
***18th
Annual
Report
2008-09***



SARDA PROTEINS LIMITED

BOARD OF DIRECTORS

Sh. D. P. Sarda (Wholetime Director)
Sh. S. Sarda (Wholetime Director)
Sh. M. S. Somani
Sh. K. K Dhoot (Independent)
Sh. P. K. Maheshwari (Independent)
Sh. B. B. Sarda (Independent)

BANKERS

State Bank of Bikaner & Jaipur
State Bank of India
HDFC Bank Ltd.
Axis Bank Ltd.

AUDITORS

S. S. Kothari Mehta & Co.
Chartered Accountants
New Delhi

REGISTERED OFFICE & WORKS

E 172 (A), Matsya Industrial Area
Alwar - 301030 (Rajasthan)

ADMINISTRATIVE OFFICE

14, Shivaji Marg (Najafgarh Road)
New Delhi - 110 015

REGISTRAR & SHARE TRANSFER AGENTS

Link Intime India Pvt. Ltd.
IInd Floor,
A-40, Naraina Industrial Area, Phase-II,
New Delhi - 110028
Phone : 011-41410592, Fax : 011-41410591
E-mail: delhi@linkintime.co.in

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NOTICE

NOTICE is hereby given that the 18th Annual General Meeting of the members of SARDA PROTEINS LIMITED will be held on Wednesday the 30th Day of September, 2009 at 2.30 P.M. at the registered office of the Company at E-172(A), Matsya Industrial Area, Alwar – 301 030 to transact the following business:

ORDINARY BUSINESS

1. To receive consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2009, Profit and Loss Account for the year ended on that date and the reports of Directors and Auditors thereon.
2. To appoint a director in place of Shri Madhu Sudan Somari, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri Damodar Prasad Sarda who retires by rotation, and being eligible offers himself for re-appointment
4. To appoint Auditor of the company to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting and to fix their remuneration.

By order and of the behalf of the board

Place: New Delhi

D. P. Sarda

Date: 1st Sept., 2009

Director

NOTES:

1. A member entitled to attend and vote 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 the proxy in order to be effective must be received by the company not less than 48 hours before the schedule time of the meeting, a blank proxy form is annexed to the annual report.
2. Members desirous of getting any information in respect of Accounts of the Company are requested to send their queries in writing to the Company at Registered Office at least 7 days before the date of the Meeting so that the required information can be made available at the Meeting.
3. Register of Members and the Share Transfer Books of the Company shall remain closed from Tuesday, 29th September 2009 to Wednesday, 30th September, 2009 (both days inclusive).

DIRECTORS' REPORT

To,
The Members,

Your Directors have pleasure in presenting their Eighteenth Annual Report on the operation of the company and Audited Accounts for the financial year ending 31.03.2009 with Auditors' Report thereon.

OPERATION

During the year under review your company's sales have increased to Rs. 2456.17 Lakhs and pretax profit of Rs.0.94 Lakhs was earned after providing the depreciation of Rs:8.10 Lakhs during the year. After adjustment of Fringe Benefit Tax, Income Tax and Deferred Tax the net profit stands at Rs.3.01 Lakhs.

ACCOUNTS AND FINANCIAL DATA Rs. In Lacs

Particulars	Current Year	Previous Year
Sales	2456.17	2387.47
Other Income	3.53	1.84
Profit before Depreciation	9.04	15.84
Depreciation	8.10	9.68
Net profit/(Loss) before Tax	0.94	6.16
Provision for Tax	(2.07)	1.45
Profit / (Loss) after Tax	3.01	4.70

TRANSFER TO RESERVE

During the year under review your company has made a net profit of Rs. 3.01 Lakhs (Previous Year Rs.4.70 Lakhs) and the same is being transferred to general reserve account, the balance of Rs. 28.73 Lakhs is being carried to the Balance Sheet

DIVIDEND

There is not adequate profit in Profit and Loss account to declare the dividend. The directors do not recommend any dividend for the year.

MATERIAL CHANGES

There are no material changes after the closure of the books.

DIRECTORS

During the year Shri Chandra Shekhar Sarma has resigned from directorship w.e.f. 6th March 2009. In accordance with the provisions of the Companies Act, 1956 and the Articles of Association, Shri M.S. Somani, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for reappointment. In accordance with the provisions of the Companies Act, 1956 and the Articles of Association, Shri D.P. Sarma, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for reappointment.

AUDITORS

The company's auditors M/s S.S. Kothari Mehta & Co. New Delhi will retire at the conclusion of the ensuing Annual General Meeting and being eligible has offered themselves for reappointment. They have furnished certificate to the effect that their appointment if made will be in accordance with Sub-Section (1-B) of section 224 of the Companies Act, 1956. There is no material qualification expressed by Auditors on the accounts of the company and their notes are self-explanatory.

FIXED DEPOSITS

During the financial year under review the company has not accepted any deposits in pursuant to Section 58 A and 58 AA of the Companies Act, 1956 read with Companies (Acceptance of Deposits) Rules 1975.

PARTICULARS OF EMPLOYEES

The Company has no employee in the category specified under Section 217 (2A) of the Companies Act, 1956 drawing no less than 24,00,000/= per annum or not less than Rs. 2,00,000/= per month if employed for part of the year.

FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company has not earned any foreign exchange and has not spent any amount in foreign exchange during the year.

INFORMATION REGARDING CONSERVATION OF ENERGY

Your directors always put stress on utilizing the power and fuel at optimum efficiency. The particulars of power and fuel consumed is annexed in Annexure "A" herewith and forms integral part of the report. The company is using agro waste, in place of coal.

DIRECTORS RESPONSIBILITY STATEMENT

The Directors would like to inform the members that the Audited Accounts for the financial year ended 31st March, 2009 are in conformity with the requirement of the companies Act, 1956. These financial results are audited by the Statutory Auditors M/s S.S. Kothari Mehta & Co. The Directors further confirm that:

- 1) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures.
- 2) The director has selected such accounting policies and applied them consistently and made judgements and estimate that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year, and of the Profit of the Company for the period.
- 3) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detection of fraud and other irregularities.
- 4) The Directors had prepared the annual accounts on a going concern basis.

ACKNOWLEDGMENT

Your Directors are pleased to put on record with gratitude the cooperation, assistance and support extended by employees, customers, suppliers, various government agencies and shareholders of the company.

On behalf of the Board

Place : New Delhi
Date : 1st Sept., 2009

D.P. Sarma
Chairman

ANNEXURE 'A'

Information required under the companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988

- a) The Company has installed Mustard Husk (Agro Waste) firing furnace which has helped in saving of fuel cost.
- b) There are no additional investment proposals.
- c) Impact of measures (a) and above reduction of energy consumption and its impact on the cost of production estimated amount as to cost benefits - Rs. 2.00 Lakhs during the year
- d) Total energy consumption and energy consumption per unit of production as per form 'A'

Form 'A'

Form for disclosure of particulars with respect to conservation of energy.

Power and Fuel Consumption	Current Year 2008-09	Previous Year 2007-08
1. Electricity		
a) Unit consumed (KWH)	1107495	1300656
Total Amount (Rs.)	4945316.00	5818570.00
Rate/Unit	4.47	4.47
b) Other Generation		
Diesel Generator (KWH)	0.00	5600.00
Total Amount (Rs.)	0.00	53114.00
Rate / Unit	0.00	9.48
2. Fuel		
a) Mustard Husk Consumed (M.Tons)	365.17	535.75
Fuel Amount (Rs.)		
a) Mustard Husk	730027.00	929679.95
3. Processing of M. Seed in Quintals		
a) Mustard Seed	86420.35	100594.85
4. Electricity Consumed in Kwh per Quintals		
a) Mustard Seed	12.82	12.99
5. Mustard Husk Consumed (In M.Tons of Seed Processed)	0.04	0.05

FORM 'B'

1. Research & Development	Nil
2. Benefit derived as a result of the above	Nil
3. Future plan of action	To aim for more energy efficient extraction
4. Expenditure on R & D for the year ended 31st March, 2009	Nil
II Technology Absorption	Nil
III Foreign Exchange Earning & Outgo	
a) Activities relating to exports, Incentive to increase export, development of New Exports, Incentive to increase export, services and Export Plans	Nil

For & On behalf of the Board

Place : New Delhi
Dated : 1st Sept., 2009

D.P. SARDA
Director

AUDITORS' REPORT**To the members of Sarda Proteins Limited**

1. We have audited the attached Balance Sheet of Sarda Proteins Limited as at 31st March, 2009 and also the Profit & Loss Account and the Cash Flow Statement of the Company 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 have conducted our audit in accordance with auditing standards generally accepted in India. These 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 as amended by the Companies (Auditors' Report) (Amendment) Order, 2004 (collectively the Order) issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 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;
- c) The Balance Sheet, Profit & 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 & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of information & explanations received from the management and further the written representations received from directors of the company as on 31st March, 2009, and taken on record by the Board, none of the directors of the company are disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.

- f) Without qualifying our opinion, attention is invited to note no. 8 of Schedule XII wherein the company has not provided for diminution in the value of investment in the equity shares of a company for the reasons explained therein.
- g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the Accounting policies and Notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
- i) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2009;
- ii) In the case of Profit and Loss Account, of the profit for the year ended on that date; and
- iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For **S.S. KOTHARI MEHTA & CO.**
Chartered
Accountants

Place : New Delhi
Dated : 29th Aug. 2009

Arun K. Tulsian
Partner
M. No. 89907

ANNEXURE TO AUDITORS' REPORT
(Annexure referred to in our report of even date)

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a phased program of physical verification of its fixed assets which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Management has physically verified certain fixed assets during the year. There were no discrepancies noticed on such verification between the physical balances and fixed assets records.
- (c) No substantial part of fixed assets have been disposed off during the year.
2. (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable.
- (b) The procedures for the physical verification of inventory followed by the management are, in our opinion, reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) In our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of account.

