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its fixed assets. As informed, no material discrepancies were noticed on such verification.
 - c. During the year, the company has not disposed off a substantial part of fixed assets and we are of the opinion that the going concern status of the company is not affected.
- II) In respect of Inventories:
 - a. The management has conducted physical verification of inventory at reasonable intervals during the year.
 - b. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company is maintaining proper records of inventory. As explained to us there were no material discrepancies noticed on physical verification of inventory as compared to the book records.
- III)
 - a. According to the information and explanations given to us, the company has not granted any loan secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Hence the provisions of clauses iii(b),iii(c)and iii(d) of the Order are not applicable to the company.
 - b. According to the information and explanations given to us, the company has not taken any loan secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Hence the provisions of clauses iii(f) and iii(g) of the Order are not applicable to the company.
- 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 purchases of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any major weakness in internal control system in respect of these areas.
- V)
 - a. According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements that need to be entered into the register maintained under 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, the transactions made in pursuance of such contracts or arrangements and aggregating the value of the rupees five lakhs in respect of each party during the year, have been made at prices which are reasonable having regard to prevailing market prices as available with the company or prices at which transactions, if any, for similar goods have been made with other parties at the relevant time.
- VI) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from public to which the provisions of section 58A, 58AA or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 1975 apply.
- VII) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- VIII) We have broadly reviewed the books of accounts and records in respect of manufacture of milk products maintained by the company pursuant to the rules made by the Central Government of India for the maintenance of cost records under section 209(1)(d) of the Companies Act 1956. We are of the opinion that prima facie the prescribed accounts and records have been maintained. However, we have not made a detailed examination of such accounts and records with a view to determine whether they are accurate or complete.
- IX)
 - a. According to the information and explanations given to us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues as applicable to it. There were no statutory dues in arrears as at 31st March, 2009 for a period of more than six months from the date it became payable except professional tax of Rs.1538/- is outstanding for more than six months, which has since been paid.
 - b. According to the information and explanations given to us, particulars of dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited with appropriate authorities on account of any dispute are given below:

Name of the Statute	Nature of the disputed dues	Amount Involved	Period to which the amt. relates	Forum where dispute it pending
The Income Tax Act, 1961	Income Tax	63378	1999-00	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	809115	2000-01	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	827741	2001-02	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	2595666	2002-03	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	8945054	2003-04	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	8259905	2004-05	Income Tax Appellate Tribunal
The Income Tax Act, 1961	Income Tax	0	2000-01	Income Tax Appellate Tribunal
The Income Tax Act, 1961	Income Tax	194928	2004-05	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	0	2003-04	Commissioner of Income Tax (Appeals)
Central Excise & Service Tax	Excise Duty	5600554	2002-03 to 2004-05	Central Excise and Service Tax Appellate Tribunal
The Sales Tax Act	Sales Tax	57173950	2001-02	Dy. Commissioner of Sales Tax (Appeals)

- X) The company has no accumulated losses as at 31st March, 2009 and it has not incurred any cash losses during the financial year covered by our audit and 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 a financial institution and bank.
- XII) According to the information and explanations 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.
- XIII) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- XIV) The Company has no dealing in or trading in shares, securities, debentures and other investments. Therefore, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- XV) According to the information and explanations given to us and the representations made by the management, we are of the opinion that the terms and conditions of the guarantee given to banks for and on behalf of loan taken by others are not prejudicial to the interest of the company.
- XVI) In our opinion and as per information and explanation given to us the term loans raised during the year have been applied for the purpose it was raised.
- XVII) According to the information and explanations given to us and on an overall examination of the balance sheet of the company and after placing reliance on the reasonable assumptions made by the Company for classification of long term and short term usage of funds we are of the opinion that, prima-facie, no funds raised on short term basis have been utilized for long term investment.
- XVIII) During the year the company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Act.
- XIX) According to the information and explanations given to us, the company has not issued any debentures during the year.
- XX) The company has not raised any money by public issues during the year.
- XXI) During the course of our examination of the books of account and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have not come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For ASHOK KHASGIWALA & CO.
Chartered Accountants

CA AVINASH BAXI

Partner

Membership No.79722

Place : Indore

Dated : 3rd September, 2009

BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	Rupees	As At 31.03.2009 Rupees	As At 31.03.2008 Rupees
I. SOURCES OF FUNDS :				
1. Shareholders' Funds				
a) Share Capital	1	27,75,34,860		27,75,34,860
b) Reserves and Surplus	2	<u>1,68,86,45,533</u>	1,96,61,80,393	<u>1,60,02,46,924</u>
				1,87,77,81,784
2. Loan Funds				
a) Secured Loans	3	1,14,07,88,181		64,00,78,354
b) Unsecured Loans	4	<u>24,08,63,318</u>	1,38,16,51,499	<u>1,21,30,60,705</u>
				1,85,31,39,059
3. Deferred Tax Liability-Net				
			7,40,66,357	6,19,96,041
	Total		<u><u>3,42,18,98,249</u></u>	<u><u>3,79,29,16,884</u></u>
II. APPLICATION OF FUNDS :				
1. Fixed Assets				
a) Gross Block	5	1,12,97,66,072		1,03,70,51,391
b) Less : Depreciation		<u>17,15,14,005</u>		<u>13,69,99,084</u>
c) Net Block		95,82,52,067		90,00,52,307
d) Capital Work in progress		<u>3,96,95,765</u>	99,79,47,832	<u>2,80,12,791</u>
				92,80,65,098
2. Investments				
	6		23,78,70,887	27,76,06,035
3. Current Assets, Loans and Advances				
a) Inventories	7	1,10,95,80,497		1,24,08,71,989
b) Sundry Debtors	8	2,21,94,96,903		1,36,30,15,845
c) Cash and Bank Balance	9	64,14,22,135		1,59,15,61,112
d) Loans & Advances	10	1,00,97,03,382		1,15,18,14,876
e) Other Current Assets	11	<u>8,87,01,418</u>		<u>9,41,46,453</u>
		5,06,89,04,335		5,44,14,10,275
4. Less : Current Liabilities and Provisions				
a) Current Liabilities	12	2,61,54,54,189		2,47,18,68,248
b) Provisions	13	<u>26,73,70,616</u>		<u>38,22,96,276</u>
		2,88,28,24,805		2,85,41,64,524
Net Current Assets (3-4)			2,18,60,79,530	2,58,72,45,751
	Total		<u><u>3,42,18,98,249</u></u>	<u><u>3,79,29,16,884</u></u>
Significant Accounting Policies	19			
Notes to the Accounts	20			

As per our report of even date attached
For **ASHOK KHASGIWALA & CO.,**
Chartered Accountants

CA AVINASH BAXI
Partner
Membership No.79722
Place : Indore
Dated : 3rd September, 2009

