



76th
Annual Report
&
Accounts
2009-2010

Ravalgaon[®]

The Ravalgaon Sugar Farm Ltd.

The Ravalgaon Sugar Farm Ltd.

BOARD OF DIRECTORS	Mr. HARSHAVARDHAN B. DOSHI <i>(Chairman & Managing Director)</i> Mr. Y. P. DANDIWALA Mr. M. B. BHIDE Mr. MOORAD FAZALBHOY Dr. D.S. KULKARNI (Upto 30.09.2009) Mr. NIHAL H.DOSHI Mr. ASHOK S. ASHTEKAR (w.e.f. 1.10.2009)
AUDITORS	M/s. V. SANKAR AIYAR & CO. Chartered Accountants
SOLICITORS	M/s. MULLA & MULLA & CRAIGIE BLUNT & CAROE
BANKERS	DENA BANK BANK OF BARODA
REGISTERED OFFICE	Ravalgaon – 423 108, Taluka Malegaon, Dist. Nasik, Maharashtra Tel. Nos.: (02554) 270274 / 270238, Fax No.: (02554) 270284
CORPORATE OFFICE	Showroom No. 10, Arcade, Ground Floor, World Trade Centre, Cuffe Parade, Mumbai 400 005. Tel. Nos.: (022) 22184291/ 22186479, Fax No.: (022) 22184294
FACTORY	Ravalgaon – 423 108, Taluka Malegaon, Dist. Nasik, Maharashtra. Tel. Nos.: (02554) 270274 / 270238, Fax No : (02554) 270284
REGISTRAR & SHARE TRANSFER AGENT	Freedom Registry Limited Plot no. 101/102, 19th street, MIDC Industrial Area, Satpur, Nasik-422001. Tel. (0253) 2354032. Fax (0253) 2351126.

ANNUAL GENERAL MEETING: at 10.00 A.M. on Thursday, 30th September 2010 at Krida Mandal Hall, Ravalgaon - 423 108, Taluka Malegaon, Dist. Nasik, Maharashtra.

The practice of distributing copies of the Annual Report at the Annual General Meeting has been discontinued as a measure of economy. Members are, therefore, requested to bring their copies of the Annual Report to the Meeting.

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NOTICE

NOTICE is hereby given that the SEVENTY SIXTH ANNUAL GENERAL MEETING of the Members of the Company will be held on Thursday, 30th September 2010 at 10.00 A.M. at Krida Mandal Hall, Ravalgaon – 423108, Taluka Malegaon, Dist Nasik, Maharashtra to transact the following business:-

ORDINARY BUSINESS:

- 1 To consider and adopt the Audited Balance Sheet as at 31st March 2010, Profit and Loss Account for the year ended 31st March 2010 and the reports of the Directors and Auditors thereon.
- 2 To declare a dividend, on equity shares.
- 3 To appoint a Director in place of Mr. Moorad Fazalbhoy who retires by rotation and being eligible, offers himself for reappointment.
- 4 To appoint Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution.

Ordinary Resolution

"RESOLVED THAT M/s V Sankar Aiyar and Co, Chartered Accountants, be and are hereby appointed as the Auditors of the company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the company on such remuneration as shall be fixed by the Board of Directors of the company"

SPECIAL BUSINESS:

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

"RESOLVED THAT in accordance with the provisions of section 257 and all other applicable provisions, if any, of the Companies Act, 1956, Mr. Ashok Ashtekar who was appointed by the Board of Directors as an additional Director of the company and who holds office up to the ensuing Annual General Meeting under section 260 of the Companies Act 1956 and in respect of whom the Company has received a notice in writing proposing his candidature or the office of Director, be & is hereby appointed as Director of the Company, liable to retire by rotation."

6. To consider and if thought fit to pass, with or without modifications, the following resolution as a Special Resolution:

"Resolved that pursuant to the provisions of Section 314 and other applicable provisions, if any, of the Companies Act, 1956, the Company hereby accords its consent to Mr. Ashok S. Ashtekar a Director of the Company holding or continuing to hold an office or place of profit under the Company and being nominated as an Occupier under the Factories Act, 1948 effective from 1st October 2009 till such time as the Board of Directors in its absolute discretion deem fit and proper and upon the following terms and conditions :

- i) That Mr. Ashok S. Ashtekar will in his capacity as an Occupier, in relation to the factory of the Company, take all such steps and perform all such duties as are required under the applicable provisions of law including under the Factories Act;
- ii) That the Company shall pay to Mr. Ashok S. Ashtekar such amount/amounts from time to time, not exceeding in aggregate Rs.2 lakhs per annum, as may be decided from time to time by the Board of Directors in its absolute discretion."

By Order of the Board,
H. B. DOSHI
Chairman & Managing Director

Registered Office :
Ravalgaon – 423 108
Taluka Malegaon,
Dist. Nasik, Maharashtra.
Dated : 27th July 2010

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 SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 HOURS BEFORE THE MEETING.
- 2 The Register of Members and Share Transfer Books of the Company will remain closed from Wednesday, 15th September 2010 to Thursday, 30th September 2010 (both days inclusive) for the payment of dividend.
- 3 The members holding shares in physical form are requested to notify immediately details of any change/correction in their address, bank particulars etc. to the Company's Registrars and Share Transfer Agents. Members holding shares in demat account (electronic form) may notify such change to the Depository Participant.
- 4 (a) Any dividend for the financial years ended 31st March 1996, 30th September 1997, 30th September 1998, 30th September 1999, 30th September 2000, 30th September 2001 and 30th September 2002, which remained unclaimed for 7 years from the date of declaration have been transferred to the Investor Education and Protection Fund established by the Central Government pursuant to Section 205C of the Companies Act, 1956.

(b) Shareholders are requested to note that no claim shall lie against the Company or the said Investor Education and Protection Fund after the transfer of unclaimed dividend to the fund.
- 5 The shares of the Company are under compulsory demat list of SEBI and therefore trading in equity shares can be done only in demat form. In case you have not demated your shares, you may do so by opening an account with any Depository Participant and completing the dematerialization procedure.
- 6 Details of Directors seeking Re-appointment at the forthcoming Annual General Meeting in pursuance of Clause 49 of the Listing Agreement.

1 Name of Director	Mr. Ashok Ashtekar	Mr.Moorad Fazalbhoj
2. Date of Birth	15.05.1945	04.12.1944
3. Experience in Specific Functional area and Position Held:	More than 30 years	More than 20 years
4. Qualification	D.E.E/D.M.E./F.I.M.E	B.A(Hons.)
5. Directorship in other Companies (Excluding foreign Companies)	Yes	Yes
6. Shareholding	NIL	NIL

On behalf of the Board of Directors

H. B. DOSHI
CHAIRMAN & MANAGING DIRECTOR

Registered Office :
Ravalgaon – 423 108
Taluka Malegaon,
Dist. Nasik, Maharashtra.
Dated : 27th July 2010

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EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

Item No 5:

The following Explanatory Statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice.

The Board of Directors of the Company (Board), by circular resolution dated Oct.01, 2009 appointed Mr.Ashok Ashtekar as an additional director with effect from 1st October 2009 pursuant to provisions of Section 260 of the Companies Act, 1956 read with Articles of Association of the Company.

In terms of provisions of section 260 of the Act, Mr. Ashok Ashtekar would hold office up to the date of the ensuing Annual General Meeting.

The Company has received a notice in writing from a member along with deposit of Rs 500/ for proposing the candidature of Mr. Ashok Ashtekar to the office of director under the provisions of section 257 of the Act.

Mr. Ashok Ashtekar is not disqualified from being appointed as Director in terms of section 274(1)(g) of the Act. The Company has received the requisite Form DD-A from Mr. Ashok Ashtekar in terms of the Companies (Disqualification of Directors under Section 274(1)(g) of the Companies Act, 1956) Rules 2003 confirming his eligibility for such appointment.

Item No. 6

Mr. Ashok S. Ashtekar has been associated with the Company for over One decade. He retired from the Company in the year 2006 as *General Manager (Tech.)*. Mr. Ashok S. Ashtekar is an experienced and qualified engineer. Mr. Ashok Ashtekar has agreed to act as an Occupier as provided in the Factories Act, in relation to the factory of the Company situated at Ravalgaon.

To compensate Mr. Ashok Ashtekar for the duties to be performed by him as an Occupier, the Board has considered it fair and reasonable to pay him such amounts as the Board may, from time to time, decide but not exceeding, in aggregate, Rs.2 lakhs per annum.

None of the directors other than Mr. Ashok Ashtekar is directly or indirectly interested or concerned in this resolution.

DIRECTORS' REPORT

To,
The Members of
THE RAVALGAON SUGAR FARM LTD.

Your Directors have pleasure in presenting the 76th Annual Report together with the Audited Accounts of the Company for the financial year ended 31st March 2010

FINANCIAL RESULTS:

(Rs. in Lacs)

	Year Ended 31st March 2010	Year Ended 31st March 2009
Net Profit /Loss (-) after providing for	614.74	693.18
(a) Depreciation	225.16	213.29
(b) Prior Period Items	0.53	201.08
(c) Provision for Taxation (including Deferred Tax)	269.28	284.11
Add: Surplus brought forward	663.51	100.00
Amount available for appropriation	1,278.25	793.18
Appropriations:		
Proposed Dividend	51.00	51.00
Tax on Proposed Dividend	8.47	8.67
Transfer to General Reserve	62.00	70.00
Balance carried to Balance Sheet	1,156.78	663.51

DIVIDEND :-

Your Directors have recommended Dividend of Rs.75/- for each Equity Share on 68,000 equity shares of Rs 50/- each for the financial year ended 31st March 2010

OPERATIONS:-

SUGAR

The following table gives the comparative figures of sugarcane crushed, sugar bags produced and the rate of recovery for the financial year under review and previous financial year.

	Current Year	Previous Year
Sugarcane crushed in MT	28,416	46,754
Sugar Bags (Nos.)	24,250	44,250
Recovery	8.53%	9.46%

Good monsoon in plantation areas improved the availability of sugarcane for the season 2009-10. The encouraging monsoon season and resulting increase in plantation areas is expected to improve further and thus increase the availability of sugar cane for the season 2010-2011. However the cost of sugarcane vis-à-vis sugar prices continues to be a matter of concern.

CANDY SUGAR:

The unhealthy competition from unorganized sector poses problems for the candy sugar business. The company is taking steps to use the candy plant for production of high-grade sugar as in the past. Production of Candy sugar and Bura was Nil during the financial year.

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CONFECTIONERY:

Production of confectionery was 3,219 MT during the financial year under review as compared to 3,242 MT during the previous year. The Company concentrated on brands such as Pan Pasand, Mango Mood, Coffee Break etc. These brands along with other traditional brands are receiving good response.

POLLUTION, ENVIRONMENT AND SAFETY:

Various equipments are installed as an anti-pollution measure for the protection of environment at your factory. The norms prescribed by the Government are strictly adhered to. Necessary industrial safety measures have also been taken wherever necessary at your factory, which has resulted in better protection of workers. During the year under review, no major accident has taken place in the factory.

FIXED DEPOSITS:

The total amount of Fixed Deposits as at 31st March 2010 was Rs.615.25 Lacs. There are no overdue deposits except unclaimed deposits amounting to Rs.6.31 Lacs as on 31st March 2010, of which deposits amounting to Rs.1.35 Lacs have since been repaid / renewed.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors confirm that,

- I.) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed with explanatory notes relating to material departures.
- II.) Appropriate accounting policies have been selected and applied consistently and judgments and estimates that are made are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss account of the Company for that period.
- III.) Proper and sufficient care has been taken for maintaining 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.
- IV.) The Annual Accounts have been prepared on a going concern basis.

CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION & ANALYSIS:

Pursuant to clause 49 of the Listing Agreement with the Stock Exchange, a "Management Discussion and Analysis" and a report on "Corporate Governance" are given as annexure 'A' and 'B' respectively to the report. A certificate from the Statutory Auditors of the Company regarding compliance with conditions of Corporate Governance is also annexed thereto.

SECRETARIAL COMPLIANCE CERTIFICATE:

A Secretarial Compliance Certificate pursuant to Section 383A of the Companies Act, 1956 is annexed herewith as Annexure 'C'.

AUDITORS' REPORT:

Auditors in their report have made observations in respect of non-provision for the present value of accrued gratuity liability, and non-provision of Excise Duty on closing stock of finished goods. Suitable explanation has been provided by way of note 7 and 10 respectively in Schedule N (B) forming part of the Accounts. These notes

are considered as explanation by Directors as part of their report.

