



Bisleri



ORIENT BEVERAGES LIMITED

**ANNUAL REPORT
2010-2011**



Orient Beverages Limited

Board of Directors	Sri N. K. Poddar - <i>Chairman</i> Sri Akshat Poddar - <i>Managing Director</i> Smt. Ruchira Poddar - <i>Executive Director</i> Sri G. L. Agarwalla - <i>Director</i> Sri A. K. Poddar - <i>Director</i>
President	Smt. Avni Kandol
Company Secretary	Sri A. K. Singhania
Auditors	Tiwari & Company Chartered Accountants 107/1, Park Street, Kolkata - 700 016
Registered Office	Aelpe Court 225C, A.J.C. Bose Road, Kolkata - 700 020
Works	NH-6, Mumbai Highway Salap More, Howrah - 711 409, West Bengal
Bankers	United Bank of India State Bank of India Punjab National Bank Standard Chartered Bank HDFC Bank Limited AXIS Bank Limited ICICI Bank Limited
Registrars and Share Transfer Agents	Niche Technologies Pvt. Ltd. D-511, Bagree Market 71, B. R. B. B. Road, Kolkata - 700 001

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NOTICE

Notice is hereby given that 50th Annual General Meeting of the members of ORIENT BEVERAGES LIMITED will be held at GYAN MANCH, 11, Pretoria Street, Kolkata -700 071 on Monday, the 26th September, 2011 at 11.00 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011 and Profit & Loss Account for the year ended on that date and the reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri Narendra Kumar Poddar, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS:

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

"RESOLVED that pursuant to provisions of Sections 198, 269, 309, 310 and 314 read with schedule XIII and other applicable provisions, if any, of the Companies Act, 1956, as amended from time to time, and subject to approval of the Central Government under the provisions of the Companies Act, 1956, consent of the Members be and is hereby given for the re-appointment of Sri Narendra Kumar Poddar as Chairman (being Whole Time Director) of the Company for a further period of 5 (five) years with effect from 1st October, 2010 on the remuneration and other terms and conditions as set out in the draft agreement placed before the meeting and initialled by the Chairman for the purpose of identification."

"RESOLVED FURTHER that the Board of Directors of the Company be and is hereby specifically authorised to alter and vary the terms & conditions of the said appointment and/or agreement so as not to exceed the limit specified in Schedule XIII to the Companies Act, 1956, as amended from time to time, as may be agreed to between the Board of Directors and Sri Narendra Kumar Poddar and with the approval of the Central Government, wherever necessary."

Registered Office :
225C, A. J. C. Bose Road,
Kolkata - 700 020.

By Order of the Board

Dated: 12th August, 2011

A. K. SINGHANIA
Company Secretary

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/HERSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The relevant Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of Special Business is annexed hereto.

3. The Register of Members and Share Transfer Books of the Company will remain closed from 20th September, 2011 to 26th September, 2011 (both days inclusive) for the purpose of Annual General Meeting.
4. Members are requested to send their queries, if any, on the enclosed Accounts to reach at the Registered Office at least 7 (Seven) days before the date of Annual General Meeting.
5. Members / Proxies are requested to bring their copies of the Annual Report at the Meeting.
6. Members / Proxies are requested to bring their Attendance Slips attached herewith duly filled in for attending the Meeting.
7. Members who hold shares in the dematerialised form are requested to bring their Depository ID Number and Client ID Number to facilitate easier identification of attendance at the Annual General Meeting.
8. Pursuant to the provisions of Section 205A (5) and 205C of the Companies Act, 1956 amount of Dividend remaining unpaid or unclaimed for a period of seven years from the date of transfer to Unpaid Dividend Account of the Company, is required to be transferred to the Investor Education and Protection Fund constituted by the Central Government. In compliance with said provisions of the Act, the Company has transferred unclaimed / unpaid Dividend for the financial year ended 30th September, 1995 to 31st March, 1999 to the said Fund.
9. Members are informed that the Equity Shares of the Company have been admitted both on CDSL and NSDL and may be dematerialised under the ISIN INE247F01015.
10. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Accordingly, shareholders holding shares in physical form are requested to submit their PAN details along with a photocopy of PAN card, duly attested, to the Registrars of the Company, i.e. M/s Niche Technologies Pvt. Ltd. D-511, Bagree Market, 71, B. R. B. Road, Kolkata - 700 001. Shareholders holding shares in dematerialised form are requested to submit details of their PAN to the Depository Participants with whom they are maintaining their demat accounts.
11. Members holding shares in physical form can now avail the facility of nomination in respect of the shares held by them. The prescribed form (Form 2B) can be obtained/ submitted (in duplicate) from/ to the Registered Office or Registrars of the Company i.e. M/s. Niche Technologies Pvt. Ltd.
12. Members are advised to send their requests for Share Transfer, intimation for change of Address, Bank particulars and all other related correspondence directly to the Registrars of the Company.