CS SHAILESH KUMATH
Company Secretary

For and on behalf of the Board of Directors
KAILASH CHANDRA SHAHRA
Chairman

SURESH CHANDRA SHAHRA
Managing Director

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	2008-09 Rupees	2007-08 Rupees
I. INCOME :			
Sales, Services and other income	14	10,42,46,43,321	7,58,36,81,177
Increase /(Decrease) in Stocks	15	<u>(13,16,87,062)</u>	<u>59,72,72,076</u>
	Total	<u>10,29,29,56,259</u>	<u>8,18,09,53,253</u>
2. EXPENDITURE :			
Materials	16	9,42,96,54,890	7,23,18,19,251
Expenses	17	46,84,56,397	39,25,28,320
Interest	18	21,48,68,354	15,62,02,906
Depreciation		<u>3,54,49,080</u>	<u>2,62,99,982</u>
	Total	<u>10,14,84,28,721</u>	<u>7,80,68,50,459</u>
Profit for the year		14,45,27,538	37,41,02,794
Less: Prior Period / Exceptional Item		---	---
Profit before taxation		<u>14,45,27,538</u>	<u>37,41,02,794</u>
Provision for taxation			
Current Tax		(4,00,00,000)	(12,50,00,000)
Deferred Tax		(1,20,70,316)	(77,25,892)
Fringe Benefit Tax		(19,00,000)	(20,00,000)
Profit after tax for the current year		<u>9,05,57,222</u>	<u>23,93,76,902</u>
Income tax for earlier years		<u>(1,58,776)</u>	<u>(67,71,303)</u>
Excess Income Tax provision for earlier year		1,74,82,278	---
Profit after taxation		10,78,80,724	23,26,05,599
Balance brought forward from previous year		<u>84,19,73,335</u>	<u>65,41,47,105</u>
Profit available for appropriation		<u>94,98,54,059</u>	<u>88,67,52,704</u>
APPROPRIATIONS :			
General Reserve		26,97,018	58,15,140
Proposed Dividend		1,66,52,092	3,33,04,183
Corporate Tax on proposed Dividend		28,30,023	56,60,046
Balance carried to Balance Sheet		<u>92,76,74,926</u>	<u>84,19,73,335</u>
	Total	<u>94,98,54,059</u>	<u>88,67,52,704</u>
Earning Per Share (Basic and Diluted)		3.89	8.38
Face Value/Share		10	10
Significant Accounting Policies	19		
Notes to the Accounts	20		

As per our report of even date attached
For **ASHOK KHASGIWALA & CO.**,
Chartered Accountants

For and on behalf of the Board of Directors
KAILASH CHANDRA SHAHRA
Chairman

CA AVINASH BAXI
Partner
Membership No.79722
Place : Indore
Dated : 3rd September, 2009

CS SHAILESH KUMATH
Company Secretary

SURESH CHANDRA SHAHRA
Managing Director

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

Particulars	2008-09 Rupees	2007-08 Rupees
A. Cash Flow from Operating Activities		
a) Net Profit before Tax & Extraordinary Items	14,45,27,538	37,41,02,794
Adjustment for :		
Depreciation	3,54,49,080	2,62,99,982
Interest Paid	21,48,68,354	15,62,02,906
Diminishing of Shares	---	50,38,300
Interest Received	(24,01,49,221)	(18,02,02,839)
Dividend Income	(55,113)	(43,543)
(Profit)/ Loss on Sale of Fixed Assets	(65,347)	(1,53,430)
(Profit)/ Loss on Sale of Investments	(19,541)	(5,40,524)
	<u>15,45,55,750</u>	<u>38,07,03,646</u>
b) Operating Profit before Working Capital changes	15,45,55,750	38,07,03,646
Adjustment for :		
Trade and Other Receivables	(71,83,42,937)	(11,53,67,843)
Inventories	1,31,291,492	(59,97,28,464)
Trade & Other Payable	14,48,42,395	44,63,64,083
	<u>(28,76,53,300)</u>	<u>11,19,71,422</u>
c) Cash Generated from Operations	(28,76,53,300)	11,19,71,422
Direct Taxed Paid	(11,18,58,090)	(8,41,37,339)
Net Cash Flow from Operating Activities	<u>(39,95,11,390)</u>	<u>2,78,34,083</u>
B) Cash Flow from Investing Activities		
Purchase of Fixed Assets	(10,56,25,434)	(19,90,05,037)
(Payment)/ Receipt from Partnership Firm (Current a/c)	3,94,68,554	(17,51,41,597)
Sale of Fixed Assets	3,58,967	5,52,000
Purchase of New Investment	---	(8,14,010)
Sale of Investments	2,86,135	7,06,724
Interest Received	24,01,49,221	18,02,02,839
Dividend Received	55,113	43,543
Net Cash Flow from Investing Activities	<u>17,46,92,556</u>	<u>(19,34,55,538)</u>
C) Cash Flow from Financing Activities		
Proceeds from Borrowings	---	4,300,73,608
Repayment of Borrowings	(47,14,87,560)	---
Interest Paid	(21,48,68,354)	(15,62,02,906)
Dividend and Dividend Tax Paid	(3,89,64,229)	(3,89,64,229)
Net Cash Flow from Financing Activities	<u>(72,53,20,143)</u>	<u>23,49,06,473</u>
D) Net Increase/Decrease in Cash and Cash equivalent	<u>(95,01,38,977)</u>	<u>6,92,85,018</u>
Opening Balance of cash and cash equivalent	1,59,15,61,112	1,52,22,76,094
Closing Balance of cash and cash equivalent	64,14,22,135	1,59,15,61,112

As per our report of even date attached
For **ASHOK KHASGIWALA & CO.**,
Chartered Accountants

CA AVINASH BAXI
Partner
Membership No.79722
Place : Indore
Dated : 3rd September, 2009

CS SHAILESH KUMATH
Company Secretary

For and on behalf of the Board of Directors
KAILASH CHANDRA SHAHRA
Chairman

SURESH CHANDRA SHAHRA
Managing Director

SCHEDULE "1" TO "20" ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

Schedule 1 : SHARE CAPITAL

Particulars	As at 31.03.2009 (Rupees)	As at 31.03.2008 (Rupees)
Authorised		
3,50,00,000 (Prev. Yr. 3,50,00,000) Equity Shares of Rs. 10/- each	35,00,00,000	35,00,00,000
15,00,00,000 (Prev. Yr. 15,00,00,000) Redeemable Non - Cumulative Preference Shares of Rs. 100/- each	15,00,00,000	15,00,00,000
	<u>50,00,00,000</u>	<u>50,00,00,000</u>
Issued, Subscribed and Paid-Up		
2,77,53,486 (Prev. Yr. 2,77,53,486)*Equity Shares of Rs. 10/- each fully paid up	27,75,34,860	27,75,34,860
	<u>27,75,34,860</u>	<u>27,75,34,860</u>

* (of the above Equity Shares 4,30,008 shares are allotted as fully paid up Bonus shares by capitalisation of profits.)

Schedule 2 : RESERVES & SURPLUS

Particulars	As at 01.04.2008 (Rupees)	Additions during the year	Adjustment/ Transfer	As at 31.3.2009 (Rupees)
a) Capital Reserve	32,25,000	---	---	32,25,000
b) Securities Premium	16,25,32,030	---	---	16,25,32,030
c) General Reserve	59,25,16,559	26,97,018	---	59,52,13,577
d) Profit and Loss Account Balance	84,19,73,335	8,57,01,591	---	92,76,74,926
Total	1,60,02,46,924	8,83,98,609	---	1,68,86,45,533
Previous Year	1,40,68,19,039	19,36,41,370	2,13,485	1,60,02,46,924

Schedule 3 : SECURED LOANS

I) Term Loans from Banks		
a) AXIS Bank Ltd.	1,69,79,391	2,77,75,898
b) Dena Bank	13,00,00,000	---
c) HDFC Bank Ltd.	53,54,484	68,30,105
II) Short Term Corporate Loan from Bank		
a) Allahabad Bank	15,15,91,102	15,01,87,125
b) Punjab National Bank	15,02,46,575	---
c) ICICI Bank Ltd.	10,00,00,000	---
III) Working Capital Loans from Consortium Bank	57,79,06,513	44,53,61,862
IV) Other Loans (vehicles)	87,10,116	99,23,364
	<u>1,14,07,88,181</u>	<u>64,00,78,354</u>