PARTICULARS REGARDING EMPLOYEES:

The information required under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975, as amended, forms part of this Report. However, as per the provisions of Section 219(1) (b) (iv) of the Companies Act, 1956, the Report and Accounts are being circulated to all the shareholders excluding the aforesaid information. Shareholders, interested in obtaining this information, may write to the Company at its Registered Office.

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

Statement giving particulars regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earning and outgo as required under Companies (Disclosure of Particulars in Report of Board of Directors) Rules, 1988 is annexed to and forms part of this Report, as per Annexure 'D'.

DIRECTORS:

Mr. Moorad Fazalbhoy retires by rotation under Article 152 of Articles of Association and being eligible offers himself for re-appointment.

Mr. Ashok Ashtekar retires by rotation under Article 152 of Articles of Association and being eligible offers himself for re-appointment. The Company has received requisite notice in writing from a member proposing his candidature for the office of Director liable to retire by rotation.

AUDITORS:

You are requested to appoint Auditors for the current financial year 2010-11 and authorize the Board of Directors to fix their remuneration. The retiring Auditors, M/s. V.Sankar Aiyar & Co., being eligible, offer themselves for re-appointment.

ACKNOWLEDGEMENTS:

Your Directors take this opportunity to place on record their sincere appreciation for the timely assistance and cooperation extended by Financial Institutions, Company's Bankers and various Government Agencies / Bodies and look forward to receiving their continued support.

Your Directors also wish to place on record their appreciation for the co-operation extended/ services rendered by the workmen, staff, executives, dealers, customers and all others concerned.

Your Directors also express thanks to the shareholders for their support and the confidence placed in the Company.

For **THE RAVALGAON SUGAR FARM LTD.**

H. B. DOSHI
Chairman & Managing Director

Registered Office :

Ravalgaon - 423 108 Taluka Malegaon,
District Nasik, Maharashtra.
Dated : 27th July 2010

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ANNEXURE - A

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENT:

The Company is engaged in the manufacture of Sugar and various Confectionery Products. It has a manufacturing facility in Ravalgaon (Maharashtra) and a Corporate Office in Mumbai.

BUSINESS OUTLOOK:

The Sugar Industry in India comes under The Essential Commodities Act, 1955 and is therefore regulated by the Government. Being an agriculture based industry, performance is largely dependant on weather and rainfall in the area of operation.

There has been an improvement in the availability of sugarcane and further improvement is possible due to good monsoon and the resulting increase in plantation areas. However the prices of sugar have been very unfavorable. The sales of confectionery division were affected by various factors such as competition, increase in costs etc.

OPPORTUNITIES AND RISKS:

There is good demand for the products of the Company. Efforts are made to improve its operating efficiency by taking various steps like installing balancing equipments, more efficient use of the available resources. The products of the Company have been well accepted in the market.

Sugar Industry by nature is a seasonal industry, dependent on the sugarcane crop. Sugarcane needs good rainfall. This year the rainfall was not satisfactory resulting in lower availability of sugar cane.

However sugar prices have also been volatile and have been very unfavorable. These are not controlled by any single player due to large number of units in the country. Prices are also affected by the sales allocations made by the Government of India on a monthly basis as well as stocks held by the sugar mills.

Uncertainties in Government policies and regulations governing sugar industry in India also continue to pose risks to the sugar industry. The price for sugarcane to be paid to farmers by a manufacturer is also decided by the Government through its policy from time to time. The Company is therefore vulnerable to the changes in Government Policy.

As regards confectionery, the competition from outside sources has increased over the last few years. The competition and increase in costs, mainly material costs affect the sales and margins.

HUMAN / INDUSTRIAL RELATIONS:

The Company believes that manpower is the most valuable resource for its growth. Industrial relations have been very cordial. The Company has recruited competent managerial personnel. The Company continues to adopt progressive personnel policies to ensure strengthening the involvement of all in the development of company.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company maintains adequate internal control systems and makes suitable changes as needed to strengthen the same. The system provides among other things, reasonable assurance of recording the transactions of its operations in all material respects and of providing protection against significant mis-use or loss of Company's assets.

CAUTIONARY STATEMENT:

Statements made in Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and domestic demand-supply conditions, finished goods prices, raw material availability and costs thereof, change in Government regulations, tax structure and economic developments within India .

The Company assumes no responsibility with respect to forward-looking statements which may be amended or modified in the future on the basis of subsequent developments, information or events.

ANNEXURE - B

REPORT ON CORPORATE GOVERNANCE

This report on Corporate Governance forms part of the Directors' Report. This report besides being in compliance of the mandatory requirement of the Listing Agreement, gives an insight into the process of functioning of the Company.

CORPORATE GOVERNANCE

Company's Philosophy on Code of Corporate Governance.

The Company's Corporate Governance principles have a strong pedigree of fairness, transparency, ethical processes and good practices. The Core values of the organization include Quality, Trust, Leadership and Excellence. At RSFL, Governance has been a journey and we are continuously benchmarking our governance standards to global practices. These efforts give us the confidence of having put in place the right building blocks for future growth in a prudent and sustained manner. This emanates from our strong belief that sound governance is integral to creating value on a sustainable basis.

Company complies with the requirements as laid down in Clause 49 of the Listing Agreement with the Stock Exchanges.

1) GOVERNANCE STRUCTURE:

- i) **The Board of Directors** - The Members of the Board are free to bring up any matter for discussion at the Board Meetings and the functioning is democratic. The Board is equipped to perform its role of business assessment through inputs from time to time. Directors are fully briefed on all business related matters, risk assessment and minimization procedures and new initiatives proposed by the company. The Board thus plays a key role in framing policies for ensuring and enhancing good governance. Besides its primary role of setting corporate strategies and goals and monitoring corporate performance, the Board directs and guides the activities of the Management towards achieving corporate goals, seeks accountability with a view to achieve sustained and consistent growth aimed at adding value for its stakeholders.
- ii) **The Committee of Directors** – The Board has constituted the following committees viz: Audit Committee, Remuneration Committee and Shareholder's/Investors' Grievance Committee. Each of these committees has been mandated to operate within a given framework

2) BOARD OF DIRECTORS:

Composition of Board of Directors

The Board of Directors consists of professionals drawn from diverse fields, who bring in a wide range of skills and experience to the Board. The Board is broad-based and consists of eminent individuals drawn from management, technical, financial and marketing fields. The Company is managed by the Board of Directors in coordination with the senior management team. The day-to-day operations of the Company are conducted by the Chairman and Managing Director, subject to overall supervision and control of the Board of Directors. The Non-Executive Directors and Independent Directors bring external and wider perception and independence in the decision-making process. The composition of the Board of Directors meets with the requirements of Clause 49 (I) (A) of the Listing Agreement. None of the Directors on the Board is a member of more than ten Committees and Chairman of more than five Committees (as specified in Clause 49), across all companies in which they are Directors.

BRIEF PROFILE :

Brief resume of all the Directors, nature of their expertise in the specific functional areas and also the names of other companies in which they hold directorships, memberships/chairmanships of Board Committees and their shareholding in the company is given hereunder.

1. Mr. Harshavardhan B. Doshi – Chairman & Managing Director.

Mr. Harshavardhan B. Doshi is a science graduate from University of Mumbai. He is son of Mr. Bharat Gulabchand Doshi, one of the Founder Members of the company. He joined the Board in 1984. He has been associated with Sugar industry for over 25 years.

Mr. Harshavardhan B. Doshi is also Chairman of Acrow India Limited.

Mr. Harshavardhan B. Doshi is the promoter of the company and holds 2,070 shares of the company in his name as on 31st March 2010.

2. Mr. Yazdi P. Dandiwala – Director.

Mr. Yazdi P Dandiwala is a senior partner of Messers Mulla and Mulla & Craigie Blunt & Caroe , a leading firm of Advocates and Solicitors in Mumbai. He has been in practice for over three decades and has vast experience in the legal field and in particular on matters relating to corporate laws, banking and taxation.

Mr. Yazdi P Dandiwala, joined the Board in 1991.

Mr. Dandiwala is Chairman of the Remuneration Committee. He is also Member of the Share Transfer and Investor Grievance Committee and Audit Committee.

Mr. Dandiwala is Non Executive Independent Director of the company. Mr. Dandiwala does not hold any shares in his name as on 31st March 2010.

3. Mr. Moorad Fazalbhoy – Director.

Mr. Moorad Fazalbhoy, received a B.A (Hons) from York University, Toronto. He joined the Board in 1992. He has held several senior positions in his career including Chairman and Managing Director of Photophone Limited and Chairman of Photophone Comel Private Limited.

Mr. Moorad Fazalbhoy is a Member of Audit Committee and member of Remuneration Committee of the company.

Mr. Moorad Fazalbhoy is Non Executive Independent Director of the company. Mr. Fazalbhoy does not hold any shares of the company in his name as on 31st March 2010.

4. Mr. Manohar B. Bhide – Director.

Mr. Manohar Bhide is a Mechanical and Electrical Engineer having passed with distinction and getting 2nd rank in the Pune University. He is a Fellow of the Institution of Engineers of India. Mr. Bhide had a long tenure with Walchandnagar Industries Limited before he retired as General Manager (Marketing). Mr. Bhide, joined the board in 1991. Mr. Bhide also worked as Resident Director in Sugar Corporation of Uganda for two and half years.

Mr. Bhide is Chairman of Audit committee of the company and Member of Remuneration Committee of the Company.

Mr. Bhide is Non Executive Independent Director of the company. Mr. Bhide does not hold any shares of the company in his name as on 31st March 2010.

5. Mr. Nihal H. Doshi. – Director.

Mr. Nihal H. Doshi is an Associate at Quadrangle Group, a private equity firm headquartered in New York, USA, focused on investments in media, communications and information services. Prior to joining Quadrangle Group, Mr. Doshi worked for Credit Suisse in the Mergers and Acquisitions group. Mr. Doshi joined the Board of Directors in 2008.

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Mr. Nihal Doshi graduated with a Bachelor of Science, magna cum laude, in economics from the Wharton School at the University of Pennsylvania

Mr. Nihal Doshi is the son of Mr. Harshavardhan B. Doshi. Mr. Nihal Doshi does not hold any shares of the company in his name as on 31st March 2010.

6. Mr. Ashok S. Ashtekar – Director

Mr. Ashok Ashtekar Joined the Board in October 2009. He is an Engineer.

Mr. Ashok Ashtekar is Non Executive Independent Director of the company and does not hold any shares of the company in his name as on 31st March 2010.

ATTENDANCE OF EACH DIRECTOR AT THE BOARD MEETINGS AND THE LAST ANNUAL GENERAL MEETING

Five Board of Directors Meetings were held during the financial year ended 31st March 2010 on 21st April 2009, 26th June 2009, 29th July 2009, 29th October 2009 and 29th January 2010. The gap between two Board Meetings did not exceed four months. During the financial year ended 31st March 2010, one circular resolution was passed on 1st October 2009.

The details in regard to attendance of Directors at Board Meetings/shareholders meetings, the number of Directorship(s) held in Indian public limited companies and the position of Membership/Chairmanship of Audit Committees and shareholders' investors grievance committees in such Indian public limited companies are given below.

Name of the Director	Category of Directorship	No of Board Meetings attended out of five meetings held	Attendance at the AGM held on 29.09.2009	Directorship held in other Indian public limited companies (Excluding RSFL)	Number of Board Committees (other than RSFL) in which Chairman/Member	
					Chairman	Member
Shri Harshavardhan B Doshi	Promoter	5 out of 5	Yes	2	-	-
Shri Yazdi P Dandiwala	Independent,	5 out of 5	No	2	-	-
Shri Manohar B Bhide	Independent,	3 out of 5	No	2	1	3
Shri Moorad Fazalbhoj	Independent,	3 out of 5	No	1	-	2
Shri Ashok Ashtekar	Independent,	2 out of 2	No	1	-	-
Shri D S Kulkarni	Independent,	2 out of 3	Yes	-	1	-
Shri Nihal H Doshi	Promoter,	Nil out of 5	No	2	-	-

Note:

*This excludes directorships held in Foreign Companies, Private Companies, Companies formed under section 25 of the Companies Act, 1956, Government Bodies and Directorship in The Ravalgaon Sugar Farm Ltd

It is to be noted that the non executive Independent Directors of the company have no stake in the shareholding of the company.

BOARD PROCEDURE:

The Board generally meets once in a quarter to review the quarterly business and financial performance of the Company. These Meetings are scheduled well in advance and the notice of each Board Meeting is given in writing to each Director. All the items on the Agenda are accompanied by notes giving comprehensive information on the related subject and in certain matters such as financial/business plans, financial results and the same are tabled at the meeting

The Agenda and the relevant notes are sent in advance separately to each Director and only in exceptional cases, the same is tabled at the meeting. The Minutes of the Board Meetings are also circulated in advance to all Directors and confirmed at subsequent Meeting. The Board reviews the performance of the Company every quarter vis-à-vis the targets set by them and helps in the major strategic decisions and policy formulations. The Members of the Board are also free to recommend the inclusion of any matter for discussion in consultation with the Chairman.