- 3 (a) The Company has not granted any loan, secured or unsecured, to Companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (b) The company has not taken any loan, secured or unsecured, from companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (c) Since there are no such loans, the comments regarding terms and conditions, repayment of the principal amount & interest thereon and overdue amount are not required.
4. In our opinion, and according to the information and explanations given to us during the course of audit, there are adequate internal control systems commensurate with size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods. Further, on the basis of our examination of the books & records of the company, carried out in accordance with the generally accepted auditing practices in India, we have neither come across nor have we been informed of any instance of major weaknesses in the aforesaid internal control systems.
5. (a) Based upon the audit procedures applied by us and according to the information and explanations given to us, there are no particulars of contracts or arrangements which are required to be entered into the register maintained under section 301 of the Companies Act, 1956.
- (b) In our opinion, and according to the information and explanations given to us, there are no transactions made in pursuance of contracts or arrangements required to be entered in the register maintained under Section 301 of the Act and aggregating during the year to Rupees five lakhs or more in respect of each party.
6. The Company has not accepted any deposits from the public within the meaning of section 58A and 58AA of the Companies Act, 1956 or any other relevant provisions of the Act including the Companies (Acceptance of Deposit) Rules, 1975.
7. In our opinion, the Company has an internal audit system commensurate with the size & nature of its business.
8. The Central Government has not prescribed the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for any of the products of the Company.
- 9 (a) According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-tax, Sales-tax, Wealth-tax, Service tax, Custom Duty, Excise Duty, Cess and other material statutory dues have been generally regularly deposited with the appropriate authorities during the year and there are no undisputed statutory dues outstanding as on the date of Balance Sheet for a period exceeding six months from the date they became payable.
- (b) According to the information & explanations given to us and as per the books and records examined by us, there are no dues of Income Tax, Custom duty, Wealth Tax, Service tax, Sales tax, Excise duty and Cess which have not been deposited on account of any dispute.
10. There are no accumulated losses as at the end of the financial year. The company has not incurred any cash losses during the financial year and in the immediately preceding financial year.
11. According to the information and explanations given to us and as per the books and records examined by us, the Company has not defaulted in repayment of dues to any financial institution or bank.
12. 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.
13. The Company does not fall within the category of Chit fund / Nidhi / Mutual Benefit fund / Society and hence the related reporting requirements are not applicable.
14. In respect of the Company's dealing in shares and other investments, proper record has been made of the transactions & contracts and timely entries have been made therein. The investments are held by the company in its own name.
15. The company has not given any guarantee for loan taken by others from bank or financial institution.
16. According to the information & explanations given to us, the company has not taken any term loans during the year.
17. According to the information and explanations given to us and on an overall examination of balance sheet of the company, the funds raised on short term basis have not been applied for long term investments.
18. The Company has not made any preferential allotment of shares to parties and Companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year nor are there any outstanding debentures.
20. The Company has not raised any money by way of public issues during the year.
21. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud on or by the Company, noticed and reported during the year, nor have we been informed of such case by the management.

For **S.S. KOTHARI MEHTA & CO.**
Chartered Accountants

Place: New Delhi
Dated: 29th Aug. 2009

(**ARUN K. TULSIAN**)
Partner
M. No. 89907

SARDA PROTEINS LIMITED**BALANCE SHEET AS AT 31st March 2009**

Particulars	Schedule	As At 31.03.09 Amount (Rs.)	As At 31.03.08 Amount (Rs.)
SOURCES OF FUNDS			
1. Share Capital	I	24348500.00	24348500.00
Reserve & Surplus			
Profit & Loss account		2873958.86	2572628.07
Capital Subsidy		<u>1807800.00</u>	<u>1807800.00</u>
		4681758.86	4380428.07
2. Loan Funds			
Secured Loans	II	7510605.00	5460918.00
Unsecured Loans		—	—
3. Deferred Tax Liability (Net)		<u>410633.00</u>	<u>622234.00</u>
		36951496.86	34812080.07
APPLICATION OF FUNDS			
1. Fixed Assets	III		
Gross Block		17160251.50	16701961.50
Less : Depreciation		<u>11629291.92</u>	<u>10818510.70</u>
Net Block		5530959.58	5883450.80
2. Investments	IV	6906900.00	6906900.00
3. Current Assets, Loans & Advance	V		
Inventories		22612654.41	11459902.59
Sundry Debtors		7564334.06	10035772.11
Cash & Bank Balance		2434571.98	6481100.14
Other Current Assets		32703.06	30432.06
Loans & Advances		<u>9832367.70</u>	<u>9676181.08</u>
		42476631.21	37683387.98
Less :			
Current Liabilities & Provisions	VI		
Liabilities		16832290.93	14725127.71
Provisions		<u>1130703.00</u>	<u>936531.00</u>
		17962993.93	15661658.71
Net Current Assets		<u>24513637.28</u>	<u>22021729.27</u>
Significant Accounting Policies and Notes to Accounts	XIII	36951496.86	34812080.07

As per our report of even date attached
for **S.S. Kothari Mehta & Co.**
Chartered Accountants

Arun K. Tulsian
Partner

M. No. 89907

Dated : 29th August, 2009

Place : New Delhi

D.P. SARDA
Director

S. SARDA
Director

SARDA PROTEINS LIMITED**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st March 2009**