FINANCIAL STATEMENTS

Notes:-

(I) Term Loan :-

- (A) a) The Term Loan from Axis Bank is secured by hypothecation of movable plant & machinery, furniture, fixtures, both present & future installed at the Wind Power Projects of the Company situated at Jaisalmer (Raj.) and Dewas (M.P.), equitable mortgage of land and structures therein situated at Nagda Hills, Dewas and personal guarantee of two directors.
- b) Installments of term loan due within next one year Rs 1,12,00,000/- (Prev. Yr. Rs. 1,12,00,000/-).
- (B) a) Term loan from Dena Bank is Secured by hypothecation of specific equipments / machineries purchased after 31.03.06 at Dewas, Etah and entire plant & machinery at Bhopal unit of the company, and equitable mortgage (yet to be created) over land and buildings situated at Govindpura Industrial area, Bhopal and personal guarantee of two directors of the company.
- b) Installments of term loan due within next one year Rs. 3,75,00,000/- (Prev. Yr. NIL)
- (C) a) Term Loan from HDFC Bank Ltd. is secured by exclusive charge by way of hypothecation of specific vehicle equipment and personal guarantee of one director of the company.
- b) Installments of term loan due within next one year Rs. 21,35,124/- (Prev. Yr. NIL)

(II) Short Term Corporate Loan :-

- (A) a) Short term corporate loan from Allahabad Bank is secured by subservient charge on the current assets of the company and personal Guarantee of two Directors
- b) Entire Loan repayable in next 12 months Rs. 15,15,91,102/- (Prev. Yr. Rs. 15,01,87,125/-)
- (B) a) Short term corporate loan from Punjab National Bank is secured by First pari passu charge with other working capital consortium members on all the current assets of the company and personal guarantee of two directors of the company.
- b) Entire Loan repayable in next 12 months Rs.15,02,46,575/- (Prev.Yr. NIL)
- (C) a) Short term corporate loan by ICICI Bank Ltd. is secured by second charge by way hypothecation of companys entire stocks of raw materials, semi finished goods, and finished goods, consumable stores and spares and such other movables situated at dairy units Dewas and Etah and personal guarantee of two directors of the company
- b) Entire Loan repayable in next 12 months Rs. 10,00,00,000/- (Prev. Yr. NIL)

(III) Working Capital Loans from Consortium Banks are secured by :

- a) Hypothecation of stocks of raw materials, finished goods, stores and spares, stock in process and book debts, and all other movables, both present and future, lying or stored in factory premises, at Village Bilawali, Dist. Dewas and Kasganj Road, Etah(U.P.), Govindpura Industrial Area, Bhopal or wherever else, the same may be held or kept
- b) Further secured by Equitable Mortgage created or to be modified over the Land situated at village Bilawali Dist. Dewas (MP) and Kasganj Road, Etah (U.P.) with all buildings, super structures, plant & machinery created or installed thereon except specific equipment, plant & machinery charged to Dena Bank for securing term loan
- c) The charge related to assets of Soya Protein, Vanaspati & Food Processing(SVF)business of the company transferred to Ruchi Soya Industries Limited vide scheme of arrangement and amalgamation 2006 approved by Hon'ble High Court , Mumbai is yet to be modified/ satisfied.
- d) Personal guarantee by two Directors

(IV) Vehicle Loan :

- a) Loan from others (vehicles) is secured by charge on specific asset purchased.
- b) Instalments of others loan due within next twelve months Rs. 48,14,856/- (Prev.Yr. Rs 52,68,592/-)

Schedule 4 : UNSECURED LOANS

Unsecured Loans from Bank

Particulars	As at	As at
	31.03.2009 (Rupees)	31.03.2008 (Rupees)
From Banks (Refer note no.4 of Schedule 20)	24,08,63,318	1,21,30,60,705
	<u>24,08,63,318</u>	<u>1,21,30,60,705</u>

Schedule - 5 FIXED ASSETS

Particulars	Gross Block (At Cost)				Depreciation				Net Block	
	As at 01.04.2008	Additions during the year	Adjustment/ Deductions	Total as at 31.03.2009	Up to 31.03.2008	For the Year	Adjustment/ Transfer	Total Upto 31.03.2009	As at 31.03.2009	As at 31.03.2008
1. Land										
Free hold	251330868	311325	---	251642193	---	2348	---	2348	251639845	251330868
Lease hold	114596560	---	---	114596560	45108	36398	---	81506	114515054	114551452
2. Buildings	112544029	11725079	---	124269108	16715565	3569613	---	20285178	103983930	95828464
3. Plant & Machinery	496942865	56049039	141967	552849937	101084656	25135596	2825	126217427	426632510	395858209
4. Furniture & Fixtures	27900641	20871137	---	48771778	12328745	2678587	---	15007332	33764446	15571896
5. Laboratory Equipments	448247	75645	---	523892	227112	23092	---	250204	273688	221135
6. Vehicles	32988181	4910235	1085812	36812604	6477065	3973446	931334	9519177	27293427	26511116
7. Intangible Assets (Trademark)	300000	---	---	300000	120833	30000	---	150833	149167	179167
Total	1037051391	93942460	1227779	1129766072	136999084	35449080	934159	171514005	958252067	900052307
Previous Year	835337213	202114498	400320	1037051391	110700852	26299982	1750	136999084		
Capital Work in Progress: (including advances Rs. 1,71,16,588/- (Previous year Rs. 52,13,543/-)									39695765	28012791
Grand Total									997947832	928065098

FINANCIAL STATEMENTS

Particulars	As at 31.03.2009 (Rupees)	As at 31.03.2008 (Rupees)
Schedule 6 : INVESTMENTS (at cost) (other than trade investments)		
LONG TERM INVESTMENTS :		
A) GOVERNMENT SECURITIES		
National Saving Certificates (Deposited with Government authorities)	19,000	19,000
TOTAL (A)	<u>19,000</u>	<u>19,000</u>
B) EQUITY SHARES		
i. Quoted		
30,000 Equity Shares of Rs. 10/- each fully paid up in National Steel & Agro Industries Limited	9,00,000	9,00,000
7,014 Equity Shares of Rs. 10/- each fully paid up in Dena Bank	1,89,378	1,89,378
7,000 Equity Shares of Rs. 5/- each fully paid up in Nahar Poly Films Ltd. (formerly Nahar Investments & Holdings Ltd.)	4,76,071	4,76,071
5500 Equity Shares of Rs. 5/- each fully paid up in Nahar Spinning Ltd.	3,74,056	3,74,056
23000 Equity Shares of Rs. 5/- each fully paid up in Brahmanand Himghar Ltd.	1,15,000	1,15,000
1500 Equity Shares of Rs. 10/- each fully paid up in Rain Commodities Ltd.	---	2,66,594
5000 Equity Shares of Rs. 10/- each fully paid up in Atlanta Ltd.	61,00,567	61,00,567
53400 Equity Shares of Rs. 10/- each fully paid up in IFCI Ltd.	5,91,672	5,91,672
1524 Equity Shares of Rs. 10/- each fully paid up in Central Bank of India Ltd.	2,14,010	2,14,010
	<u>89,60,754</u>	<u>92,27,348</u>
Less :- Prov. For Diminishing in value of Investments	50,38,300	50,38,300
TOTAL B (i)	<u>39,22,454</u>	<u>41,89,048</u>
ii. Unquoted		
1,900 Equity Shares of Rs. 10/- each fully paid up in Anik Infotech Pvt. Ltd. (formerly Criticare Nutraceuticals Pvt. Ltd.)	19,000	19,000
5000 Equity Shares of Rs. 10/- each fully paid up in Nirbhay Buildcon Pvt. Ltd.	50,000	50,000
5000 Equity Shares of Rs. 10/- each fully paid up in Kymore Iron Ore Pvt. Ltd.	50,000	50,000
TOTAL B (ii)	<u>1,19,000</u>	<u>1,19,000</u>
C) INVESTMENT IN MUTUAL FUNDS (Unquoted)		
5000 units of PNB Principal Junior	50,000	50,000
97799.51 units of Kotak Contra Mutual Fund	10,00,000	10,00,000
50000 units of SBI Infrastructure Fund	5,00,000	5,00,000
(Aggregate NAV as at 31 st March, 2009 Rs. 13,83,475/- and Prev. Yr. Rs. 16,61,857/-)		
TOTAL C	<u>15,50,000</u>	<u>15,50,000</u>
D) INVESTMENT IN PARTNERSHIP FIRM		
Balance in capital/current account with "Mahakosh Property Developers"	23,22,60,433	27,17,28,987
TOTAL D	<u>23,22,60,433</u>	<u>27,17,28,987</u>
TOTAL (A+B+C+D)	<u>23,78,70,887</u>	<u>27,76,06,035</u>