The Board members are briefed at every Board Meeting, on the overall performance of the Company, with presentations by Business Heads and Senior Management. The performance vis-à-vis budgets are also presented to the Members of the Board. The information as specified in Annexure (I) (A) to Clause 49 of the Listing Agreement is regularly made available to the Board. The Minutes of Audit Committee and other Committees of the Board are circulated in advance to all Directors, regularly placed before the Board and noted by the Board.

3. AUDIT COMMITTEE:

BROAD TERMS OF REFERENCE

The composition, quorum, powers, role, review of information, scope, etc., of the audit committee is in accordance with the Section 292A of the Companies Act, 1956 and the provisions of Clause 49 II. (A), (B), (C), (D) and (E) of the Listing Agreement. The Audit Committee acts as a link between the Statutory and Internal Auditors and the Board of Directors. The Audit Committee *inter-alia* provides assurance to the Board on the adequacy of the internal control systems and financial disclosures. The Terms of Reference of the Audit Committee are as per the provisions and requirements of the Listing Agreement with the Stock Exchanges and in accordance with Section 292A of the Companies Act, 1956. These broadly include approval of Annual Internal Audit Plan, review of financial reporting system, internal controls system, discussion on quarterly, half-yearly annual financial results, interaction with Statutory and Internal Auditors, In-camera meeting with Statutory and Internal Auditors, recommendation for the appointment of Statutory and Cost Auditors and fixing their remuneration, appointment and remuneration of Internal Auditors, Review of Business Risk Management Plan, Management Discussions & Analysis, Review of Internal Audit Reports, significant related party transactions. The Company has framed the Audit Committee Charter for the purpose of effective compliance of Clause 49 of the Listing Agreement. In fulfilling the above role, the Audit Committee has powers to investigate any activity within its terms of reference, to seek information from employees and to obtain outside legal and professional advice. Additionally, the following terms of reference were issued to the Audit Committee by the Board of Directors:

- a) to consider and recommend to the Board the following:
 - (i) investment guidelines for treasury operations;
 - (ii) capital expenditure for enhancement of production capacity (excluding capital expenditure for normal maintenance/repairs/replacements);

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- b) to review the Annual Budget;
- c) to take note of the significant decisions taken, or important developments; considered at the Management Committee/ Working Board Meetings; and
- d) to carry out any other duties that may be delegated to the Audit Committee by the Board of Directors from time-to-time.

The Audit Committee, while reviewing the Annual Financial Statements also reviewed the applicability of various Accounting Standards (AS) referred to in sub-section (3C) of Section 211 of the Companies Act, 1956. Compliance of the Accounting Standards as applicable to the Company has been ensured in the preparation of the Financial Statements for the year ended March 31, 2010. The Company has appointed a firm of Chartered Accountants as Internal Auditors to review the internal control systems of the Company and to report thereon. The report of the Internal Auditors is reviewed by the Audit Committee.

The Members of the Audit Committee comprised of the following:

Name of the Director, Designation, Category and Qualifications required to be a member

Name of Director	Designation	Category	Qualifications required to be a member
Mr. M. B. Bhide.	Chairman	Non Executive, Independent Director	Has the requisite accounting and management expertise
Mr. Y. P. Dandiwala.	Member	Non Executive, Independent Director	Has the requisite accounting and management expertise
Mr. Moorad Fazalbhoy.	Member	Non Executive, Independent Director	Has the requisite accounting and management expertise

Meetings and Attendance:

During the year 2009-2010 four meetings of the Audit Committee were held on the dates mentioned hereinafter viz 26th June 2009, 29th July 2009, 29th October 2009 and 29th January 2010

The attendance of the Members at the Audit Committee Meetings are as under.

Name of the Director	No of meetings held	No of Meetings attended	Leave of Absence sought
Mr. M B Bhide	4	2	2
Mr. Y P Dandiwala	4	4	Nil
Mr. Moorad Fazalbhoy	4	2	2

4. REMUNERATION COMMITTEE

TERMS OF REFERENCE

The terms of reference of the Remuneration Committee are:

- (1) Reviewing the overall compensation policy, service agreements and other employment conditions of Managing / Whole Time Director(s).

- 2) Reviewing the performance of the Managing/Whole time director(s) and recommending to the Board the quantum of annual increments and annual commission.

COMPOSITION, MEETINGS AND ATTENDANCE

The Remuneration committee comprises of 3 directors, all of whom are Independent Non Executive Directors. The Chairman of the committee is an Independent Non Executive Director nominated by the Board.

The Composition of the Remuneration Committee is as follows.

Name of Director	Designation	Status
Mr. Y. P. Dandiwala	Chairman	Independent, Non Executive
Mr. M. B. Bhide.	Member	Independent, Non Executive
Mr. Moorad Fazalbhoy.	Member	Independent, Non Executive

During the year 2009-2010, the committee met on 29th July 2009.

REMUNERATION POLICY

(A) REMUNERATION TO NON-EXECUTIVE DIRECTORS

The Non Executive Directors are paid sitting fees @ Rs 2000/ for each meeting of the Board or any committee thereof attended by them.

The compensation of Non Executive Directors is approved unanimously by the Board none of the Non Executive Directors has any material pecuniary relationship or transactions with the company.

(B) REMUNERATION TO CHAIRMAN AND MANAGING AND WHOLE TIME DIRECTOR(S)

The appointment of Chairman and Managing Director and whole time director(s) is governed by resolutions passed by the Board of Directors and shareholders of the company, which covers the terms of such appointment and remuneration read with service rules of the company. Payment of remuneration to Chairman and Managing Director and whole time Director(s) is governed by the respective agreements executed between them and the company. Remuneration paid to Chairman and Managing Director and Whole time Director(s) is recommended by the Remuneration committee, approved by the Board and is within the limits set by the shareholders at the Annual General Meetings.

The remuneration package of Chairman and Managing Director and whole time Director(s) comprises of salary, perquisites and allowances, commission and contribution to Provident and other retirement benefit funds as approved by the shareholders at the Annual General Meetings. Annual increments are linked to performance and are decided by the Remuneration Committee and recommended to the Board for approval thereof.

The remuneration policy is directed towards rewarding performance, based on review of achievements, it is aimed at attracting and retaining high caliber talent.

There is no separate provision for payment of severance fees under the resolutions governing the appointment of Chairman and Managing Director and whole time Director(s).

Presently the company does not have a scheme for grant of stock options or performance-linked incentives for its Directors.

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Details of Remuneration paid to all Directors:

Remuneration to Directors

Details of Remuneration paid to the Chairman & Managing Director, Mr. H. B. Doshi for the financial year ended on 31st March 2010 are as follows:

Particulars	Rs. in Lacs Current Year	Rs. in lacs Previous Year
Salary and Allowances	27.00	27.00
Perquisites	8.79	8.85
Contribution to Superannuation and Provident Fund	6.28	6.28
Total Remuneration	42.07	42.13

a) Severance fees — not applicable .b) Service contract for three years. c) Notice period of 6 months.

No remuneration was paid to any non-executive director other than

V.) Sitting fees aggregating Rs.44,000/- for attending the Board Meetings and Committee Meetings.

Directors	Rs
Shri.Y.P.Dandiwala	18000/-
Dr.D.S.Kulkarni	4000/-
Shri.Moorad Fazalbhoj	10000/-
Shri.M.B.Bhide	8000/-
Shri Ashok Ashtekar	4000/-
Total	44000/-

5. Shareholders / Investors Grievance and Share Transfer Committee:

As a measure of good Corporate Governance and to focus on the investors' grievances and to expedite the transfer process in the physical segment, the Board has constituted a Shareholders / Investors Grievance Committee which comprises of three non-executive Directors Shri. Y. P. Dandiwala, Shri D.S.Kulkarni(upto 30.09.2009) and Shri.M.B.Bhide.

No complaints were receive at the end of the year 31st March 2010

COMPLIANCE OFFICER

The Board has designated Mr. Pritesh S. Shah as the compliance officer.

DETAILS OF SHAREHOLDERS' COMPLAINTS RECEIVED, NOT SOLVED AND PENDING SHARE TRANSFERS.

Number of Shareholders complaints received during the year: NIL
Number of complaints not solved to the satisfaction of shareholders: NIL
Number of pending share transfer: NIL

(Except those rejected on technical grounds)

RISK MANAGEMENT

The Company has set in motion a system for management of risks associated with the orderly functioning of the Company. The audit committee has been mandated the accountability for integration of risk management practices into day to day activities

6. GENERAL BODY MEETINGS

The venue and time where last five Annual General Meetings were held is given below.

Financial Year	Meeting	Day and Date	Time	Location
March 2005	71 st AGM	Friday, 30 th September 2005	9.30 a.m	Krida Mandal Hall, RSFL- 423 108, Taluka: Malegaon, Dist. Nasik. Maharashtra.
March 2006*	72 nd AGM	Saturday, 30 th September 2006	3.00 p.m	Krida Mandal Hall, RSFL- 423 108, Taluka: Malegaon, Dist. Nasik. Maharashtra.
March 2007	73 rd AGM	Saturday, 29 th September 2007	10.00 a.m	Krida Mandal Hall, RSFL- 423 108, Taluka: Malegaon, Dist. Nasik. Maharashtra.
March 2008	74 th AGM	Thursday, 14 th August 2008	9.00 a.m	Krida Mandal Hall, RSFL- 423 108, Taluka: Malegaon, Dist. Nasik. Maharashtra.
March 2009	75 th AGM	Tuesday, 29 th September 2009	11.30 a.m	Krida Mandal Hall, RSFL- 423 108, Taluka: Malegaon, Dist. Nasik. Maharashtra.

During the Financial Year ended March 2006, an Extra Ordinary General Meeting (EOGM) was held on 13th June 2005 wherein a Special Resolution was passed for approval of appointment of Mr H B Doshi as CMD for a period of three years from 16th January 2005 to 15th January 2008.

During the Financial Year ended 31st march 2009, an Extra Ordinary General Meeting was held on 21st April 2008 for extending the appointment of Mr. H B Doshi as CMD for further period of three years from 16th January 2008 to 15th January 2011.

During the Financial Year ended 31st March 2010, an Extra Ordinary General Meeting was held on 29th September 2009 for increase/revision in the remuneration payable to Mr. H B Doshi, CMD.

7. SUBSIDIARIES

The Board of Directors have, during the year, from time to time reviewed the operations of the Subsidiaries and observed that the same is not effective and hence have decided, in principle, to recommend for their dissolution.

8. DISCLOSURES

During the last three years, no penalty or strictures have been imposed on the Company by the Stock Exchange/SEBI/Statutory Authorities on matters related to capital markets.

There are no materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large, except as reported elsewhere in the report/accounts.

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments during the year and there are no such instruments, which are outstanding as of the date of this Report.

The Company has complied with the mandatory requirements and has not adopted any non-mandatory requirement of Clause 49 of the Listing Agreements.

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9. INSIDER TRADING

The Securities and Exchange Board of India (SEBI) has, effective February 20, 2002, introduced amendments to the existing Insider Trading Regulations of 1992 which require new action steps by the corporate and market intermediaries for the purpose of prevention of Insider Trading.

Pursuant to the above requirements of SEBI (Prohibition of Insider Trading) Regulations, 1992 as amended, the company has adopted a "Code of Conduct for Prevention of Insider Trading". The code is applicable to all the Directors and such designated employees who are expected to have access to unpublished price sensitive information relating to the company.

Mr. Pritesh S. Shah is the compliance officer for adherence to the Regulations.

10. CODE OF CONDUCT

The Board of Directors have adopted a Code of Business Conduct and Ethics for Directors and Senior Management. The said code has been communicated to the directors and Senior Management. The code is also uploaded on the company's website www.ravalgaonindia.com

11. MEANS OF COMMUNICATION

The approved financial results are forthwith sent to the Listed Stock Exchange and are published in the leading national newspapers namely Free Press Journal and Navshakti (Marathi) within forty-eight hours of approval thereof. These results and other official releases are also available at the company's website www.ravalgaonindia.com and of the Bombay Stock Exchange Ltd, Mumbai at www.bseindia.com. (The Management Discussion and Analysis Report forms part of the Annual Report.)

12. COMPLIANCE CERTIFICATE OF THE AUDITORS

The Statutory Auditors' Certificate, as stipulated in clause 49 of the listing agreement with Stock Exchanges, that the company has complied with the conditions of Corporate Governance is annexed to the Report of the Directors and Management Discussion and Analysis.