Particulars	Schedule	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
INCOME			
Sales		245617186.90	238747144.15
Other Income	VII	353022.00	184217.45
Increase / (Decrease) in Stock of Finished Goods	VIII	(660094.04)	1008591.48
		<u>245310114.86</u>	<u>239939953.08</u>
EXPENDITURE			
Raw Material Consumed	IX	230393916.87	219141187.08
Goods Purchases		363358.50	4517335.81
Remuneration & benefits to employees	X	2990200.00	2282250.00
Other Expenses	XI	10076495.33	11218653.32
Interest	XII	581070.15	1195956.00
Depreciation		810781.22	968163.39
		<u>245215822.07</u>	<u>239323545.60</u>
Profit / (Loss) Before Tax		94292.79	616407.48
Provision For Taxation			
a) Current Income Tax		208900.00	304000.00
b) Earlier Year Income Tax		(244093.00)	(4814.00)
c) Fringe Benefit Tax		39756.00	40640.00
c) Deferred Tax		<u>(211601.00)</u>	<u>(194256.00)</u>
Profit / (Loss) after tax		301330.79	470837.48
Amount brought forward from previous year		2572628.07	2101790.59
Amount Carried to Balance Sheet		<u>2873958.86</u>	<u>2572628.07</u>
Basic & Diluted Earning per Share		0.12	0.19

As per our report of even date attached
for **S.S. Kothari Mehta & Co.**

Chartered Accountants

Arun K. Tulsian

Partner

M. No. 89907

Dated : 29th August, 2009

Place : New Delhi

D.P. SARDA

Director

S. SARDA

Director

SARDA PROTEINS LIMITED



SCHEDULES I TO XIII ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2009 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

Particulars	As At 31.03.09 Amount (Rs.)		As At 31.03.08 Amount (Rs.)	
SCHEDULE - I				
SHARE CAPITAL				
Authorised				
50,00,000 Equity Shares of Rs. 10.00 each	<u>50000000.00</u>		<u>50000000.00</u>	
Issued, Subscribed & Paid up				
3283100 Equity Shares of Rs. 10.00 each fully paid up	32831000.00		32831000.00	
Less : Calls in Arrears	<u>8482500.00</u>		<u>8482500.00</u>	
	<u>24348500.00</u>		<u>24348500.00</u>	
SCHEDULE - II				
SECURED LOANS				
From Financial Institution	0.00		514206.00	
From Banks (against Car)	<u>7510605.00</u>		<u>4946712.00</u>	
	<u>7510605.00</u>		<u>5460918.00</u>	

Note :

- (1) The loan from financial institution is secured by equitable mortgage of land by deposit of title deed.
(2) Working capital loans are secured by way of hypothecations of stock of raw materials.

SCHEDULE - III FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	Cost as at 01.04.08	Add during the year	Total as at 31.03.09	up to as at 01.04.08	For the Year	Total upto 31.03.09	As at 31.03.09	As at 31.03.08
Land (lease hold)	1061645.00	0.00	1061645.00	0.00	0.00	0.00	1061645.00	1061645.00
Building	2143881.42	0.00	2143881.42	156526.26	66511.33	223037.59	1920843.83	1987355.16
Plant and Machinery	10832026.08	109180.00	10941206.08	8975677.06	525822.94	9501500.00	1439706.08	1856349.02
Other Equipment	533277.08	8700.00	541977.08	336629.40	42830.33	379459.73	162517.35	196647.68
Vehicle	1902300.16	301810.00	2204110.16	1160079.40	164253.87	1324333.27	879776.89	742220.76
Furniture & Fixtures	228831.76	38600.00	267431.76	189598.58	11362.75	200961.33	66470.43	39233.18
Total	16701961.50	458290.00	17160251.50	10818510.70	810781.22	11629291.92	5530959.58	5883450.80
Previous Year	16549561.50	152400.00	16701961.50	9850347.31	968163.39	10818510.70	5883450.80	6699214.19
Capital Work in Progress							NIL	NIL

Particulars	As At 31.03.09 Amount (Rs.)		As At 31.3.08 Amount (Rs.)	
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SCHEDULE - IV

LONG TERM INVESTMENTS (NON-TRADE, AT COST)

UNQUOTED	Face Value		
National Saving Certificate (Pledged with Sales Tax and Mandi Tax Authorities)		18000.00	18000.00
Aura Infracons (P) Ltd. 114500 Shares	10.00	6870000.00	6870000.00
Quoted			
State Bank of Bikaner & Jaipur (35 Shares)	100.00	18900.00	18900.00
35 Shares Face Value Rs.100.00			
Market Value Rs. 174930.00 Previous Year Rs. 174930.00)			
		<u>6906900.00</u>	<u>6906900.00</u>

Note: Market Value of Quoted investment	68652.00	174930.00
Book value quoted investment	18900.00	18900.00
Book value of unquoted investment	6888000.00	6888000.00

SARDA PROTEINS LIMITED



Particulars As At 31.03.09
Amount (Rs.) As At 31.3.08
Amount (Rs.)