Aggregate Cost or Book Value and Market Value of Company's Investments :

Particulars	As at 31st March, 2009		As at 31st March, 2008	
	Aggregate Cost or Book Value	Market Value	Aggregate Cost or Book Value	Market Value
Quoted	89,60,754	21,14,882	92,27,348	56,35,067
Unquoted	16,88,000	---	16,88,000	---
Total Investment	1,06,48,754	---	1,09,15,348	---

Particulars	As at 31.03.2009 (Rupees)	As at 31.03.2008 (Rupees)
Schedule 7 : INVENTORIES		
(Certified and valued by the Management)		
a. Stores, Spares and Consumables	2,26,52,803	2,10,24,824
b. Raw material	19,28,285	31,60,694
c. Finished goods	95,63,57,086	1,16,37,31,343
d. Work in process	12,86,42,323	5,29,55,128
	<u>1,10,95,80,497</u>	<u>1,24,08,71,989</u>
Schedule 8 : SUNDRY DEBTORS		
Unsecured Considered Good:		
Over six months	7,16,65,464	3,31,67,553
Other debts	2,14,78,31,439	1,32,98,48,292
	<u>2,21,94,96,903</u>	<u>1,36,30,15,845</u>
Unsecured Considered Doubtful:		
Over six months	3,90,162	4,55,162
Other debts	---	---
Less: Provision for doubtful debts	(3,90,162)	(4,55,162)
	<u>2,21,94,96,903</u>	<u>1,36,30,15,845</u>
Schedule 9 : CASH AND BANK BALANCES		
a) Cash In hand	99,04,873	65,13,693
b) Balance with Scheduled Banks		
In current accounts	13,52,11,196	15,53,63,407
In deposit accounts	49,60,48,882	1,42,91,43,575
(Refer note no.04, Schedule-20)		
c) Balances with non scheduled Banks		
(Refer note no.15, Schedule-20)	2,57,184	5,40,437
	<u>64,14,22,135</u>	<u>1,59,15,61,112</u>
Schedule 10 : LOANS & ADVANCES		
(Unsecured, considered good)		
a) Advances recoverable in cash		
or in kind or for which value to be received	58,48,78,269	70,92,91,600
b) Deposit with Government Authorities & others	14,57,07,944	15,39,87,699
c) Advance Payment of Taxes	27,91,17,169	28,85,35,577
	<u>1,00,97,03,382</u>	<u>1,15,18,14,876</u>
Schedule 11 : OTHER CURRENT ASSETS		
a) Interest accrued	74,75,106	2,11,34,177
b) Other receivables	8,12,26,312	7,30,12,276
	<u>8,87,01,418</u>	<u>9,41,46,453</u>

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Particulars	As at 31.03.2009 (Rupees)	As at 31.03.2008 (Rupees)
Schedule 12 : CURRENT LIABILITIES		
a) Sundry Creditors		
Due to Micro and Small Enterprises (Refer note no. 5, Schedule 20)	---	---
Others	2,53,15,39,531	2,41,99,69,620
	<u>2,53,15,39,531</u>	<u>2,41,99,69,620</u>
b) Advances from Customers	7,37,63,018	2,73,43,191
c) Unclaimed Dividend	89,59,937	1,33,10,825
d) Overdraft from Banks (as per books)	11,91,703	1,12,44,612
	<u>2,61,54,54,189</u>	<u>2,47,18,68,248</u>
Schedule 13 : PROVISIONS		
a) Provision for taxation	24,05,75,000	33,72,75,000
b) Proposed Dividend	1,66,52,092	3,33,04,183
c) Corporate Tax on Dividend	28,30,023	56,60,046
d) Employee Benefits -Gratuity & Leave Encashment	73,13,501	60,57,047
	<u>26,73,70,616</u>	<u>38,22,96,276</u>
Schedule 14 : SALES, SERVICES AND OTHER INCOME		
A. SALES AND SERVICES :		
a) Sales	10,09,58,44,400	7,28,12,18,890
Less : Excise Duty	2,47,609	1,68,119
Net Sales	<u>10,09,55,96,791</u>	<u>7,28,10,50,771</u>
b) Wind Power generation Income	83,87,958	77,59,385
c) Processing Charges (gross) (TDS Rs. Nil Prev. Yr. Rs. 3026/-)	3,66,417	10,29,828
	<u>10,10,43,51,166</u>	<u>7,28,98,39,984</u>
B. OTHER INCOME :		
a) Insurance Claims	76,91,427	21,97,336
b) Dividend Income from long term Investment (Gross)	55,113	43,543
c) Agriculture income (net of expenses Rs. 1,61,901/- Prev. Yr. Rs. 2,05,527/-)	2,56,254	1,65,233
d) Foreign Exchange Fluctuation (net)	1,91,23,768	3,83,74,412
e) Profit on sale of fixed asset	65,347	1,53,430
f) Profit on Sales of Investments	19,541	5,40,524
g) Interest received (gross) [TDS Rs. 5,39,52,442/- (Prev. Yr. Rs. 3,66,41,076/-)]	24,01,49,221	18,02,02,839
h) Export Incentive	6,11,478	80,56,715
i) Profit from Derivatives	52,74,847	4,00,333
j) Miscellaneous Income	4,70,45,159	6,37,06,828
	<u>32,02,92,155</u>	<u>29,38,41,193</u>
	<u>10,42,46,43,321</u>	<u>7,58,36,81,177</u>