The certificate will be sent to the stock exchange where company's shares are listed.

• General Shareholder Information :

Date, Time and Venue of AGM	: Thursday, 30th September 2010 at 10:00 A.M. Krida Mandal Hall, Ravalgaon – 423 108, Taluka Malegaon, Dist. Nasik
Accounting Year	: April to March
Dates of Book Closure	: Wednesday, 15th September 2010 to Thursday, 30th September 2010
Listing on Stock Exchanges	: The Stock Exchange, Mumbai
Listing Fees	: Paid the Listing fee to the Stock Exchange, Mumbai
Demat Arrangement	: With NSDL and CDSL
ISIN NO.	: INE 615 A01017
Registered Office	: P.O. Ravalagaon, Taluka- Malegaon, Dist. Nasik, Ravalgaon – 423 108.
Company's E-Mail ID	: multipvt_nsk@sancharnet.in
Compliance Officer	: Mr. Pritesh S. Shah

Exclusive Email ID for redress of investor complaints in terms of clause 47(f) of the Listing Agreement following email address is exclusive for shareholders complaints – rstlconf@ravalgaonindia.com

• **Share Price on Mumbai Stock Exchange :**

High / Low during the last Financial Year 2009-2010: High Rs.11,187/- / Low Rs.4,110/-

Month	Share Price High (Rs)	Share Price Low (Rs)
April 2009	5,758/-	4,110/-
May 2009	6,400/-	4,600/-
June 2009	6,840/-	5,611/-
July 2009	6,600/-	5,100/-
August 2009	11,187/-	6,400/-
September 2009	10,800/-	8,946/-
October 2009	9,650/-	8,076/-
November 2009	8,875/-	7,800/-
December 2009	8,500/-	7,850/-
January 2010	11,111/-	8,072/-
February 2010	9,299/-	7,403/-
March 2010	8,450/-	6960/-

• **Shareholding Pattern as on 31st March 2010 :**

Category	Percentage Shareholding	Number of shares held
Promoters and Persons acting in concert	52.88%	35956
NRI and Foreign Institutional Investors	0.32%	216
Nationalised Banks, Financial Institutions and Insurance Companies	0.06	44
Indian Public	46.74%	31784
Total	100.00	68000

• **Distribution of Shareholding as on 31st March 2010 :**

No. of Equity Shares	Number of Shareholders	% of Shareholders	No. of Shares	% of Shares
1 – 500	4450	99.91	30386	44.69%
501 – 1000	0	0	0	0
1001 – 2000	1	0.02	1345	1.98%
2001 – 3000	1	0.02	2883	4.24%
3001 – 4000	0	0	0	0
4001 – 5000	0	0	0	0
5001 – 10000	1	0.02	5020	7.38%
10001 – and above	1	0.02	28366	41.71%
Total	4454	100.00%	68000	100.00%

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- **Additional Shareholders Information :**

76th ANNUAL GENERAL MEETING

DAY, DATE & TIME : Thursday, 30th September 2010 at 10.00 A.M.

PLACE : Krida Mandal Hall, Ravalgaon — 423 108, Taluka Malegaon, Dist. Nasik, Maharashtra.

- **FINANCIAL RESULTS :**

Calendar for Financial Results : Financial Year April 2010 to March 2011

First quarter results : Last week of July, 2010

Second quarter and half yearly results : Last week of October, 2010

Third quarter results : Last week of January, 2011

Fourth quarter results : Last week of June, 2011

- **BOOK CLOSURE**

The dates of book closure are from 15th September 2010 to 30th September 2010, inclusive of both days.

- **LISTING AND STOCK CODES**

The Company's equity shares are listed on The Stock Exchange, Mumbai (BSE). The stock code at the said Stock Exchange is 507300.

- **PLANT LOCATIONS**

The Ravalgaon Sugar Farm Ltd.

P.O. Ravalgaon - 423 108,

Taluka Malegaon, Dist. Nasik, Maharashtra

- **ADDRESS FOR CORRESPONDENCE**

Registered Office :

The Ravalgaon Sugar Farm Ltd.

P.O. Ravalgaon - 423 108,

Taluka Malegaon, Dist. Nasik

Maharashtra

Tel No. (02554) 270238 / 270274,

Fax No. (02554) 270284

Email : multipvt_nsk@sancharnet.in

Registrars & Share Transfer Agents :

Freedom Registry Ltd.

Plot No.101/102, 19th Street

MIDC Industrial Area, Satpur, Nasik - 422 001

Maharashtra

Tel No. (0253) 2354032.

Fax No. (0253) 2351126

Email : amtrac_nsk@sancharnet.in

- **Declaration on compliance of the Company's Code of Conduct :**

It is hereby confirmed that all the non-executive directors ,executive directors & senior management personnel of the Company have affirmed due observance of the Code of Conduct in so far as it is applicable to them and there is no non-compliance thereof for the financial year ended 31st March 2010

For **The Ravalgaon Sugar Farm Limited**

Harshavardhan B Doshi

Chairman & Managing Director

Mumbai

Dated : 27th July 2010

ANNEXURE - C TO DIRECTORS' REPORT

To,
The Members,
The Ravalgaon Sugar Farm Limited
P.O Ravalgaon - 423108
Taluka – Malegaon, Dist Nasik,
Maharashtra

CIN L01110MH1933PLC001930
Nominal Capital Rs 6.00 CRORES

We have examined the registers, records, books and papers of THE RAVALGAON SUGAR FARM LIMITED (the company) as required to be maintained under the Companies Act, 1956 (the Act) and rules made there under and also the provisions contained in the Memorandum and Articles of Association of the company for the financial year ended on 31st March 2010. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers, agents, we certify that in respect of the financial year ended on 31st March 2010.

1. The company has kept and maintained all the registers as stated in the Annexure "A" to this certificate, as per the provisions of the Act and the rules made there under and all the entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure "B" to this certificate with the Registrar of Companies, Regional Director, Central Government, Company Law Board, or other authorities within the time prescribed under the Act and the rules made there under.
3. The company is a public limited company and has paid up capital of Rs 34,00,000/ (Rupees Thirty Four Lacs only) as on 31st March 2010.
4. The Board of Directors duly met 5 times on 21st April 2009, 26th June 2009, 29th July 2009, 29th October 2009 and 29th January 2010 and in respect of such meetings proper notices were given and proceedings were properly recorded and signed.
5. The company closed its Register of Members from Tuesday, 15th September 2009 to Tuesday, 29th September 2009.
6. The Annual General Meeting for the financial year ended 31st March 2009 was held on 29th September 2009 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in the Minutes book maintained for the purpose.
7. One Extra Ordinary General Meeting was held during the financial year after giving due notice to the members of the company and the resolutions passed there at were duly recorded in the Minutes Book maintained for the purpose.
8. The company has not advanced any loans to its Directors or persons or firms or companies referred to under section 295 of the Act.
9. The company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section

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10. The company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or the Central Govt.
12. The company has issued duplicate share certificates during the financial year after complying with the provisions laid down in the Act.
13. During the financial year ended 31st March 2010, the Company has:
 - (i) Delivered all the certificates on lodgement thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act. The company has not made any allotment of securities during the financial year.
 - (ii) Deposited the amount of dividend declared in a separate Bank account in accordance with the provisions of the Act.
 - (iii) Posted warrants for dividends to all the members within a period of 30 (thirty) days from the date of declaration and that all unclaimed/unpaid dividend has been transferred to Unpaid dividend account of the company within the stipulated time.
 - (iv) Transferred the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid to Investor Education and Protection Fund/Central Govt in accordance with the provisions of the Act.
 - (v) Duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted. Mr Ashok Ashtekar was appointed as an additional director during the year. There was no appointment of Alternate Directors and Directors to fill casual vacancies during the financial year ended March 31, 2010.
15. The appointment of Chairman and Managing Director has been made in compliance with provisions of the Act read together with schedule XIII. The approval of the Central Government is awaited to Form No 25A filed by the company during the year.
16. The company has not made any appointment of sole selling agents during the year.
17. The company has sought approval of the Central Govt. for reappointment and payment of remuneration to Chairman and Managing Director.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The company has not issued any shares/debentures/other securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. There was no redemption of preference shares/debentures during the financial year.
22. There was no transaction necessitating the company to keep in abeyance the right to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The company has complied with the provisions of section 58A and 58AA read with Companies (Acceptance of Deposit) Rules, 1975/the applicable directions issued by the Reserve Bank

of India/any other authority in respect of deposits accepted including unsecured loans taken, raised by the company during the year and the company has filed the copy of advertisement with the Registrar of Companies, Maharashtra on 03rd December 2009. The Company has also filed return of deposit with the registrar of Companies.

24. The amount borrowed by the company from directors, members, public, financial institutions, banks and others during the financial year ending 31st March 2010 is within the borrowing limits of the company.
25. The company has given loans and made investments in other bodies corporate in compliance with the provisions of section 372A and has made necessary entries in the register kept for that purpose.
26. The company has not altered the provisions of the Memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the Memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provisions of the Memorandum with respect to name of the company during the year under scrutiny.
29. The company has not altered the provisions of the Memorandum with respect to share capital of the company during the year under scrutiny.
30. The company has not altered any of the provisions of its Articles of Association during the year under scrutiny.
31. There were no prosecutions initiated against or show cause notices received by the company and no fines or penalties or any other penalties or punishments were imposed on the company during the financial year for any of the offences under the Act.
32. The company has not received any money as security from its employees during the year under certification.
33. The company has deposited both employees' and employer's contribution to Provident Fund with the prescribed authority pursuant to section 418 of the Companies Act, 1956

Place Mumbai
Date: 27th July, 2010

Signature:
Name: BIPIN RAJE
C.P No: 6147

ANNEXURE A

- (1) Register of Members u/s 150 of the Act
- (2) Register of Directors shareholding u/s 307 of the Companies Act, 1956
- (3) Register of Directors, Managing Director, Manager and Secretary u/s 303 of the Companies Act, 1956
- (4) Books of accounts and cost records u/s 209(1) of the Act
- (5) Register of Particulars of Contracts in which Directors are interested u/s 301
- (6) Register of Directors Attendance
- (7) Minutes of the General Meetings and Board Meetings u/s 193 of the Act
- (8) Register of charges u/s 143 of the Act
- (9) Register of Fixed Deposits u/s 58A of the Companies Act, 1956

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ANNEXURE B

Forms and Returns as filed by the Company with the Registrar of Companies, Maharashtra, Mumbai during the financial year ending on 31st March 2010

Sr No*	Form No/Return	Filed Under Section	Purpose	Date of Filing	Whether filed In time	If delay in Filing, whether with Requisite late filing fees
1	Annual Return	159	Annual Return for the financial year ended 31st March 2009– SRN P40359390	10 th November 2009	Yes	NA
2	Balance Sheet	210	For the Year Ended 31st March 2009 – P35800085	12 th October 2009	Yes	NA
3	Compliance Certificate	383 A	Compliance certificate for the year ended 31.03.2009 – P35350529	6 th October 2009	Yes	NA
4	Transfer of Unpaid Deposits/Dividends	205C	Form No 11NV – A83502740	23 rd April 2010	Yes	NA
5	Return of Deposits	58A	For the financial year ended 31-03-2009 – A64340052	29 th June 2009	Yes	NA
6	Advt	58A	Fixed deposits – A73863599	3 rd December, 2009	Yes	NA
7	Form No 8		Creation of charge – A83613265	25 th April 2010	No	Yes
8	Form No 32		Appointment of Director A72447451	10 th November 2009	No	Yes
9	Form No 8		Creation of charge – A70631940	9 th October 2009	Yes	NA
10	Form No 23		Registration of Special Resolution – A38731246	01 st June 2008	No	Yes
11	Form 25A		Application to Central Govt for approval for increase in remuneration of Mr. H B Doshi as CMD – A73407579	25 th November 2009	Yes	NA