SCHEDULE - V

CURRENT ASSETS, LOANS & ADVANCES

Inventories (As taken, valued and certified by Management)

Raw Material	19764582.91	8132999.05
Finished Goods	2580882.50	3240976.54
Stores & Spares	79933.00	46812.00
Packing Material	187256.00	39115.00
	<u>22612654.41</u>	<u>11459902.59</u>

SUNDRY DEBTORS

(Unsecured, Considered Good)

Debts Outstanding for a period exceeding six months	89592.92	826956.72
Other Debts	7474741.14	9208815.39
	<u>7564334.06</u>	<u>10035772.11</u>

Cash & Bank Balances

Cash in Hand	116299.87	75972.07
Balance with Scheduled Banks		
In Current Account	1158398.11	5319287.07
in Fixed deposit Account	1139874.00	1065841.00
in Margin Money Account	20000.00	20000.00
	<u>2434571.98</u>	<u>6481100.14</u>

Note :- Balance with Scheduled bank in margin money account represents margin money against guarantee of Rs.20000/- given by bank to sales tax authorities.

Other Current Assets

Interest Receivable	32703.06	30432.06
Loans & Advances	<u>32703.06</u>	<u>30432.06</u>
Advances recoverable in cash or kind or for value to be received	4335306.70	4137642.08
Share Application Money (Pending allotment)	4200000.00	4200000.00
Security Deposit	850900.00	849500.00
TDS Advance Tax & Advance F.B.T.	446161.00	489039.00
	<u>9832367.70</u>	<u>9676181.08</u>

SCHEDULE - VI

CURRENT LIABILITIES & PROVISIONS

Liabilities

Sundry Creditors		
Due to micro, small, medium Ent.	NIL	NIL
Others	15681859.89	13812944.12
Outstanding Liabilities	874735.70	678258.25
Other Liabilities	196120.00	189200.00
Advances from customers	79575.34	44725.34
	<u>16832290.93</u>	<u>14725127.71</u>

Provisions

Income Tax Payable	268807.00	424186.00
Fringe Benefit Tax Payable	9630.00	5700.00
Gratuity and earned leave Payable	852266.00	506645.00
	<u>1130703.00</u>	<u>936531.00</u>

Note :- * Sundry creditor include due to Directors Rs. 70642.57 Maximum due any time during the year Rs. 167264.06 (previous year Rs. 3646.82 and Rs. 32014.84 respectively)
The company has not received from vendors/ suppliers the status of Micro, Small and Medium Enterprises under MSMED Act, 2006. So, the disclosure requirement for balance outstanding, interest paid/ payable as at the year end as required under the act has not been given.

SCHEDULE - VII

OTHER INCOME

	Current year	Previous year
Interest (Gross)	349522.00	171720.00
(Incl. TDS Rs. 77308 Prev. year Rs. 88702.00)		
Dividend	3500.00	3500.00
Misc. Bal. written off	0.00	8997.45
	<u>353022.00</u>	<u>184217.45</u>

SARDA PROTEINS LIMITED



Particulars	Current Year Amount (Rs.)		Previous Year Amount (Rs.)
SCHEDULE - VIII			
INCREASE & (DECREASE) IN STOCK OF FINISHED GOODS			
Closing Stock		2580882.50	3240976.54
Less : Opening Stock		<u>3240976.54</u>	<u>2232385.06</u>
		(660094.04)	1008591.48
SCHEDULE - IX RAW MATERIAL CONSUMED			
Opening Stock	8132999.05		19070654.58
Purchases	236827118.51		201434916.80
Inward Freight	1668659.00		2241746.00
Expenses	<u>429769.65</u>	247058546.21	<u>503506.05</u>
Less : Claim & Discount	82723.43		143930.30
Closing Stock	<u>19764582.91</u>	<u>19847306.34</u>	<u>8276929.35</u>
		227211239.87	214973894.08
Packing Material Consumed		<u>3182677.00</u>	<u>4167293.00</u>
		230393916.87	219141187.08
SCHEDULE - X			
REMUNERATION & BENEFITS TO EMPLOYEES			
Wages, Salary & other benefits		2574802.00	1920037.00
Staff Welfare Expenses		105871.00	93263.00
Contribution to Provident & Other Funds		<u>309527.00</u>	<u>268950.00</u>
		2990200.00	2282250.00
SCHEDULE - XI			
OTHER EXPENSES			
Stores & Spares Consumed		453980.09	688504.19
Power & Fuel		5696036.00	6809412.95
Repairs to Plant & Machinery		123224.50	231733.25
Repairs to Building		95311.00	475.00
Repairs to Others		2012.00	6639.00
Insurance		230967.60	218671.00
Rates & Taxes		79407.65	86136.00
Legal & Professional Expenses		191990.59	178039.37
Conveyance & Travelling (Including Directors Travelling RS. 77575.25 Previous year Rs. 69121.75)		333380.86	255771.64
Miscellaneous Expenses		877068.39	643670.72
Selling & Distribution Expenses :			
Brokerage	727227.00		676424.00
Claim & Discount	435974.00		458163.00
Freight & Forwarding	<u>769152.65</u>	1932353.65	<u>915988.20</u>
			2050575.20
Donation & Charity		5707.00	13655.00
Payment to Auditors :			
Audit Fees	24266.00		19101.00
Tax Audit Fees	11582.00		8989.00
Expenses (Reimbursed)	10781.00		7280.00
Other Matters	<u>8427.00</u>	55056.00	0.00
		10076495.33	35370.00
			11218653.32
SCHEDULE - XII			
INTEREST			
Interest on fixed loans		47944.00	81761.00
Interest on working capital borrowings / car loan		328791.15	367125.00
Interest on Others		<u>204335.00</u>	<u>747070.00</u>
		581070.15	1195956.00