Particulars	As at 31.03.2009 (Rupees)	As at 31.03.2008 (Rupees)
Schedule 15 INCREASE / (DECREASE) IN STOCK		
FINISHED GOODS :		
Closing stock :		
a) Finished Goods	95,63,57,086	1,16,37,31,343
b) Work in Procees	12,86,42,323	5,29,55,128
Less : Opening Stock:-		
a) Finished Goods:	1,16,37,31,343	52,18,74,195
b) Work in Process:	5,29,55,128	9,75,40,200
	<u>(13,16,87,062)</u>	<u>59,72,72,076</u>
Schedule 16 : MATERIALS		
a) Raw materials Consumed		
Opening stock	31,60,694	25,78,742
Add : Purchases (Net)	1,99,92,68,145	1,73,78,29,106
	<u>2,00,24,28,839</u>	<u>1,74,04,07,848</u>
Less : Closing stock	19,28,285	31,60,694
Raw materials Consumed	<u>2,00,05,00,554</u>	<u>1,73,72,47,154</u>
b) Finished Goods purchased	7,30,70,32,217	5,37,87,74,330
c) Packing materials consumed	12,21,22,119	11,57,97,767
	<u>9,42,96,54,890</u>	<u>7,23,18,19,251</u>
Schedule 17 : EXPENSES		
Stores, Spares & Chemical Consumed	2,02,88,113	1,17,18,775
Power & Fuel	7,47,13,100	6,88,25,362
Repairs & Maintenance of :		
Plant & Machinery	1,12,88,779	94,44,098
Building	15,02,018	15,42,385
Others	41,60,828	18,61,681
Salaries, Wages, Bonus & Allowances	5,48,04,389	4,51,61,328
Contribution to Provident & other fund	40,35,218	27,64,236
Workman & Staff Welfare	21,33,457	19,91,951
Rent	1,22,66,511	43,02,142
Rates & Taxes	1,42,09,086	43,79,523
Insurance	85,12,837	48,82,490
Selling & Distribution Expenses	3,85,89,702	8,73,99,225
Freight & Forwarding Charges	3,61,08,269	4,43,41,238
Donation	39,72,270	22,59,348
Travelling & Conveyance	2,33,45,255	2,36,96,769
[Including Rs.45,08,246/- (Prev. Yr.Rs. 33,48,067/-) to Directors]		
Bank Charges & Commission	4,73,48,556	2,94,44,588
Processing Charges	---	49,95,083
Other Expenses	11,11,78,009	4,35,18,098
	<u>46,84,56,397</u>	<u>39,25,28,320</u>
Schedule 18 : INTEREST		
Interest:		
On fixed loan	70,66,187	1,24,05,129
On others	20,78,02,167	14,37,97,777
	<u>21,48,68,354</u>	<u>15,62,02,906</u>

SCHEDULE ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE :**SCHEDULE 19 : - SIGNIFICANT ACCOUNTING POLICIES****STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

- a) **Accounting Convention**
The Accounts have been prepared in accordance with the historical cost convention.
- b) **Use of Estimates**
The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reported period. Difference between the actual results and the estimates are recognized in the period in which the results are known/ materialized.
- c) **Fixed Assets**
 - i) **Fixed Assets**
Fixed assets are stated at cost of acquisition or construction, net of tax /duty credit availed if any, including any cost attributable for bringing the assets to its working condition for its intended use; less depreciation (except freehold land).
 - ii) **Capital Expenditure**
Assets under erection/installation and advance given for Capital Expenditure are shown as "Capital work in progress", Expenditure during construction period are shown as "pre-operative expenses" to be capitalized on erection/installations of the assets.
 - iii) **Leasehold Land**
Cost of Lease hold land is amortized over the period of lease.
- d) **Depreciation**
Depreciation on fixed assets is provided on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956. Depreciation on assets added/disposed off during the year has been provided on pro-rata basis with reference to the date of addition / disposal.
- e) **Intangible Assets**
The cost of acquisition of trademark is amortized over a period of 10 years.
- f) **Borrowing cost**
Borrowing cost attributable to the acquisition and constructions of assets are capitalised as part of the cost of such asset upto the date when such asset is ready for its intended use. Other borrowing costs are charged to Profit and Loss Account.
- g) **Valuation of inventories**
Inventories are valued at lower of cost or net realisable value, except scrap is valued at net realisable value, on FIFO Basis. Cost of inventory is generally comprises of cost of purchases, cost of conversion and other cost incurred in bringing the inventories to their present location and condition.
- h) **Revenue recognition**
The Company follows mercantile system of the accounting and recognises income and expenditure on accrual basis except those with significant uncertainties.
- i) **Export Incentive**
The Export incentives are accounted for on accrual basis taking into account certainty of realisation and its subsequent utilisation.
- j) **Sales**
Sales are inclusive of income from services and exchange fluctuation on export receivables and net of claims, trade discount / rebate.
- k) **Investment**
Investment are valued at cost of acquisition. In case of long term investments, no provision is made for diminution in the value of investments, where, in the opinion of the Board of Directors such diminution is temporary. Current Investments are stated at lower of cost and market/fair value.
- l) **Foreign currency transaction**
 - a) Transaction in Foreign Currency are recorded at the rate of exchange prevailing on the date of transaction. Current assets and Current liabilities not covered by forward exchange contract are translated at year end exchange rates. Any gain/loss on account of fluctuation in the rate of exchange is recognised in the Profit and Loss Account. In case of sales and purchase the same is included under the respective heads.

- b) Loans in foreign currency outstanding at the close of the year are expressed in Indian currency at the appropriate rates of exchange prevailing on the date of Balance sheet.
- c) Premium /discount in respect of forward foreign exchange contract is recognized over the life of contract.

m) Employee Benefits.

- (a) Post-employment benefit plans
 - i) Defined Contribution Plan - Contributions to Provident Fund and Family Pension fund are accrued in accordance with applicable statute and deposited with appropriate authorities.
 - ii) Defined Benefit Plan
 - a. The liability in respect of leave encashment is determined using actuarial valuation carried out as at Balance Sheet date. Actuarial gains and losses are recognized in full in Profit and Loss Account for the year in which they occur.
 - b. The Company has opted for scheme with Life Insurance Corporation of India to cover its liabilities towards employees gratuity at Etah Unit. The annual premium paid to Life Insurance Corporation of India is charged to Profit and Loss Account. The Company also carried out actuarial valuation of gratuity using Projected Unit Credit Method as required by Accounting Standard 15 "Employee Benefits" (Revised 2005) and difference between fair value of plan assets and liability as per actuarial valuation as at year end is recognized in Profit and Loss Account.
- (b) Short term employee benefits
The undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered by employees is recognized during the period when the employees render the services. These benefits include compensated absence also.

n) Contingent Liabilities

Contingent Liabilities not provided for in the accounts are disclosed by way of notes.

o) Taxes on Income

Provision for Current Tax is the amount of tax payable on taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on the timing difference, being the difference between taxable income and the accounting income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized.

p) Segment Accounting

Segment Accounting Policies :-

Following accounting policies have been followed by the company for segment reporting.

- (1) The Company has disclosed business segment as the primary segment. Segments have been identified taking into account the type of products, the differing risk and returns and the internal reporting system. The various segments identified by the Company comprised as under :

<u>Name of Segment</u>	<u>Comprised of</u>
Dairy Products	- Milk, Ghee, Milk Powder and other Dairy products.
Wind Power Unit	- Wind Power Generation
Other	- Trading of Coal, Agri - commodities, edible oils etc.

By products related to each segment have been included in respective segment.

- (2) Segment revenue, segment results, segment assets and segment liabilities includes respective amounts directly identified with the segment and also an allocation on reasonable basis of amounts not directly identified. The expenses which are not directly relatable to the business segment are shown as unallocable corporate cost. Assets and liabilities that cannot be allocated between the segments are shown as unallocable corporate assets and liabilities respectively. Intersegment revenue are recognised at sale price.

q) 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 profit and loss account in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