*Arrangement is not in chronological order

AUDITOR'S REPORT

The Shareholders

The Ravalgaon Sugar Farm Limited

1. We have audited the attached Balance Sheet of The Ravalgaon Sugar Farm Limited as at March 31, 2010, and the Profit & Loss Account and Cash Flow Statement for the year ended on that date. 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 the 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 (Auditors' Report) Order, 2003, issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 ("The Act"), as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 on the basis of the information and explanation given to us, and on the basis of such checks as we considered appropriate, we give in the Annexure, hereto a statement on the matters specified in paragraphs 4 & 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 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 purpose of our Audit.
 - (b) In our opinion, proper Books of Account as required by Law have been kept by the Company so far as appears from our examination of those books.
 - (c) The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the Books of Account.
 - (d) On the basis of written representation received from the Directors of the Company as at March 31, 2010 and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2010 from being appointed as Director in terms of clause {g} of sub section {1} of section 274 of the Companies Act, 1956.
 - (e) In our opinion, the Balance Sheet, Profit and Loss Account and Cash flow statement dealt with by this report comply with the mandatory Accounting Standards referred to in sub – section (3C) of section 211 of the Companies Act, 1956 except for accounting standard relating to employee benefits (AS 15) referred in para 4(f) below.
 - (f) No provision has been made for the present value of the accrued Gratuity liability (net of adhoc partial provision of Rs. 75 Lacs made during the year and funds lying with LIC of India) and valued actuarially by a independent actuary as at March 31, 2010 amounting to Rs. 337.00 Lacs as detailed in Note 13 of Schedule N of financial statements. Therefore the profit for the year is over stated by Rs.4.73 lacs and the Reserves and Surplus of the company as at March 31, 2010 are higher by Rs. 337 lacs.
 - (g) Subject to the effect of matters contained in Para 4 (f) above, In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies and other notes thereon give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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- (i) In so far as it relates to the Balance Sheet, of the state of affairs of the Company as at 31st March 2010;
- (ii) In so far as it relates to the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
- (iii) In the case of Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For **V. Sankar Aiyar & Co.**
Chartered Accountants
Firm Regn. No. 109208W

Arvind Mohan
Partner
M. No. 124082

Place : Mumbai
Dated : 27th July, 2010

Annexure to Auditors' Report

Referred to in Paragraph 3 of our report of even date

1. In respect of its fixed assets:
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b. As explained to us, the fixed assets have been physically verified by the management as per the phased programme of physical verification of fixed assets. As informed to us programme is such that all the fixed assets will get physically verified in two years time which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed assets. The reconciliation between assets physically verified and books of account is in progress and no material discrepancies have been noticed.
 - c. In our opinion, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. In respect of inventory;
 - a. The stock of finished goods and raw material has been physically verified during the year by the Management. The Company has a perpetual inventory system in respect of stores and spare parts. In our opinion, the frequency of verification is reasonable.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and nature of its business.
 - c. In our opinion and according to the information and explanations given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on

- verification between the physical stocks and the book records were not material having regard to the size of the operations of the Company.
3.
 - a. The company has not granted any loans secured or unsecured to any party covered in the register maintained under section 301 of the Act. Therefore, Clause 4(iii) (a), (b), (c) and (d) of the Order are not applicable to the Company.
 - b. The company has not taken any loans from parties covered in register maintained under section 301 of Companies Act, 1956. The existing unsecured loans have an outstanding balance of Rs. 100 Lacs and maximum balance of Rs. 265 Lacs during the year.
 - c. The rate of interest and other terms and conditions of loan taken are not prima-facie prejudicial to the interest of the Company.
 - d. The company is regular in repayment of the principal amount of loan taken and interest as stipulated.
 4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventories, fixed assets and also for the sale of goods and services. During the course of audit, we have not observed any other continuing failure to correct major weaknesses in the internal control.
 5. In respect of transactions covered under Section 301 of the Companies Act, 1956:
 - a. In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956, have been entered in the register required to be maintained under that section.
 - b. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of aforesaid contracts or arrangements in excess of Rs.5 lacs in respect of any party, have been made at prices which are prima facie reasonable having regard to the prevailing market prices at the relevant time.
 6. The Company has complied with the provisions of Section 58A, 58AA or any other relevant provisions of the Act and the rules framed under for deposits Accepted from public. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
 7. In our opinion, the company has an internal audit system commensurate with its size and the nature of its business.
 8. We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the Company pursuant to the rules made by the Central

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Government for the maintenance of the Cost records under Section 209(1)(d) of the Act and we are opinion that prima-facie, the prescribed accounts and records have been made and maintained.

9. In respect of the statutory dues:

- a. According to the records of the Company, undisputed statutory dues including, Investor Education and Protection Fund, Income Tax, Wealth Tax, Service Tax, Customs Duty, Excise duty, cess and other material statutory dues have been regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2010 for a period of more than six months from the date of becoming payable.
- b. According to the information and explanations given to us, the following disputed statutory dues on account of Excise duty, Purchase tax and Income Tax have not been deposited with the appropriate authorities:

Nature of dues	Amount not deposited in Rs. In lacs	Period to which the amount relates	Forum where dispute is pending
Sugarcane Purchase Tax Act. Sugarcane Purchase tax payable on harvesting and transport charges.	60.92	1995 to 1999.	High Court Mumbai
The Bombay Electricity Duty Act,1958. Electricity duty on own generation.	76.33	April,2005 to March,2009.	High Court Mumbai
The Central Excise Act.1944.	138.07	March,2002 to October, 2006	Customs, Excise and Service Tax Appellate Tribunal and Commissioner (Appeals)
Income Tax Act,1961	18.50 6.59	A.Y 2005-06 A.Y 2006-07	I.T.A.T (Mumbai) CIT Appeals (Mumbai)

10. The Company had does not have accumulated losses as per the Balance Sheet as the end of the financial year and has not incurred any cash loss during the year and during the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to banks.
12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.

13. In our opinion, the Company is not a chit fund or a Nidhi / mutual benefit fund / society. Accordingly, clause 4(xiii) of the Order does not apply.
14. The Company has not traded in securities, debentures and other investments. Accordingly, clause 4(xiv) of the Order does not apply.
15. In our opinion and according to information and explanations provided to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. In our opinion and according to information and explanations provided to us, the Term loans were applied for the purpose for which they were raised.
17. According to the information and explanations given to us, and on an overall examination of the Balance Sheet of the company, funds raised on short-term basis have, prima facie, not been used during the year for making long-term investments.
18. 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 Companies Act, 1956.
19. The Company has not issued any debentures. Accordingly, clause 4(xix) of the Order does not apply.
20. The Company has not raised any money by way of public issue during the year. Accordingly clause 4(xx) of the Order does not apply.
21. According to the information and explanations given to us, and based on audit procedures performed and representations obtained from the management, we report that no material fraud on or by the Company, has been noticed or reported during the year under audit.

For V. Sankar Aiyar & Co.
Chartered Accountants
Firm Regn. No. 109208W

Arvind Mohan
Partner
M. No. 124082

Place : Mumbai
Dated : July 27, 2010

THE RAVALGAON SUGAR FARM LTD.
BALANCE SHEET AS AT 31ST MARCH 2010

As At
31-Mar-2010
Rs in Lacs

As At
31-Mar-2009
Rs in Lacs

		Schedule			
I.	SOURCES OF FUNDS :				
1.	Shareholders' Funds				
	Share Capital	A	34.00		34.00
	Reserves & Surplus	B	3400.54		2845.27
				3434.54	2879.27
2.	Loan Funds				
	Secured Loans	C	740.56		811.05
	Unsecured Loans	D	1010.20		891.99
				1750.76	1703.04
3.	Deferred Tax Liability (Net)			399.70	420.00
				5585.00	5002.31
II.	APPLICATION OF FUNDS :				
1.	Fixed Assets:	E			
	Gross Block		5996.09		5942.88
	Less: Depreciation		3893.87		3687.88
	Less : Impairment		32.90		32.90
	Net Block			2069.32	2222.10
	Capital Work-in-Progress			3.07	-
				2072.39	2222.10
2.	Investments	F		2377.73	87.67
3.	Current Assets, Loans & Advances				
	Current Assets	G			
	- Inventories		939.73		2635.78
	- Sundry Debtors		196.88		268.69
	- Cash & Bank Balances		336.68		164.00
	Loans & Advances		311.82		499.69
				1785.11	3568.16
	Current Liabilities & Provisions	H			
	Current Liabilities		482.96		732.11
	Provisions		167.27		143.51
				650.23	875.62
	Net Current Assets			1134.88	2692.54
				5585.00	5002.31
	Notes to Accounts	N			

As per our report attached
For V. SANKAR AIYAR & CO.
Chartered Accountants
Firm Registration # 109208W

For and on behalf of the Board of Directors
HARSHAVARDHAN B.DOSHI
Chairman and Managing Director

ARVIND MOHAN
Partner
Membership No : 124082
Mumbai: Dated : 27/07/2010

Director

Mumbai: Dated : 27/07/2010

THE RAVALGAON SUGAR FARM LTD.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

Year Ended
31-Mar-2010
Rs in Lacs

Year Ended
31-Mar-2009
Rs in Lacs

Schedule

INCOME

Gross Sales		6406.33	9853.08
Less: Excise Duty		<u>273.16</u>	<u>664.05</u>
Net Sales		6133.17	9189.03
Other Income	I	177.81	309.68
Increase/(Decrease) in Stocks	J	<u>-1616.88</u>	<u>-2808.42</u>
		4694.10	6690.29

EXPENDITURE

Manufacturing & Other Expenses	K	3476.43	5096.26
Duties & Taxes	L	9.65	30.35
Interest & Finance Charges	M	98.31	172.02
Depreciation		<u>225.16</u>	<u>213.29</u>
		3809.55	5511.92

(Excess) / Short Provision for earlier years :

Cane Price for earlier Seasons		-	201.08
Other Expenses for earlier years		<u>0.53</u>	<u>-</u>
		0.53	201.08

Profit/Loss (-) Before Taxation

884.02 **977.29**

Taxation :

Provision for Current Tax		325.00	172.00
Provision for Fringe Benefit Tax		-	6.05
Provision for Deferred Tax		-20.30	61.82
Provision for Wealth Tax		1.25	1.10
Short provision for Taxes for earlier Years provided		<u>-36.67</u>	<u>43.14</u>
		269.28	284.11

Profit/Loss (-) After Taxation

614.74 **693.18**

Balance Brought Forward		<u>663.51</u>	<u>100.00</u>
Amount Available for Appropriation		1278.25	793.18
Proposed Dividend		51.00	51.00
Dividend distribution tax		8.47	8.67
Transferred to General Reserve		<u>62.00</u>	<u>70.00</u>
Surplus Carried to Balance Sheet		<u>1156.78</u>	<u>663.51</u>

Earnings Per Share (Basic & Diluted) (in Rs.)

904.03 **1019.38**

For face value of Rs. 50/- per share fully paid up

Notes to Accounts

N

As per our report attached

For and on behalf of the Board of Directors

For V. SANKAR AIYAR & CO.

Chartered Accountants
Firm Registration # 109208W

HARSHAVARDHAN B.DOSHI

Chairman and Managing Director

ARVIND MOHAN

Director

Partner

Membership No : 124082

Mumbai: Dated : 27/07/2010

Mumbai: Dated : 27/07/2010

THE RAVALGAON SUGAR FARM LTD.

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As At 31-Mar-2010 Rs in Lacs	As At 31-Mar-2009 Rs in Lacs
SCHEDULE 'A': SHARE CAPITAL:		
Authorised :		
3,00,000 Preference Shares of Rs. 100/- each (Previous Year 3,00,000 Preference Shares of Rs.100/- each)	300.00	300.00
6,00,000 Equity Shares of Rs.50/- each (Previous Year 6,00,000 Equity Shares of Rs.50/- each)	300.00	300.00
	600.00	600.00
Issued, Subscribed & Paid up :		
68,000 (P.Y. 68,000) Equity Shares of Rs.50/- each Fully Paid-up Note:Out of the above shares, 16,000 Equity Shares are allotted as fully paid up Bonus Shares by capitalisation of Reserves	34.00	34.00
	34.00	34.00
SCHEDULE 'B': RESERVES & SURPLUS		
Capital Redemption Reserve	20.00	20.00
Cash Subsidy Reserve	20.00	20.00
General Reserve	2141.76	2071.76
Add : Transfer from Profit & Loss Account	62.00	70.00
	2203.76	2141.76
Profit & Loss Account	1156.78	663.51
	3400.54	2845.27
SCHEDULE 'C' : SECURED LOANS:		
Term Loan from Government of India		
Under Sugar Development Fund for modernisation of Sugar Mill. (Secured Against First charge on Fixed Assets and Payable in 5 equal instalments. Due within one year Rs 21.16 lacs. Previous year Rs 21.16 lacs)	42.32	63.48
Term Loan from State Government		
(Secured by bank guarantee, which in turn is secured by residual charge on fixed assets) Due within one year Rs 7.56. Previous year Rs Nil)	37.82	37.82
Loans from Banks :		
(Secured by residuary charge on Fixed Assets. Repayable within 1 year Rs. 342.77 lacs, Previous Year Rs. 28.56)	656.99	685.55
Vehicle Loans from Banks :		
(Secured by hypothecation of specific vehicles.Installment due within one year Rs.1.18 lacs. Previous year Rs 1.68 lacs)	1.34	3.21
Cash Credit from Banks		
(Against hypothecation of Raw materials, Stores, Spares, Stock-in-trade, Receivables etc. and second charge on fixed assets)	2.09	20.99
	740.56	811.05
SCHEDULE 'D': UNSECURED LOANS:		
Fixed Deposits	615.25	295.12
Inter Corporate Deposits	100.00	265.00
Loan from Sicom (Sales Tax Deferment Loan)	294.95	331.87
	1010.20	891.99

THE RAVALGAON SUGAR FARM LTD.