SCHEDULE - XIII**SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

Annexed to and forming part of the Statement of Accounts as at 31.03.09

A. Significant Accounting Policies**i. General**

The accounts have been drawn up on historical cost convention and on the basis of applicable accounting standards and disclosure requirements of Schedule VI of the Companies Act, 1956.

ii Fixed Assets

Fixed Assets are stated at historical cost less depreciation.

iii Depreciation

Depreciation is provided on the basis of straight-line method as per the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956.

iv Inventory

- a. Finished Goods are valued at cost or market value whichever is lower.
- b. Raw materials are valued at lower of cost or net realisable value.
- c. By-Products are valued at estimated realisable price.
- d. Stores and Spare parts are valued at or under cost.

v Revenue Recognition

Revenue is recognised on mercantile basis including marine insurance except for claims / insurance claims, which are accounted for on ascertainment basis.

vi Subsidies

State Subsidies are accounted for on receipt basis.

vii Retirement Benefits and leave encashment

a. Gratuity- Provision for Gratuity in the nature of defined benefit obligation is considered on the basis of revised Accounting Standard (AS-15) on actuarial valuation. The discount rate and other actuarial assumptions are based on the parameters defined in the Accounting Standard.

b. Provident Fund - Company's contribution to the Provident Fund in the nature of Defined Contribution Plan are being charged to the Profit & Loss Account.

C. Leave with Wages- Short term benefits are provided for on accrual basis on the basis of Management estimates.

viii Income Tax

Provision of current income tax is made considering various allowances and benefits available to the company under the provisions of income tax laws. In pursuance of Accounting Standard AS - 22 'Accounting for Taxes on Income' issued by the Institute of Chartered Accounts of India, deferred tax is recognised on timing differences arising between book income and taxable income to the extent such timing differences are capable of reversal in one or more subsequent periods. Deferred tax assets on account of unabsorbed taxes and depreciation are recognised only to the extent that there is a virtual certainty of sufficient future taxable income available to realise such assets.

ix Miscellaneous Expenditure

Share issue expenses and preliminary expenses are written off over ten years.

x Intangible Assets

Intangible Assets are recognised on the basis of recognition criteria as set out in Accounting Standard AS -26 'Intangible Assets' issued by the Institute of Chartered Accountants of India.

xi Impairment of Assets

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of profit and loss account and carrying amount on the asset is reduced to its recoverable amount. Post impairment, depreciation is provided on the revised carrying value of the asset over its remaining useful life. Reversal of impairment losses recognized in prior year is recorded when there is an indication that the impairment losses recognized for the asset no longer exist or have decreased.

xii Contingent Liabilities

Contingent Liabilities, if material are disclosed by way of notes.

B Notes to Accounts

1. Contingent Liability not provide for: Nil (Previous Year-Nil)
2. In the opinion of the management the current asset, loans and advances have a value on realization at least equal to the amount at which they are stated in the balance sheet and the provisions for all known liabilities has been made
3. a. Provision for income tax has been made considering various benefits and allowances available to the company under the provisions of Income Tax Act, 1961.
b. Movement on account of deferred tax is as under :

	Balance as on 31.03.08	During the Year Charges / (Credit)	Balance as on 31.03.09
Depreciation	805937	(131954)	673983
Others	(183703)	(79647)	(263350)
Total	622234	(211601)	410633

4. Balance in Sundry Debtors and Sundry Creditors are subject to confirmation and / or reconciliation
5. As per Accounting Standards (AS)-15 "Employees Benefit", (revised) the disclosure of employees benefits as defined in Accounting Standard are given below

Defined Contribution Plan

Contribution to defined contribution plan, recognized as expenses for the year are as under	(in lakhs)	
Employers contribution to Provident Fund	2008-09	2007-08
	2.26	1.92

Defined Benefit Plan

The employees gratuity fund scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employees benefit entitlement and measures each unit separately to build up the final obligation.

I. Assumptions :	As on 31-3-09	As on 31-3-08
Discount Rate:	7.50%	8.10%
Rate of increase in Compensation levels :	10.00%	10.00%
Rate Return on Plan Assets:	--	--
Average Outstanding Service of Employees upto Retirement	23 yrs	22 yrs
Estimated Term of Benefit Obligation	16 yrs	--
II. Table Showing Charges in Present Value of Obligations during the period		
Present Value of Obligation as at the beginning of the period on	463223	393705
Acquisition adjustment	--	--
Interest Cost	37521	31890
Past Service Cost	--	--
Current Service Cost	130288	60968
Curtailment Cost / (Credit)	--	--
Settlement Cost / (Credit)	--	--
Benefit Paid	(11423)	NIL
Actuarial (gain)/ loss on obligations	165303	(23340)
Present Value of Obligation as at the end of the period on	(784912)	(463223)
III. Table Showing changes in the Fair value of Plan Assets		
Fair Value of Plan Assets at the beginning of the period	--	--
Acquisition Adjustments	--	--
Expected Return on Plan Assets	--	--
Contributions	--	--
Benefits Paid	--	--
Fair Value of Plan Assets at the end of the period on 31/3/2008	--	--
Funded Status	(784912)	(463223)