SCHEDULE 20 : NOTES TO THE ACCOUNTS

Particulars	2008-09 (Rupees)	2007-08 (Rupees)
1. Contingent Liabilities not provided for :		
a) Outstanding Bank Guarantees	1,45,57,877	84,40,377
b) Estimated amount of contracts remaining to be executed on capital account (Net of advances)	9,21,77,730	81,00,180
c) Income tax / Sales tax / Excise duty demand disputed in appeal [Net of amount paid Rs. 2,63,70,565/- (Prev. Yr. Rs. Nil) against disputed demand]	5,80,99,726	6,25,63,475
d) Estimated liability of Custom Duty, which may arise if export obligation/ commitment is not fulfilled	27,98,235	80,06,454
e) Letter of Credit opened on behalf of others	51,31,68,624	7,17,03,156
f) Guarantee issued by bank for and on behalf of third party against, lien on fixed deposit	1,80,80,100	1,80,80,100
g) Claims against the company not acknowledged as debt	8,01,302	9,29,142
h) Bills Discounting with Banks	40,41,24,543	27,30,43,200
2 Sundry Creditors includes bills payable for purchases of materials Rs. 63,29,16,530/- (Prev. Yr. Rs.23,50,46,000/-)		
3 Sales and purchases includes Rs. 4,02,769/- (Prev. Yr. Rs. 11,14,866/-) and Rs. 33,76,52,050/- (Prev. Yr. Rs.1,03,64,202/-) respectively towards difference arising on account of fluctuation in the rate of exchange, consequent to recording the transactions as per revised Accounting Standard No. 11 issued by the Institute of Chartered Accountants of India.		
4 During the year company has availed buyers credit, the said facility is outstanding as on 31st March, 2009 was Rs.2409 Lacs (Prev. Yr. Rs. 12131 Lacs) is guaranteed by the bank against pledge of fixed deposit receipts with them. In the Balance Sheet the said amount is shown as unsecured loans from Banks (schedule 4) and the fixed deposit of Rs. 2415 Lacs (Prev. Yr. Rs. Rs. 12248 Lacs) are included under bank balances with scheduled banks in "deposit accounts" (schedule 9).		
5 The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amount unpaid as at the year end together with interest paid/ payable under this Act have not been given.		
6 Managerial Remuneration :		
The remuneration under section 198 of the Companies Act, 1956 paid or provided to the Managing Director, Executive Director and Whole Time Director:		
Particulars	2008-09 (Rupees)	2007-08 (Rupees)
a) Salary and Allowances	50,90,604	40,64,448
b) Provident Fund and Other benefits	1,72,556	77,912
c) Perquisite in cash or in kind	44,181	34,349

- 7 Balances of creditors, debtors, deposits and advances are partly confirmed.
- 8 In the opinion of the Board of Directors, current assets, loans and advances have value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet and that the provision for known liabilities is adequate and reasonable. There are no contingent liabilities other than stated hereinabove
- 9 The lease deed in respect of the land at Jaisalmer on which the Wind Mill is installed, is yet to be executed.
- 10 Company has not purchased and sold shares during the year.

11. Remuneration to the Auditors

(including service tax as applicable)

Particulars	2008-09 (Rupees)	2007-08 (Rupees)
a) For Audit	1,75,000	1,75,000
b) For Tax Audit	25,000	25,000
c) For other services	42,000	32,841
d) Out of pocket expenses	35,791	39,287
e) Service Tax	26,130	28,779

12. Particulars of Investment in Partnership firm - Mahakosh Property Developers:

Name of Partners	2008-09		2007-08	
	Balance in Capital/Current Account	Share of Profit/Loss	Balance in Capital/Current account	Share of Profit/Loss
M/s. Anik Industries Ltd.	23,22,60,433	30%	27,17,28,987	30%
Suresh Chandra Shahra (HUF)	10,50,000	20%	10,50,000	20%
Mrs. Mriduladevi Shahra	10,50,000	10%	10,50,000	15%
Mrs. Shweta Shahra	---	---	50,000	10%
Mrs. Madhuri Shahra	---	---	50,000	10%
M/s. Deepti Housing Pvt. Ltd.	---	---	50,000	5%
Mr. Manish Shahra	1,40,000	10%	---	---
Mr. Nitesh Shahra	1,00,000	10%	---	---
Ms. Neha Shahra	1,00,000	10%	---	---
M/s. Osprey Trades & Agencies Pvt. Ltd.	50,000	10%	50,000	10%
Total	23,47,50,433	100%	27,40,28,987	100%

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13. Segment Reportings :

(a) Primary Segment - Business Segment

Sr. No.	Particulars	Dairy	Wind Power	Others	Un-allocable Amount	Total
1	Segment Revenue (Net Sales/Income)	2755552828 2423627370	13988389 8420983	7262812788 4909235033	152140095 62194952	10184494100 7403478338
2	Segment Results (Profit Before Interest & Tax) Less : Interest Paid Add: Interest Received Profit for the year Add Prior Period Adjustment Profit before Tax Less : Current Tax Deferred Tax Fringe Benefit Tax Income Tax for Earlier Year Excess Income Tax for Earlier Year Profit After Tax	84663396 57891708	9020968 3377200	6054477 288790930	19507830 43023	119246671 350102861 214868354 156202906 240149221 180202839 144527538 374102794 --- --- 144527538 374102794 40000000 125000000 12070316 7725892 1900000 2000000 158776 6771303 17482278 --- 107880724 232605599
3	Segment Assets	1673628845 1410472797	69058397 73132976	2531110985 1970830308	1513936771 2626503715	5787734998 6080939796
4	Segment Liabilities	511537910 136327544	413780 908984	2004250813 2110865402	123217279 263127548	2639419782 2511229478
5	Cost incurred during the year to acquire Segment Fixed Assets	68058944 137881927	---	1468275 569825	44684386 63662746	114211605 202114498
6	Segmented Depreciation	25634125 19378125	4051303 4051303	86716 21504	5676936 2849050	35449080 26299982
7	Non Cash Expenditure other then Depreciation	---	---	---	---	---

b) Secondary Segment - Geographical : Company's all operating facilities are located in India.

Particulars	2008-09	2007-08
	Rupees	Rupees
Domestic Revenue	10,11,76,09,370	7,35,21,19,672
Export Revenue	6,68,84,730	5,13,58,666
Total	<u>10,18,44,94,100</u>	<u>7,40,34,78,338</u>
Note :		
(i) Unallocated segment assets exclude the following		
Investment	23,78,70,887	27,76,06,035
Advance Income Tax	27,91,17,169	28,85,35,577
(ii) Unallocated segment liabilities exclude the following :		
Secured Loan	1,14,07,88,181	64,00,78,354
Unsecured Loan	24,08,63,318	1,21,30,60,705
Deferred Tax Liability	7,40,66,357	6,19,96,041
Provision for Tax	24,05,75,000	33,72,75,000
Proposed Dividend	1,66,52,092	3,33,04,183
Corporate Dividend Tax	28,30,023	56,60,046

14 Disclosure as per AS - 15 "Employee Benefits" (revised 2005)

Particulars	2008-09	
	Gratuity Rupees	Leave Encashment Rupees
I. Change in Benefit Obligation		
Liability at the beginning of the year	3773591.00	2283456.00
Interest Cost	355201.00	209310.00
Current Service Cost	744275.00	365592.00
Past Service Cost (Non Vested Benefit)	---	---
Past Service Cost (Vested Benefit)	---	---
Liability Transfer in	---	---
Liability transfer out	---	---
Benefit Paid	(155717.00)	(65356.00)
Actuarial (gain)/loss on obligations	139085.00	(335953.00)
Liability at the end of the year	4856435.00	2457048.00
II. Change in Fair value of Plan Assets		
Fair Value of Plan Assets at the beginning of the year	1130915.00	---
Expected Return on Plan Assets	86377.00	---
Contributions	26654.00	65356.00
Transfer from other company	---	---
Transfer to other company	---	---
Benefit Paid	(155717.00)	(65356.00)
Actuarial gain/(loss) on Plan Assets	1924.00	---
Fair Value of Plan Assets at the end of the year	1090153.00	---
Total Actuarial Gain/(Loss) To Be Recognised	(137161.00)	335953.00