Rs in Lacs

Schedule "E"

Perticulars

Fixed Assets

Particulars	Gross Block		Gross Block As at 31-Mar-2010	As at 01-Apr-2009	Depreciation *			As at 31-Mar-2010	Impairment of Assets			Net Block	
	As at 01-Apr-2009	During the year Additions			Deductions	As at 01-Apr-2009	During the Year		Duductions	As At 01-Apr-2009	During the year	As At 31-Mar-2010	As at 31-Mar-2010
Free Hold Land	5.10	-	5.10	-	-	-	-	-	-	-	5.10	5.10	
Buildings & Godowns	905.68	-	905.68	302.62	21.22	-	323.84	-	-	-	581.84	603.06	
Plant & Machinery	4737.71	64.17	4801.88	3211.99	187.88	-	3399.87	32.90	-	32.90	1369.11	1492.82	
Furniture & Fixtures	131.40	0.34	131.74	68.53	6.15	-	74.68	-	-	-	57.06	62.87	
Vehicles, Tractors, Trolleys etc	121.41	6.20	106.42	78.90	8.43	19.17	68.16	-	-	-	38.26	42.51	
Office Equipment	41.58	3.69	45.27	25.84	1.48	-	27.32	-	-	-	17.95	15.74	
Total	5942.88	74.40	5996.09	3687.88	225.16	19.17	3893.87	32.90	-	32.90	2069.32	2222.10	
Capital work-in-progress											3.07		
Grand Total	5942.88	74.40	5996.09	3687.88	225.16	19.17	3893.87	32.90	-	32.90	2072.39	2222.10	
Previous Year	5399.19	543.96	5942.88	3474.59	213.29	-	3687.88	32.90		32.90	2222.10		

* See note B (8) of Schedule N

THE RAVALGAON SUGAR FARM LTD.

	As At	As At
	31-Mar-2010	31-Mar-2009
	Rs in Lacs	Rs in Lacs
SCHEDULES FORMING PART OF THE BALANCE SHEET		
SCHEDULE 'F' : INVESTMENTS		
A. LONG TERM INVESTMENTS - Shares (Fully paid up)		
Quoted :		
The Scindia Steam Navigation Co.Ltd. 2,419 Equity Shares of Rs.20/- each	0.20	0.20
Dena Bank 15,101 Equity Shares of Rs.10/- each	4.51	4.51
Acrow India Limited 17,600 Equity Shares of Rs.10/- each	8.80	8.80
Unquoted :		
Carina Finvest Limited 36,190 Equity Shares of Rs.10/- each fully paid up	18.61	18.61
UTI Bond 5,750 Bonds of Rs.100/-each @ 6.75 % Tax free US 64 Bonds.	-	5.75
Rural Electification Bonds 5.5 % 500 Bonds of Rs.1000/-each	50.00	50.00
B. Current Investments : Mutual Funds		
ICICI Prudential Liquid Growth Plan (25139.559 units)	54.98	-
ICICI PrudentialFlexi daily Dividend (99254.453 units)	104.97	-
ICICI Prudential Short Term Firthnightly (1755695.947 units)	213.35	-
ICICI Prudential Short Term Monthly (2183809.51 units)	265.44	-
HDFC Short Term (3952096.546 units)	408.00	-
HDFC Equity Mutual Fund (140766.549 units)	50.00	-
HDFC Treasury Advantage Plan (519758.204 units)	52.14	-
J P Morgan China growth Fund (498777.506 units)	51.00	-
Kotak Floater daily Div (3206298.340 units)	323.19	-
Kotak Quaterly Interval Plan (3500000 units)	350.00	-
Releince Short Term (3964867.466 units)	422.30	-
UTI Bond Fund. (52,849 units)	5.96	-
	2383.45	87.87
Less: Provision for Doubtful / Dimishing value of Investment s	-5.72	-0.20
	2377.73	87.67
NOTES :		
1) Aggregate of Quoted Investments : At cost	13.51	13.51
Market value	41.47	53.53
2) Aggregate of Unquoted Investments : At Cost	68.61	18.61

THE RAVALGAON SUGAR FARM LTD.

	As At	As At
	31-Mar-2010	31-Mar-2009
	Rs in Lacs	Rs in Lacs

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 'G' : CURRENT ASSETS, LOANS & ADVANCES :

Inventories : (As Certified by the Chairman & Managing Director) At lower of cost or net realisable value

Stores, Spares and Packing Materials	368.03	353.31
Raw Materials	50.56	144.45
Finished Goods	518.74	2121.01
Work-in-progress/process	2.40	17.01
	<u>939.73</u>	<u>2635.78</u>

Sundry Debtors (Unsecured -Considered Good)

Over six months	6.96	32.63
Less : Provision for doubtful Debts	-	-23.16
Over six months	6.96	9.47
Others	189.92	259.22
	<u>196.88</u>	<u>268.69</u>

Cash and Bank Balances :

Cash in Hand	1.31	0.61
With Scheduled Banks :		
- In Fixed Deposit Account	161.62	11.32
- In Current Accounts	169.74	149.43
- Unclaimed Dividend Accounts	4.01	2.64
	<u>336.68</u>	<u>164.00</u>

Loans & Advances (Unsecured and considered good) :

Advances recoverable in cash or in kind or for value to be received (Net of Doubtful Advances Rs 5.56 lacs. Previous year Rs. 5.56 lacs)	75.02	172.56
Balance with Excise Department	1.31	41.09
Other Deposits	169.62	169.62
Prepaid Expenses	5.05	5.02
Advance Tax (Net of Provision of Rs. 639.46 lacs. Previous Year Rs. 578.67 lacs.)	60.82	111.40
	<u>311.82</u>	<u>499.69</u>
	<u>1785.11</u>	<u>3568.16</u>

THE RAVALGAON SUGAR FARM LTD.

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 'H': CURRENT LIABILITIES & PROVISIONS

Current Liabilities :

	As At 31-Mar-2010 Rs in Lacs	As At 31-Mar-2009 Rs in Lacs
Sundry Creditors	96.55	123.04
Bills Payable	22.35	46.57
Advance from Customers	13.85	3.39
Unclaimed Dividends *	4.01	2.64
Unclaimed Fixed Deposits *	6.31	6.73
Interest on Unclaimed Fixed Deposits *	1.64	1.00

* No amount is due to Investor Education and Protection Fund.

Cane Liabilities	31.67	152.97
Material Liabilities	1.54	1.54
Other Liabilities	181.05	262.49
Sundry Deposits	82.81	95.13
Interest Accrued But Not Due	41.18	36.61
	482.96	732.11

Provisions :

Proposed Dividend	51.00	51.00
Tax on Proposed Dividend	8.47	8.67
Provision For Leave Encashment	32.80	18.84
Provision for Gratuity	75.00	65.00
	167.27	143.51
	650.23	875.62

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE 'I' : OTHER INCOME

Interest & Dividend (Gross) :

	Year Ended 31-Mar-2010	Year Ended 31-Mar-2009
Dividend Received	66.25	0.95
Interest Received (T.D.S. Rs. 0.94 lacs. Previous Year Rs.0.19 lacs)	12.50	12.34
	78.75	13.29
Miscellaneous Income	48.82	155.60
Sales Tax set off	15.30	30.42
Profit on Sale of Assets	5.88	14.73
Provisions / Liabilities written back	29.06	95.64
	177.81	309.68

SCHEDULE 'J' : CHANGE IN STOCKS

Stocks at commencement :

Finished Products	2121.01	4893.45
Work-in-Progress/Process	17.01	52.99
	2138.02	4946.44

Less : Stocks at close :

Finished Products	518.74	2121.01
Work-in-Progress/Process	2.40	17.01
	521.14	2138.02
	-1616.88	-2808.42

THE RAVALGAON SUGAR FARM LTD.

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

Year Ended
31-Mar-2010
Rs in Lacs

Year Ended
31-Mar-2009
Rs in Lacs

SCHEDULE `K` : MANUFACTURING & OTHER EXPENSES :

Raw Materials & Components Consumed	1612.56	2814.29
Stores, Spares, Packing Materials & LooseTools Consumed	350.32	603.31
Employees' Remuneration & Benefits		
- Salaries, Wages & Bonus	558.73	613.26
- Contribution to Provident & Other Funds (Including Provision for Gratuity Rs 75 Lacs. Previous year Rs.65 lacs)	155.84	132.45
- Welfare Expenses	<u>17.12</u>	<u>19.47</u>
	731.69	765.18
Power & Fuel	121.34	122.48
Repairs & Maintenance :		
- Plant & Machinery	27.45	103.67
- Buildings	13.89	12.35
- Others	<u>22.58</u>	<u>70.07</u>
	63.92	186.09
Freight & Forwarding Expenses	166.54	126.74
Insurance	5.96	8.23
Rent	56.10	65.26
Rates & Taxes	19.02	34.81
Postage and Telephone	11.82	10.37
Printing & Stationery	7.16	7.19
Travelling & Conveyance	143.27	103.62
Other manufacturing expenses	28.61	40.40
Miscellaneous Expenses	55.86	119.69
Legal & Professional Charges (Refer note no.B3)	35.61	37.44
Directors' Fees	0.44	0.68
Advertisement, Publicity and Selling Expenses	32.42	12.90
Commission & Discount	16.63	15.83
Donation	10.62	21.75
Loss on Sale of Assets	1.02	-
Provision for diminution in value of investments	<u>5.52</u>	<u>-</u>
	<u>3476.43</u>	<u>5096.26</u>

SCHEDULE `L` : DUTIES & TAXES

Excise duty & Sugar Cess	4.58	26.11
Sales Tax	<u>5.07</u>	<u>4.24</u>
	<u>9.65</u>	<u>30.35</u>

SCHEDULE `M` : INTEREST & FINANCE CHARGES

Interest on Cash Credit	3.04	43.85
Interest on Term Loan	3.08	3.93
Interest on others	63.24	69.79
Finance Charges	<u>28.95</u>	<u>54.45</u>
	<u>98.31</u>	<u>172.02</u>

THE RAVALGAON SUGAR FARM LTD.

APRIL 09 TO MARCH 10

SCHEDULE "N"

A SIGNIFICANT ACCOUNTING POLICIES:

1 Basis of accounting ;

The Financial statements have been prepared and presented under the historical cost convention on accrual basis of accounting to comply with the accounting standards prescribed in the Companies (Accounting Standards) Rules, 2006 and with the relevant provisions of the Companies Act, 1956.

2 Use of estimates :

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements.

3 Revenue Recognition :

- a) The Company recognises revenue from sale of Products upon dispatch/delivery of the goods coupled with transfer of title to the customers.
- b) Revenue from service is recognised on rendering of services to customers
- c) Dividend Income is recognised when the right to receive payment is established.
- d) Interest Income is recognised on the time proportion basis.

4 Excise Duty:

- a) Liability on manufactured goods lying in the factory premises is not provided for and also not included in the valuation of stock-in trade.
- b) Cenvat received on capital goods and input material is reduced from the cost of respective Capital goods and input materials.

5 Employee Benefits :

- a) Short-term employee benefits are recognised as an expense at the un-discounted amount in the Profit and Loss Account for the year in which the related service is rendered
- b) In respect of Post employment benefits viz. Gratuity, the Company has a master policy with LIC under Group Gratuity Scheme for its employees. The Company provides / contributes to LIC-Group Gratuity Scheme for future payments of retirement gratuity to the employees as determined by Management
- c) Other Long-term benefits viz. Leave Encashment are recognised as an expense in the Profit and Loss Account for the year in which the employee has rendered service. The expense is recognised at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gains and losses are charged to the Profit and Loss account.
- d) Company's contribution paid / payable to defined contribution schemes such as Provident Fund, Superannuation are charged to Profit and Loss account.

6 Fixed Assets :

Fixed assets are carried at cost of acquisition or construction, less accumulated depreciation. The cost of fixed assets includes taxes (other than those subsequently recoverable from tax authorities), duties freight and other incidental expenses related to the acquisition and installation of respective assets. Interest on borrowed funds directly attributable to the qualifying assets up to the period such assets up to the period such assets are put to use, is included in the cost.