IV. THE AMOUNT TO BE RECOGNIZED IN BALANCE SHEET AND STATEMENTS OF PROFIT AND LOSS		
Present Value of Obligation as at the end of the period	784912	463223
Fair Value of Plan Assets as at the end of the period	--	--
Funded Status	(784912)	(463223)
Unrecognized Actuarial (gains) / losses	--	--
Unrecognized Past Service Cost (Non Vested Benefits)	--	--
Net Liability Recognized in Balance Sheet on 31/3/2008	784912	463223
V. EXPENSE RECOGNIZED IN THE STATEMENT OF PROFIT AND LOSS FOR THE PERIOD		
Current Service Cost	130288	60968
Past Service Cost	--	--
Interest Cost	37521	31890
Expected Return on Plan Assets	--	--
Curtailment Cost / (Credit)	--	--
Settlement Cost / (Credit)	--	--
Net actuarial (gain)/ loss recognized in the period	165303	(23340)
Expenses Recognized in the statement of Profit & Loss	333112	69512
6. In accordance with guiding principles as enunciated Accounting Standards AS-17 segment reporting issued by Institute of Chartered Accountants of India, the company has only one segment of Food. Hence no reporting is required.		
7. Related party disclosures as required by Accounting Standards AS-18		
A.- Key management personal and their relatives		
Mr. D.P. Sarda		
Mr. C. S. Sarda		
Mr. S. Sarda		
Mr. M.S. Somani		
Remuneration Rs.775000.00 (Previous Year Rs. 545000.00)		
Payable at year end Rs. 70642.57 (Previous year Rs. 3646.82)		
B. Enterprises in which key management personal and their relatives are able to exercise significant influences:		
Sarda Agro Products (P) Ltd.		
Sarda Oil Industries (P) Ltd.		
Sarda Industrial Corporation		
Aura Infracons (P) Ltd.		
Investment in above enterprises		
i) Investment in Equity share Rs. 6870000.00 (Previous year Rs. 6870000.00)		
ii) Share application money (pending allotment) Rs. 4200000.00 (Previous year Rs. 4200000.00)		
8. The book value of Aura Infracons (P) Ltd. is below the purchase/subscription price of investment made by the company. Considering long term strategic nature of investment diminution in value has been considered temporary and hence no provision has been made.		
9. Earnings per share as required by Accounting Standard AS- 20		
	2008-09	2007-08
Net Profit/ (Loss)	301330.79	470837.48
No of Equity Shares of Rs. 10.00 each (Weighted average number of shares on account of fully and partly paid shares)	2336850	2434850
Basic and diluted earning per shares	0.12	0.19
10. The remuneration and benefits to the directors		
Salary and allowances	775000.00	545000.00
Contribution to PF and other funds	93000.00	65400.00
Provision for Gratuity	--*	--*
* Note : Gratuity amount during the year is as per actuarial valuation so individually not identifiable.		

SARDA PROTEINS LIMITED



10. Additional information as required by Part II of Schedule VI of the Companies Act, 1956.

	2008-09		2007-08	
i. Licensed Capacity	N.A.		N.A.	
ii. Installed Capacity per annum	In Quintals		In Quintals	
Seed Crushing	120000		120000	
iii. Actual Production (in quintals)			Qty. in Qtls.	
Mustard Oil	29658.90		34713.10	
Mustard Oil Cake	54165.60		62939.39	
iv. Raw Material (Processed) :	Qty. in Qtls.	Value Rs.	Qty. in Qtls.	Value Rs.
Mustard Seed (indigenous)	86420.35	227211239.87	100594.85	214973894.08
v. Sales (including trading) :				
Mustard Oil	29679.85	184043387.00	35430.35	186832554.00
Mustard Oil Cake	54429.55	61573799.90	63814.50	51578788.15
Bajra	0.00	0.00	518.84	335802.00
vi. Stock (including trading) Opening Stock :				
Mustard Oil	483.80	2848798.24	384.55	1603646.56
Mustard Oil Cake	369.98	392178.30	967.29	628738.50
Closing Stock :				
Mustard Oil	462.85	2117103.00	483.80	2848798.24
Mustard Oil Cake	433.38	463779.50	369.98	392178.30
vii. Trading of Mustard Oil Cake :				
Purchase	327.35	363358.50	277.80	279050.00
Sales	327.35	389808.55	277.80	292243.00
viii. Trading of Mustard Oil :				
Purchase	0.00	0.00	816.50	3911336.00
Sales	0.00	0.00	816.50	3991171.00
ix. Trading of Bajra :				
Purchase	0.00	0.00	526.37	326949.81
Sales	0.00	0.00	518.84	335802.00
x. a) Raw Material :	Percentage	Value Rs.	Percentage	Value Rs.
Consumption Indigenous	100.00%	227211239.87	100.00%	214973894.08
Imported	----	----	----	----
Total	100.00%	227211239.87	100.00%	214973894.08
b) Stores & Spares :				
Consumption Indigenous	100.00%	453980.09	100.00%	688504.19
Imported	----	----	----	----
Total	100.00%	453980.09	100.00%	688504.19