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Particulars	2008-09	
	Gratuity Rupees	Leave Encashment Rupees
III. Amount Recognised in the Balance Sheet		
Liability at the end of the year	4856435.00	2457048.00
Fair Value of Plan Assets at the end of the year	1090153.00	---
Difference	(3766282.00)	(2457048.00)
Unrecognised Past Service Cost	---	---
Unrecognised Transition Liability	---	---
Amount Recognised in the Balance Sheet	(3766282.00)	(2457048.00)
IV. Expenses Recognised in Profit and Loss Account		
Current Service Cost	744275.00	365592.00
Interest Cost	355201.00	209310.00
Expected Return on Plan Assets	(86377.00)	---
Past Service Cost (Non Vested Benefit) Recognised	---	---
Past Service Cost (Vested Benefit) Recognised	---	---
Recognition of Transition Liability	---	---
Actuarial Gain or Loss	137161.00	(335953.00)
Expense Recognised in P&L	1150260.00	238949.00
V. Assets Information		
Government of India Assets	---	---
Corporate Bonds	---	---
Special Deposits Scheme	---	---
Equity Shares of Listed Companies	---	---
Property	---	---
Other	---	---
Insurer Managed Funds	1090153.00	---
Total	1090153.00	---
VI. Balance Sheet Reconciliation		
Opening Net Liability	2642676.00	2283456.00
Expense as above	1150260.00	238948.00
Employers Contribution	(26654.00)	(65356.00)
Amount Recognised in Balance Sheet	3766282.00	2457048.00
VII. Assumptions :		
Discount Rate Prev.	8.00%	8.00%
Rate of Return on Plan Assets Prev	8.00%	---
Salary Escalation Prev.	5.00%	5.00%
Attrition Rate Prev. Year	2.00%	2.00%
Discount Rate Current	8.00%	8.00%
Rate of Return on Plan Assets Current	8.00%	---
Salary Escalation Current	5.00%	5.00%
Attrition Rate Current Year	2.00%	2.00%

15. The Balance with non-scheduled Banks in deposit accounts are as under :-

Particulars	As on 31.03.09		As on 31.03.08	
	Bank Balances	Maximum Balance During the year	Bank Balances	Maximum Balance During the year
District Central Co-Operative Bank Limited, Agar (In Current Account)	2,57,184	11,38,390	5,40,437	11,91,563
	<u>2,57,184</u>	<u>11,38,390</u>	<u>5,40,437</u>	<u>11,91,563</u>

16. During the year, the following expenditure relating to prior years has been debited to the profit and loss account:

Particulars	2008-09 (Rupees)	2007-08 (Rupees)
Traveling Expenses	10,51,600	1,31,587
Legal & Professional	20,100	66,854
Office Expenses	19,519	93,624
Postage	4,379	1,367
Clearing & Forwarding	65,724	---
Brokerage & Commission	3,04,756	---
Misc. Expenses	2,19,479	---
TOTAL	<u>16,85,557</u>	<u>2,93,432</u>

17. Earning Per Share (EPS) :

Nominal value per Equity Share (Rs.)	10	10
Profit After Tax (Rs.)	10,78,80,724	23,26,05,599
Weighted Avg. No. of Equity Shares	2,77,53,486	2,77,53,486
Basic and Diluted Earning per share (Rs.)	3.89	8.38

18. Deferred Tax Liability:

Particulars	Deferred Tax (Asset)/Liabilities as at 31.03.2009	Deferred Tax (Assets)/Liabilities as at 31.03.2008
Deferred Tax Liabilities		
On account of Difference between book and Income Tax Depreciation	7,66,26,241	6,45,38,590
Total	7,66,26,241	6,45,38,590
Deferred Tax Assets		
On account of Timing Difference in-		
a) Taxes, duties etc.	74,024	3,87,405
b) Retirement benefits	24,85,860	21,55,144
Total	25,59,883	25,42,549
Deferred Tax Liability (Net)	7,40,66,357	6,19,96,041

19. Financial and Derivatives Instruments :

Derivative contract entered into by the company and outstanding as on 31st March, 2009 :-

FINANCIAL STATEMENTS

(i) Notional amounts of derivative contracts entered into by the company and outstanding as on 31st March, 2009 :

Particulars	Currency	Amount in Foreign Currency	Purpose
Buyers Credit	USD	4800000	Hedging of Loan
Forward Contracts	USD	42372499	Hedging of Payables/ Receivables
Forward Contracts (Imports)	USD	11224556	Hedging of Payables/ Receivables
Forward Contracts (Imports)	Euro	2000000	Hedging of Payables/ Receivables

(ii) All the above contracts are for hedging purpose and not for speculation.
Foreign currency exposure which are not hedged as at the Balance Sheet date :

Currency	Payable	Receivable	Net
USD	3437367.82	0	3437367.82

20. Related Party Disclosure:

(A) Relationships (Related parties with whom transactions have taken place during the year)

(a) Key Management Personnel & their relatives

Shri Suresh Chandra Shahra : Managing Director Shri Manish Shahra : Executive Director
Shri Ashok Trivedi : Whole Time Director Shri Ashok Phadnis : Whole Time Director

(b) Other parties where Key Management Personnel and/or their relatives have significant influence.

Gloryshine Property Developers Pvt. Ltd. Anik Precious Metals Pvt. Ltd. Brightstar Housing Pvt. Ltd.
Shahra Securities Pvt. Ltd. Mahadeo Shahra Sukrat Trust Shahra Brothers Pvt Ltd.
Anik Energy Pvt. Ltd. Anik Ferro-Alloys Pvt. Ltd. Samradhi Real Estate Pvt. Ltd.
Nirvana Housing Pvt. Ltd. Great Eastern Infra Corp. Ltd.

(c) Associate/ Joint Venture

Mahakosh Property Developers (a firm where company is a partner)

Note : Related party relationships is as identified by the company and relied upon by the auditor.

(B) Transactions carried out with related parties referred above :

Particulars	21(a)	21(b)	21(c)
Income			
Interest received	---	---	23212085
	---	(7159706)	(17470361)
Expenditure			
Remuneration	5307341	---	---
	(4176709)	---	---
Donation	---	280000	---
	---	(1367000)	---
Repair & Maintenance (Reimbursement)	---	258000	---
	---	(258000)	---
Commission	---	---	---
	---	(156169)	---
Finance Given	---	874810	---
	---	---	---
Finance Taken	---	---	---
	---	(11341928)	---
Investment with Partnership firm	---	---	232260433
In capital/current account	---	---	(271728987)
Balance at the end of year	---	51538942	---
	---	(50406132)	---

Note : Previous year figures are shown in bracket.

21 The Company has provided Rs.1,23,000/- (Prev. Yr. Rs. 1,13,900/-) towards wealth tax liability.

22 Operating Leases (Where company is lessee) : The Company has taken various commercial premises & residential premises under cancellable operating leases. These lease agreement are normally renewed on expiry.

23 Sales of Power Generated by wind turbines includes 18,89,419 units of Rs. 52,93,326/- (Prev. Yr. 16,03,741 units of Rs. 43,04,613/-) used for captive consumption)

ADDITIONAL INFORMATION PURSUANT TO SCHEDULE-VI PART-II, PARA'S 3 & 4

(As certified by the Management)

Particulars	Unit	2008-09	Value	2007-08	Value
		Quantity	Rupees	Quantity	Rupees

24. INSTALLED CAPACITY

As reviewed during the year and certified by the management and relied by the auditors, being technical matter.

Milk Processing	KLs	195000	---	195000	---
Wind Power Generation	MWH	1.85	---	1.85	---

The licensed capacity is not given as licensing has been abolished.