7 Depreciation :

- a) Depreciation on assets as on 31st March, 1993 is charged in the accounts on the Written Down Value Method in accordance with Schedule VI of the Companies Act, 1956.
- b) Depreciation on additions to Fixed Assets from 1st April, 1993 is charged in the Accounts on the Straight Line Method in accordance with the Schedule VI of the Companies Act, 1956.
- c) Depreciation in respect of each individual item of asset costing up to Rs.5000/- is provided @100% in the year of purchase.

8 Impairment of Assets :

At each balance sheet date the management reviews the carrying amount of its assets and goodwill included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount of an asset is the higher of an assets net selling price and value in use. In assessing value in use, the estimated future cash flows from the continuing use of asset and from its disposal are discounted to their present value using pre-tax discount rate that reflects the current market assessments of time value and the risk specific to the asset. Reversal of impairment loss is recognized immediately as income in the profit & loss account.

9 Investments:

Long Term Investments are valued at cost. Provision for diminution in the value of investments is made if, in the opinion of the management the diminution is of a permanent nature.

Current Investments are valued at lower of cost or fair value.

10 Inventory Valuation :

- a) Stores, spares, packing materials, loose tools and raw materials are valued at cost or net realisable value whichever is lower, by applying the First In First Out (FIFO) Method.
- b) Finished goods are valued at Cost or Net Realisable Value whichever is lower.
- c) Work-in-progress/process is valued at lower of cost or net realisable value.
- d) Estimated quantities of saleable by-products i.e. Molasses, Bagasse and Treated Dry Press mud are valued at estimated Net Realisable value.

11 Lease Accounting

Lease rentals on assets taken on operating lease are recognized as expense in the Profit and Loss Account on an accrual basis over the lease term.

12 Transactions in foreign Exchange :

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Exchange difference arising on foreign exchange transactions settled during the year are recognised in the Profit and Loss Account of the year.

Monetary assets and liabilities denominated in foreign currencies, which are outstanding as at the year end are translated at the closing exchange rate and the resultant exchange differences are recognised in the Profit and Loss Account..

13 Taxation :

Provision for current tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961. Deferred Tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognized and carried forward only to the extent there is reasonable certainty / if the Company has unabsorbed depreciation or carry forward tax, losses, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profit.

14 Accounting for Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes to Accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

15 Earnings per share :

The Basic & Diluted Earnings Per Share (" EPS ") is computed by dividing the net profit after tax for the year by weighted average number of equity shares outstanding during the year.

16 Cane Price :

Purchases of Sugarcane for the season are accounted for on an estimated basis as per the Sugarcane price policy announced by the Company.

B NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31st March 2010.

	Current Year Rs. Lacs	Previous Year Rs. Lacs
1 CONTINGENT LIABILITIES:		
a. Guarantees given by Banks	45.97	44.97
b. Sales Tax / Other liability for the years 1995-1999 not acknowledged as debt	60.92	60.92
c. Show cause notices cum demand for Excise Duty	138.07	143.05
d. Electricity Duty on own Generation	76.33	109.29
e. Income tax demands in appeal	-----	-
f. Construction House Employees Union's workmen wage demands against the order of industrial tribunal-Mumbai.	Unascertained	Unascertained
2 Legal and Professional Charges includes Auditors' Remuneration:		
a. Audit Fees	1.65	1.65
b. Tax Audit Fees	0.55	0.55
c. Others.	1.10	1.41
Total	3.30	3.61
3 MANAGING DIRECTOR'S REMUNERATION:		
a. Salary & allowances	27.00	27.00
b. Company's Contribution to Provident and other funds	6.28	6.28
c. Perquisites	8.80	10.23
Total	42.08	43.51

- 2 The purchases of Sugarcane during the year has been accounted as per sugarcane price policy announced by the Company from time to time and the estimate of the same as at the Balance sheet date is considered adequate.

3 Computation of Net Profit Under Section 349 of the Companies Act, 1956

Particulars	Rs. Lacs	Rs. Lacs
Profit /Loss (-) as per Profit & Loss A/c	884.02	977.28
Add:		
1. Depreciation as per Profit & Loss A/c	225.16	213.29
2. Loss on Sale of Asset	1.02	0.00
3. Managing Director's Remuneration	42.08	43.51
4. Directors' Sitting Fees	0.44	0.68
5. Excess of Income over expenditure B/F	547.93	
Sub Total	816.63	257.48
	1700.65	1234.76
Less:		
1. Depreciation U/S 350 of the Companies Act, 1956.	225.16	213.29
2. Profit on sale of assets	5.88	14.72
3. Excess of Expenditure over income brought forward	0.00	458.82
Sub Total	231.04	686.83
Profit/Loss(-) under section 349 of the Companies Act, 1956	1469.61	547.93
Ceiling Under Section 198 on Managerial Remuneration i.e 5%		

(i) The Managing Director's remuneration is within the limits as approved by Central Government vide letter dated 21st November 2005 for the period from 16.01.2005 to 15.01.2008 and letter No. SRN/A35159920/CL VII dated 22nd May 2008 for the period from 16.01.2008 to 15.01.2011.

4 There are no dues to micro and small enterprises as at 31st March 2010. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

5 The total loan amount outstanding from Sicom (Sales Tax Deferment Loan) is Rs. 294.95 Lacs out of which 134.17 lacs is repayable from April 2010 to April 2014 and the balance amount to be repaid within 5 years from the date of completion of the assessment of the relevant years.

6 Cane, Transport and Harvesters advances and liabilities, Debtors and Creditors balances are subject to confirmation and reconciliation.

7 As per the accounting practice followed by the Company, excise duty is accounted for at the point of Sales/Transfer of goods and no Excise Duty is provided in respect of the Finished Goods not sold or transferred. The estimated excise duty on closing stock of finished goods, as at 31st March 2010 as per prevailing rates is Rs 17.70 Lacs (Previous Year Rs.184.60 lacs). However, this will have no impact on the profit for the year.

8 In the opinion of the board, current assets, loans and advances have a value on realisation in the ordinary course of the business at least equal to the amount at which they are stated.

9 Major Components of Deferred Tax Assets and Liabilities arising on account of timing difference as at 31st March 2010 are:

Particulars	(Figures in Rs. Lacs)	
	Current Year	Previous Year
DEFERRED TAX LIABILITY		
Depreciation	432.01	457.25
Total	432.01	457.25
DEFERRED TAX ASSET		
Unabsorbed Depreciation/ Business Loss		
Disallowance under Section 43B of the Income Tax Act,1961	32.31	37.25
Others		
Total	32.31	37.25
Net deferred Tax Liability	399.70	420.00

(i) Deferred tax assets on account of unabsorbed Depreciation/Loss have been recognised as the Company is of the opinion that there is virtual certainty of realisation of the same.

10 AS 15 - Employee benefits :

a) The present value of accrued Gratuity liability as determined by an Actuary as at 31st March 2010 was Rs.444.16 lacs (Previous Year Rs.406.70 lacs).As against this amount of Rs.75 lacs has been provided as at that date.The balance lying in the contributory fund with the Life Insurance Corporation of India (LIC) as at 31st March 2010 is Rs. 32.16 lacs (Previous year 10.90 lacs).The net liability of Rs. 337.00 lacs as at year end (previous year Rs.330.80 lacs) has not been recognised in the Accounts as required under the Accounting Standard -15 i.e. Employee Benefits, issued by the Institute of Chartered Accountants of India. Consequently as against the charge to the profit and loss account of Rs.75 lacs (representing contributions to / provisions for the fund), the expense determined by the Actuarial Valuation is Rs. 79.73 lacs (previous year credit Rs 107.69 lacs) However the Company expects to meet this liability in due course with enhanced funding of the Contribution to L.I.C. or upon actual payment to employees as has been done in earlier years.

b) Subject to above, however the disclosure required under AS 15 "Employee Benefits" notified in the Companies (Accounting Standard) Rules 2006, are given below:

I. General description :**(i) Gratuity :**

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn) for each completed year of service. The Scheme is funded with Insurance Company in the form of qualifying insurance policy.

(ii) Leave Wages :

The leave wages are payable to all eligible employees at the rate of daily salary for each day of accumulated leave on death or on resignation or upon retirement on attaining superannuation age.

II. Defined Benefit plan :

The employees' Gratuity Fund scheme managed by a Trust is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

III Defined Contribution plan :

Contribution to defined contribution plan is recognized and charged off for the year as under:

Particulars	2009-10	2008-09
Employer's Contribution to Provident Fund	71.80	48.22
Employer's Contribution to Superannuation Fund	3.57	3.53

Sr. No.		Gratuity Funded		Leave Encashment (Unfunded)	
		Current Year	Previous Year	Current Year	Previous Year
IV	Expense to be recognised in the Statement of Profit & Loss for the year ended 31st March 2010				
1	Current Service Cost	18.53	14.93	11.07	8.62
2	Interest Cost	31.22	26.48	2.14	1.87
3	Expected return on plan assets	(4.16)	(2.24)		
4	Net Actuarial (Gains)/ Losses	34.14	68.52	5.10	(2.37)
5	Total Expense	79.73	107.69	18.31	8.12
V	Net Assets/ (Liability) to be recognised in the Balance Sheet as at 31st March 2010				
1	Present Value of Defined Obligation as at 31st March 2010	444.16	406.70	32.80	18.84
2	Fair Value of plan assets as at 31st March 2010	32.16	10.90		
3	Funded Status [Surplus / (Deficit)]	(412.00)	(395.80)	(32.80)	(18.84)
4	Provision made	75.00	65.00		
5	Net Assets/ (liability) as at 31st March 2010	(337.00)	(330.80)	(32.80)	(18.84)
VI	Change in Obligation during the Year ended 31st March 2010				
1	Present value of defined Benefit Obligation at the beginning of the year	406.70	333.92	18.84	18.80
2	Current Service Cost	18.53	14.93	11.07	8.62
3	Interest Cost	31.22	26.48	2.14	1.87
4	Actuarial (Gains)/ Losses	32.61	67.09	5.10	(2.37)
5	Benefits Payments	(44.90)	(35.72)	(4.35)	(8.08)
6	Present value of Defined Benefit Obligation at the end of the year	444.16	406.70	32.80	18.84
VII	Change in the Assets during the year ended 31st March 2010				
1	Fair Value of Plan Assets at the beginning of the year	10.90	2.24		
2	Expected return on Plan assets	4.16	2.24		
3	Contribution by Employer	63.53	43.59		
4	Actual benefits paid	(44.90)	(35.72)		
5	Actuarial Gains / (losses) on Plan Assets	(1.53)	(1.45)		
6	Fair Value of Plan Assets at the end of the year	32.16	10.90	0.00	0.00
	Category of Plan assets: Insurer managed fund. 100%.		NA		NA
VIII	Balance Sheet Reconciliation				
1	Opening Net Liability	395.80	331.70	18.84	18.80
2	Expenses as above	79.73	107.69	18.31	8.12
3	Employers Contribution	(63.53)	(43.59)	(4.35)	(8.08)
4	Provision made	(75.00)	(65.00)	0.00	0.00
5	Amount to be Recognised in Balance Sheet	337.00	330.80	32.80	18.84
IX	Actuarial Assumptions as at 31st March 2010				
	Discount rate	8%	7.75%	7.75%	7.75%
	Rate of return on Plan Assets	8%	8%	0%	0%
	Salary escalation rate	5%	5%	5%	5%

11 Segment Reporting:

- The Company has disclosed Business segment as the primary segment. Segments have been identified taking into account the nature of the products, the differing risks and returns, the organisation structure and internal reporting system.
- The Company's operations predominantly relate to manufacture of Sugar and Confectionery.
- The Company mainly caters to the needs of the domestic market. As such there are no reportable geographical Segments.
- Inter Segment Transfer Pricing Policy: The Sugar supplied to Candy & Confectionery division and Bura supplied to Confectionery division is based on market price. All other Inter segment transfers are at cost.