11. Previous year figures have been regrouped wherever necessary to facilitate comparison.

As per our report of even date attached

for **S.S. Kothari Mehta & Co.**

Chartered Accountants

Arun K. Tulsian

Partner

M. No. 89907

Dated : 29th August, 2009

Place : New Delhi

D.P. SARDA

Director

S. SARDA

Director

SARDA PROTEINS LIMITED**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2009**

	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax and extraordinary items	94292.79	616407.48
ADJUSTMENT FOR		
Depreciation	810781.22	968163.39
Interest Received	(349522.00)	(171720.00)
Dividend Received	(3500.00)	(3500.00)
Interest Paid	581070.15	1195956.00
Adjustment of Gratuity as per AS-15	--	17583.00
Operating profit before working capital charges	1133122.16	2622889.87
ADJUSTMENT FOR:		
Trade and other receivables	2312980.43	(6756470.25)
Inventories	(11152751.82)	10131427.05
Trade Payables	2301335.22	(5046588.70)
Cash generated from operations	(5405314.01)	951257.97
Direct Taxes Paid	4563.00	339826.00
Net Cash from operating activities	(5409877.01)	611431.97
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital Expenditure	(458290.00)	(152400.00)
Interest received	349522.00	171720.00
Dividend received	3500.00	3500.00
Net cash received from investing activities	(105268.00)	22820.00
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long term borrowing	(514206.00)	(342239.00)
Increase in working capital from banks	2563893.00	4946712.00
Interest paid	(581070.15)	(1195956.00)
Net cash inflow/(outflow) from financing activities	1468616.85	3408517.00
Net cash increase/ (Decrease) in cash and cash equivalents (A+B+C)	(4046528.16)	4042768.97
Cash & Cash Equivalent (Opening)	6481100.14	2438331.17
Cash & Cash Equivalents (Closing)	2434571.98	6481100.14

As per our report of even date attached

for **S.S. Kothari Mehta & Co.**

Chartered Accountants

Arun K. Tulsian

Partner

M. No. 89907

Dated : 29th August, 2009

Place : New Delhi

D.P. SARDA

Director

S. SARDA

Director

**BALANCE SHEET ABSTRACT AND COMPANY'S
GENERAL BUSINESS PROFILE**

(Rupees in 000)

1.	REGISTRATION DETAILS	Registration no.	6353
		State Code	17
		Balance Sheet date	31-03-2009
2.	CAPITAL RAISED DURING THE YEAR	Public Issue	NIL
		Right Issue	NIL
		Bonus Issue	NIL
		Private Placement	NIL
3.	POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS	Total Liability	54914
		Total Assets	54914
		Sources of Funds	
		Paid up Capital	24348
		Reserve & Surplus	4682
		Secured Loans	7511
		Unsecured Loans	—
		Application of Funds	
		Net Fixed Assets	5531
		Investments	6906
		Net Current Assets	24514
4.	PERFORMANCE OF COMPANY	Turnover	245617
		Total Expenditure	245216
		Profit before Tax	94
		Profit after Tax	301
		Earning per share in Rs.	0.12
		Dividend Rate %	Nil
5.	GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (As per monetary terms)	Mustard Oil	151410.02
		Mustard Oil Cake	230640.01

As per our report of even date attached
for **S.S. Kothari Mehta & Co.**

Chartered Accountants

Arun K. Tulsian

Partner

M. No. 89907

Dated : 29th August, 2009

Place : New Delhi

D.P. SARDA

Director

S. SARDA

Director

SARDA PROTEINS LIMITED
E-172 (A) Matsya Industrial Area
Alwar - 301030

PROXY

I/We.....of.....
.....in the district of.....
being a member(s) of the above named Company, hereby appoint Mr/Miss/Mrs.....
.....of.....
of failing him/her, Mr.Miss/Mrs.....of.....
.....in the district of..... as my/our proxy to vote
for me/us on my/our behalf at the Eighteenth Annual General Meeting of the Company to be held on Wednes-
day, the 30th September, 2009 at 2.30 P.M.and at any adjournment thereof.

Signed this.....day of.....2009

No. of Shares held.....Ref. No. / L.F. No.....

Signature (S)
.....
.....

**Affix
Revenue
Stamp**

Note : The proxy must be deposited at the Registered Office of the Company at not less than 48 hours before the time for holding the meeting.

SARDA PROTEINS LIMITED
E-172 (A) Matsya Industrial Area
Alwar - 301030

ATTENDANCE SLIP

I hereby record my presence at the 18th Annual General Meeting on Wednesday, 30th September, 2009

Name of the Member.....
(in block letters)

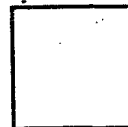
Folio No.

.....
(Signature of the Member/Proxy)

Note : 1. Please complete this attendance slip and hand it over at the entrance of the venue of the meeting.
2. Plase bring your copy of annual Report at the time of the Annual General Meeting.

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