25. ACTUAL PRODUCTION

Ghee	MTs	6159.05	---	5701.04	---
Pasteurized Milk	KLs	34623.49	---	41712.83	---
Soya Iso Prolet	MTs	25.77	---	14.59	---
Milk Powder	MTs	4947.96	---	4464.21	---
Wind Power Generation	(Units)KWH	2736799	---	2466309	---

(a) Milk powder excludes 18.697 MT (Prev. year 54.243 MT) production done on job work for others

26. PURCHASE OF GOODS FOR RESALE

Ghee	MTs	116.14	18512944	174.59	23782911
Milk Powder	MTs	3570.00	380212500	2325.00	295404290
Imported Steam Coal	MTs	772024.38	3342963791	458664.48	1554146419
Yellow Peas	MTs	---	---	42000.00	948600000
Zinc/ HR Coil	MTs	---	---	40514.24	662584143
Soya Seed	MTs	6584.94	113629580	11721.08	207612566
Crude Palm Oil	MTs	54102.42	2143453858	23736.47	826014507
Others	MTs	---	1308259544	---	860629494

27. PARTICULARS OF STOCK OF FINISHED GOODS

a) Opening Stock :

Ghee	MTs	746.21	124626970	404.79	61358419
Milk Powder	MTs	1018.37	101297537	725.84	69508642
Soya Iso Prolet	MTs	0.47	43936	1.63	108564
Imported Steam Coal	MTs	75949.19	308603472	100370.61	301098830
Crude Palm Oil	MTs	2004.00	79774520	---	---
Yellow Peas	MTs	9000.00	195300000	---	---
Soya Seed	MTs	6414.17	115667839	1091.32	14925051
Other	MTs	---	238417069	---	74874689

FINANCIAL STATEMENTS

Particulars	Unit	2008-09	Value	2007-08	Value
		Quantity	Rupees	Quantity	Rupees
b) Closing Stock:					
Ghee	MTs	791.09	144901308	746.21	124626970
Milk Powder	MTs	989.65	111996859	1018.37	101297537
Soya Iso Prolet	MTs	1.13	133243	0.47	43936
Imported Steam Coal	MTs	121224.21	509712561	75949.19	308603472
Yellow Peas	MTs	---	---	9000.00	195300000
Soya Seed	MTs	---	---	6414.17	115667839
Crude Palm Oil	MTs	187.00	6358000	2004.00	79774520
Others	MTs	---	183255115	---	238417069

28. SALES :

Ghee	MTs	6230.31	1159817848	5534.21	898190605
Pasteurised Milk	KLs	34623.49	651449284	41712.83	702071615
Milk Powder*	MTs	8546.68	916800007	6496.68	785301089
Soya Iso Prolet	MTs	25.11	3305836	15.76	1975857
Imported Steam Coal	MTs	726749.36	3253587612	483085.90	1751488087
Yellow Peas	MTs	9000.00	202410000	33000.00	753570000
Soya Seed	MTs	12999.11	265354452	6398.24	128292888
HR Coil / Zinc	MTs	---	---	40514.24	684029007
Crude Palm Oil	MTs	55919.42	2070642115	21732.47	830317685
Wind Power Generation** (Units) KWH		2736799	8387958	2466309	7759385
Others	MTs	---	1572477246	---	745982057

* Quantity of sales and production includes 374.08 MT (Prev. Yr. 208.26 MT) of milk powder used for captive consumption.

** Sales of power generated by wind power turbines includes 18,89,419 units of Rs. 52,93,326/- (Prev. Yr. 16,03,741 units of Rs. 43,04,613/-) used for captive consumption.

Sales includes excess/shortage and transit loss.

29. (a) DETAILS OF RAW MATERIAL CONSUMED

Whole Milk	MTs	92096.43	1447643647	101173.79	1484585509
Butter Oil/ Cream	MTs	51	6750390	304.52	34789596
Skimmed Milk	MTs	6201.49	38711041	6670.66	47174836
Milk Powder	MTs	---	---	98.74	13750414
Others	MTs	---	507395476	---	156946799

(a) Quantity of sales and production includes 374.08 MT (Prev. Yr. 208.26 MT) of milk powder used for captive consumption.

Particulars	Value Rupees	2008-09	Value Rupees	2007-08
		%Total Consumed		%Total Consumed
(b) VALUE OF IMPORTED AND INDIGENOUS RAW MATERIAL CONSUMED				
Imported	---	---	---	---
Indigenous	2000500554	100	1737247154	100
30. DETAILS OF PACKING MATERIALS CONSUMED				
Imported	---	---	---	---
Indigenous	122122119	100	115797767	100
31. DETAILS OF STORES & SPARES CONSUMED				
Imported	---	---	---	---
Indigenous	20288113	100	11718775	100
32. i) Expenditure in foreign currency				
Foreign Travels	2296338	---	1625335	---
Other Expenses	956138	---	1250290	---
ii) Value of Imports (On CIF basis)				
Capital Goods	---	---	6820350	---
Purchase of Finished Goods	3664801989	---	2757218159	---
Merchandise Trade	152499737	---	271824096	---
33. Earnings in Foreign Currency (on FOB basis)				
Export of Goods	66884730	---	51358666	---
Merchandise trade	198746745	---	237359027	---

Previous year's figures have been re-grouped/rearranged wherever necessary.

Additional information required in terms of part-IV of Schedule VI to the Companies Act, 1956 is attached herewith.

As per our report of even date attached
For **ASHOK KHASGIWALA & CO.**,
Chartered Accountants

CA AVINASH BAXI
Partner
Membership No.79722
Place : Indore

Dated : 3rd September, 2009

CS SHAILESH KUMATH
Company Secretary

For and on behalf of the Board of Directors
KAILASH CHANDRA SHAHRA
Chairman

SURESH CHANDRA SHAHRA
Managing Director

**ADDITIONAL INFORMATION UNDER PART IV OF THE SCHEDULE VI TO THE COMPANIES ACT, 1956
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I. Registration Details

Registration No. (CIN)	L24118MH1976 PTC 136836	State Code	11
Balance Sheet Date	31.03.2009		

II. Capital Raised during the year

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

III. Position of Mobilization and Deployment of Funds (Rupees)

Total Liabilities	Rs. 3,42,18,98,249	Total Assets	Rs. 3,42,18,98,249
Sources of Funds			
Paid-up Capital	Rs. 27,75,34,860	Reserves & Surplus	Rs. 1,68,86,45,533
Secured Loans	Rs. 1,14,07,88,181	Unsecured Loans	Rs. 24,08,63,318
Deferred Tax Liability	Rs. 7,40,66,357		

Application of Funds

Net Fixed Assets	Rs. 99,79,47,832	Investments	Rs. 23,78,70,887
Net Current Assets	Rs. 2,18,60,79,530	Misc. Expenditure	Nil
Accumulated Losses			

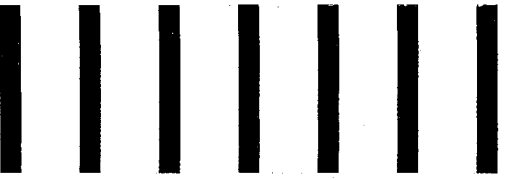
IV. Performance of Company

Turnover & Other Income	Rs. 10,42,46,43,321	Total Expenditure	Rs. 10,28,01,15,783
Profit Before Tax	Rs. 14,45,27,538	Profit After Tax	Rs. 10,78,80,724
Earning Per Share	3.89	Dividend Rate %	6


V. Generic Names of Principal Products/ Services of Company (As per monetary terms)

Item Code No. (ITC Code)	:	401
Product Description	:	Milk
Item Code No. (ITC Code)	:	4059020
Product Description	:	Ghee
Item Code No. (ITC Code)	:	4021010/04022910
Product Description	:	Milk Powder





BOOK-POST



If undelivered please return to :
SARTHAK GLOBAL LIMITED
Unit - Anik Industries Limited,
170/10, Film Colony, R.N.T. Marg, Indore - 452 001