Segment information for the year ended 31st March 2010

Rs in Lacs

	Sugar		Confectionery		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1 External Sales (Net of Excise)						
a Domestic	3536.69	6938.32	2596.48	2250.71	6133.17	9189.03
b Exports					-	-
Total Sales	3536.69	6938.32	2596.48	2250.71	6133.17	9189.03
c Add.: Other Income	57.35	207.42	16.07	42.22	73.42	249.64
d Add.: Inter Segmental Sales	321.97	428.36			321.97	428.36
	3916.01	7574.10	2612.55	2292.93	6528.56	9867.03
e Less.: Eliminations	321.97	428.36	-	-	321.97	428.36
Total Segment Revenue	3594.04	7145.74	2612.55	2292.93	6206.59	9438.67
2 Profit before Interest & Corporate Expenses						
a Segment Result	929.55	1152.62	286.75	483.48	1216.30	1636.10
b Less : Unallocated Corporate Expenses					337.83	345.75
c Operating Profit					878.47	1290.35
d Less : Cane price and Other expenses for Earlier years					0.53	201.08
e Less : Interest Expenses					98.31	172.02
f Add : Other Income (including Dividend)					104.39	60.04
g Less : Taxes paid / provided						
i) Current Tax					325.00	172.00
ii) FBT					-	6.05
iii) Deferred Tax (Net)					(20.30)	61.82
iv) Wealth Tax					1.25	1.10
v) Tax Provision for Earlier Years					(36.67)	43.14
NET PROFIT/ / (LOSS)					614.74	693.18
3 Other Information						
Segmental Assets	2626.17	4476.59	518.06	724.12	3144.24	5200.71
Unallocated Corporate Assets					3090.99	677.22
Total Assets					6235.23	5877.93
Segmental Liabilities	201.36	434.52	238.64	256.06	440.00	690.58
Unallocated Corporate Liabilities					210.23	185.04
Total Liabilities					650.23	875.62
Capital Expenditure	63.30	497.62	7.65	29.22	70.95	526.84
Unallocated Corporate Capital Expenditure					3.45	17.12
Total Capital Expenditure					74.40	543.96
Depreciation & Impairment	172.31	154.47	36.66	41.94	208.97	196.41
Unallocated Corporate Depreciation					16.19	16.88
Total Depreciation & Impairment					225.16	213.29
Total Assets Exclude						
- Investments					2377.73	87.67
- Advance Tax (Net)					60.82	111.40
Total Liabilities Exclude						
- Deferred Tax (Net)					399.70	420.00
- Secured Loans					740.56	811.05
- Unsecured Loans					1010.20	891.99

12 **Related Party Disclosures:**

		Name of the Related Party	Nature of Relationship
A	Associate Companies	Lanica Financial Services Pvt. Ltd. Carina Finvest Ltd. Acrow India Ltd.	Associate Company -,,- -,,-
B	Key Management Personnel	Mr. Harshavardhan B. Doshi	Chairman & Managing Director
C	Relative of key managerial personnel	Mrs.Lamya H Doshi Mr Nihal H Doshi	Spouse Son

		Associate Companies		Key Management Personnel		Relative of Director	
		Current Year	Previous Period	Current Year	Previous Period	Current Year	Previous Period
1	Purchase of Good / Spares	1.93	10.87		--		--
2	Sale of Goods				--		--
3	Rendering of Services	5.13	2.22		--		--
4	Receiving of Services	5.15	9.37		--		--
5	Purchase of Fixed Assets	22.50	--		--		--
6	Sale of Fixed Asset		--		--		--
7	Reimbursement of Expenses	0.23	3.48		--		--
8	Amount received towards Deputation of Staff	48.66	82.58		--		--
9	Royalty received		--		--		--
10	Rent received	0.50	0.50		--		--
11	Rent paid	32.62	37.97		--		--
12	Outstanding balance in Current Assets, & Loan & Advance	113.99	122.28		--		--
13	ICD received during the period		25.00		--		--
14	ICD repaid during the period	165.00	130.00		--		--
15	ICD balance at the end of the period	100.00	265.00		--		--
16	Interest paid on ICDs during the period	16.96	28.93		--		--
17	Dividend paid during the period	25.04	16.69	1.21	0.81		--
18	Dividend Received	0.62	0.62				
19	Remuneration paid	NIL	NIL	42.08	43.51		1.18

13

- Future lease rentals payable within one year in respect of premises taken on lease Rs 27.29 Lacs. (Previous Year Rs.41.40 Lacs)
- Rent includes payment of lease rent in respect of premises of Rs 27.29 Lacs. (Previous Year Rs.34.20 Lacs)
- General Description of Lease Terms:
Lease rentals are recognised on the basis of agreed terms.
Assets are taken on lease for a period of 12 / 33 / 60 months.

14 **Earnings per Share (EPS)**

		2009-10	2008-09
(a)	Profit computation for both Basic & diluted Earnings Per Share of Rs.50/- each Net Profit/ (Loss) as per Profit & Loss Account available for Equity Shareholders.	614.74	693.17
(b)	Weighted Average number of Equity Shares for EPS computation (for Basic & Diluted EPS)	68,000	68,000
(c)	EPS (Weighted Average in Rs.) (Basic & Diluted)	904.03	1019.37

15 Additional information pursuant to the provisions of paragraphs 3, 4C & 4d of Part II of Schedule VI of the Companies Act, 1956 as certified by the Managing Director.

A. Particulars in respect of Licensed Capacity, Installed Capacity, Opening Stock, Production, Turnover, Closing Stock as at 31st March 2010									
Particulars	Licensed Capacity	Installed Capacity	Opening Stock	Value	Production	Turnover	Value	Closing Stock	Value
	Tones per day	Tones per day	Quantity in M.T.	Rs.in Lacs (c)	Quantity in M.T.	Quantity in M.T.	Rs.in Lacs (d)	Quantity in M.T.	Rs.in Lacs (c)
Sugar (a)	2,000 (2,000)	2,000 (2,000)	16,909 (45,219)	1897.81 (4766.26)	2,425 (19,190)	16,045 (44,827)	3421.04 (6582.70)	1,945 (16,909)	410.02 (1897.81)
Candy Sugar			1.00 (1)	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	1.00 (1.00)	0.00 0.00
Confectionery (b)	20 (20)	20 (20)	255 (151)	125.70 (68.69)	3,219 (3,242)	3,399 (3,138)	2596.48 (2250.82)	75 (255)	41.72 (125.70)
Molasses			1,950 (1,391)	97.50 (41.72)	1,675 (8,681)	1,950 (8,122)	106.17 (285.79)	1,675 (1,950)	67.00 (97.50)
Bagasse, Press mud and Treated Dry Press mud			N.A. (N.A.)	0.00 (16.78)	N.A. (N.A.)	N.A. (N.A.)	9.48 (70.57)	N.A. (N.A.)	
TOTAL				2121.01 (4893.45)			6133.17 (9189.88)		518.74 (2121.01)

- a) Net of Internal Transfer of 1344 M.T. (Previous Year 2673 M.T.)
- b) Confectionery turnover including samples and Damages Nil M.T. (Previous Year Nil M.T.)
- c) Excise Duty on closing stock Rs. 17.70 lacs (Previous Year Rs. 184.60 lacs) not considered.
- d) Turnover shown are net of Excise duty.
- e) Previous year figures are shown in brackets.

(B)	Details of Raw Materials and Components consumed	Current Year 31st March 2010		Previous Year 31st March 2009	
		Tonnes	Rs. Lacs	Tonnes	Rs. Lacs
	Sugarcane	28,416	672.70	163,482	1998.14
	Liquid Glucose	1,207	208.53	1,212	217.39
	Wrapping Papers	131	251.83	130	263.93
	Other Items		479.50		234.83
	Total		1612.56		2714.29

(C) a)	Value of Imports on CIF Basis :	Rs. Lacs	Rs. Lacs
i)	Raw Materials	0.00	0.00
ii)	Stores and Spares	4.54	22.16
iii)	Capital Goods	0.00	0.00
	Total	4.54	22.16

(C) b)	Expenditure in Foreign Exchange	Rs. Lacs	Rs. Lacs
i)	Travelling	12.66	
ii)	Subscription	0.19	
iii)	Others		19.56
	Total	12.85	19.56

		Current Year 31st March 2010		Previous Year 31st March 2009	
(C) c)			%		%
i)	Value of Raw Materials and Components consumed				
	- Indigenous	1612.56	100.00	2814.29	100.00
	- Imported	0.00	0.00	0.00	0.00
	Total	1612.56	100.00	2814.29	100.00
ii)	Value of Stores and Spares consumed				
	- Indigenous	345.78	98.70	581.15	96.33
	- Imported	4.54	1.30	22.16	3.67
	Total	350.32	100.00	603.31	100.00

(C) d)		Current Year		Previous Year	
i)	Amount remitted in Foreign currencies on account of Dividends	0.00		0.00	
ii)	Number of Non-resident Shareholders	26		22	
iii)	Shares held by them	216		211	
iv)	Year to which the Dividends is Related	2008-09		2007-08	

16 Previous Year figures have been regrouped/rearranged wherever necessary so as to conform to Current Year's grouping.

As per our report attached

For **V. SHANKAR AIYAR & CO.**
Chartered Accountants
Firm Reg. No.109208W

HARSHAVARDHAN B. DOSHI
Chairman and Managing Director

Arvind Mohan
Partner
M. No. 124082

Y P DANDIWALA Director

Mumbai : Dated 27th July 2010

Mumbai : Dated 27th July 2010

THE RAVALGAON SUGAR FARM LTD.

Balance Sheet Abstract and Company's General Business Profile

I. Registration Details :

Registration No. 1930 of 1932-33

Balance Sheet Date 31-Mar-2010

State Code: 11

II. Capital revised during the year :

Public Issue: Nil Rights Issue: Nil

Bonus Issue: Nil Private Placement: Nil

III. Position of Mobilization and Deployment of Funds (Amount in '000)

Total Liabilities: Rs 558,500 Total Assets: Rs 558,500

Sources of Funds:

Paid up Capital: Rs 3,400 Reserves & Surplus : Rs 340,054

Secured Loans: Rs 74,056 Unsecured Loans: Rs 101,020

Deferred Tax Liability (Net) Rs 39,970

Application of Funds:

Net Fixed Assets: Rs 207,239 Investments: Rs 237,773

Net Current Assets: Rs 113,488

IV. Performance of Company :

Turnover Rs 613,317 Total Expenditure Rs 542,696

Other Income Rs 17,781 Profit Before Tax Rs 88,402

Profit After Tax Rs 61,474 Earning Per Share Rs 904.03

V. Generic Names of Principal Products of Company (as per monetary terms)

(A) Item Code No.: 170111 00

Product Description: Sugar

(B) Item Code No.: 170490 00

Product Description: Confectionery

For V. SANKAR AIYAR & CO.

Chartered Accountants

Firm Registration # 109208W

For and on behalf of the Board of Directors

ARVIND MOHAN

Partner

Membership No : 124082

Mumbai

Dated : 27-Jul-2010

Directors

Mumbai

Dated : 27-Jul-2010

THE RAVALGAON SUGAR FARM LIMITED

Cash Flow statement for Year ended 31st March 2010

In accordance with the requirement under Clause - 32 of the listing agreement with Mumbai Stock Exchange

Rs. in Lacs

	Year Ended 31-Mar-2010		Year Ended 31-Mar-2009	
A) CASH FLOW FROM OPERATING ACTIVITIES :				
Profit Before Taxation		884.02		977.29
Depreciation	225.16		213.29	
Provision for diminution on investments	5.52			
(Profit) / Loss on sale of assets	-4.86		-14.73	
Interest / Dividend Received	-78.75		-13.29	
Interest Charged	98.31	245.38	172.02	357.29
Operating Profit Before Working Capital Changes		1129.40		1334.58
Working Capital Changes				
Adjustments for :				
Trade & Other Receivables	209.10		16.22	
Inventories	1696.05		2675.41	
Trade Payables	-231.13	<u>1674.02</u>	-1093.23	<u>1598.40</u>
Cash Generated from Operations		2803.42		2932.98
Direct Taxes Paid		-247.67		-248.48
Net Cash from Operating Activities		2555.75		2684.50
B) CASH FLOW FROM INVESTING ACTIVITIES :		-2287.42		-502.55
Purchase of Fixed Assets	-77.47		-530.86	
Sale of Fixed Assets	6.88		15.00	
Purchase of Investments	-2295.58		.	
Interest / Dividend Received	78.75		13.31	
C) CASH FLOW FROM FINANCING ACTIVITIES :		-95.65		-2485.76
Interest Paid	-93.74		-215.40	
Proceeds from Borrowings	47.72		-2235.59	
Dividend	-49.63		-34.77	
Net Increase / (Decrease) in Cash & Cash Equivalent		172.68		-303.81
Cash & Cash Equivalent at beginning of the year		164.00		467.81
Cash & Cash Equivalent at close of the year:		336.68		164.00

Note:-Previous Period Figures have been regrouped/recast wherever necessary.

As per our report attached

For V. SANKAR AIYAR & CO.

Chartered Accountants

Firm Registration # 109208W

For and on behalf of the Board of Directors

HARSHAVARDHAN B DOSHI

Chairman and Managing Director

ARVIND MOHAN

Partner

Membership No : 124082

Mumbai : Dated 27/07/2010

Directors

Mumbai : Dated 27/07/2010