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956:

Item No.4:

Sri Narendra Kumar Poddar, (hereinafter referred to as "Sri N. K. Poddar"), aged about 55 years, is associated with the Company since last 36 years as a Director, out of which he has worked as Managing Director or Executive Chairman for 30 years. Sri N. K. Poddar is a Commerce Graduate with Honours and has good business and administrative experience. Term of office of Sri N. K. Poddar as an Executive Chairman was up to 30th September, 2010. Considering the wide experience of Sri N. K. Poddar and significant contribution made by him for the Company, the Board of Directors has re-appointed him as Chairman (being Whole Time Director) of the Company at their Meeting held on 29th September, 2010 for a further period of 5 (five) years with effect from 1st October, 2010.

Since the Company does not have a Remuneration Committee to approve the remuneration of managerial personnel as required by the provisions of Schedule XIII to the Companies Act, 1956, the

Orient Beverages Limited

appointment and payment of remuneration to Sri N. K. Poddar is subject to approval of the Central Government under the provisions of the Companies Act, 1956.

The Company has got approval of the Central Government vide their letter dated 3rd March, 2011 for the appointment and payment of remuneration to Sri N. K. Poddar till ensuing Annual General Meeting. Approval for the remaining period will be considered by the Central Government after submission of approval of the shareholders to them.

Following are the main terms and conditions of re-appointment of Sri N. K. Poddar as Chairman (being Whole Time Director) :

- 1) **Salary :** ₹ 1,00,000/- (Rupees One lakh) only per month.
- 2) **Perquisites :** Perquisites shall be restricted to ₹ 25,000/- (Rupees Twenty five thousand) only per month or ₹ 3,00,000/- (Rupees Three lakhs) only per annum. The value of perquisites will be taken at actual cost, wherever practicable, otherwise same will be valued as per Income Tax Rules, 1962. These perquisites shall be classified as follows :
 - a) **Medical Reimbursement :** Expenses incurred for self and family subject to ceiling of one month's salary in a year or three months' salary over a period of three years.
 - b) **Leave Travel Concession :** For self and family once in a year incurred in accordance with the Company Rules.
 - c) **Club Fees :** Subject to a maximum of 2(two) Clubs. This will not include Admission and Life Membership Fee.
 - d) **Personal Accident Insurance :** Premium not to exceed ₹ 4,000/- per annum.
- 3) Other payments and provisions which shall not be included in the computation of the ceiling on remuneration :
 - a) Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
 - b) Gratuity payable at a rate not exceeding half a month's Salary for each completed year of Service, subject to maximum amount permissible as per the Payment of Gratuity Act, 1972.
 - c) Entitlement of leave and encashment of same at the end of the tenure as per Rules of the Company.
 - d) **Car :** Provision of Car for use of Company's business.
 - e) **Telephone :** Provision of Telephone at Residence for Company's business.
- 4) **Reimbursement of Expenses :**
 - a) **Entertainment Expenses :**
Reimbursement of entertainment expenses actually and properly incurred for the business of the Company will not be considered as perquisite.
 - b) **Travelling Expenses :**
Reimbursement of travelling expenses actually and properly incurred for the business of the Company will not be considered as perquisite.
- 5) Sri N. K. Poddar will not be entitled for any remuneration for attending the Board Meeting and/or any Meeting of the Committee of the Board.
- 6) **Minimum Remuneration :**
The Salary and perquisites as above shall be paid to Sri N. K. Poddar as minimum remuneration notwithstanding absence or inadequacy of profits in any financial year.

- 7) Sri N. K. Poddar shall not become interested or otherwise concerned directly or through his spouse or minor children in any selling agency of the Company in future without the prior approval of the Central Government so long he function as Whole Time Director of the Company and his appointment shall be liable to cease in the event of the contravention of this condition.
- 8) The terms and conditions of the said Appointment and/or Agreement may be altered or varied from time to time mutually by the Company and Sri N. K. Poddar within the limits prescribed in Schedule XIII to the Companies Act, 1956 or any amendment thereof and with the approval of the Central Government, wherever necessary.
- 9) The Agreement may be terminated by either party by giving the other party one month's Notice or the Company paying one month's remuneration in lieu of the Notice.

The Board considers that the Company would benefit from the continuation of Sri N. K. Poddar as Chairman (being Whole Time Director) and therefore recommend the proposed resolution for approval of the Members.

Sri N. K. Poddar himself, Smt. Ruchira Poddar and Sri Akshat Poddar, being his relatives, may be deemed to be concerned and/or interested in the said resolution. None of the other Directors of the Company is in any way concerned and/or interested in the said resolution.

An abstract of material terms of the contract between the Company and Sri N. K. Poddar pursuant to Section 302 of the Companies Act, 1956 has already been sent to all the members of the Company.

INSPECTION OF DOCUMENTS:

The documents referred to in this Notice / Explanatory Statement are open for inspection by the Members of the Company at the Registered Office on any working day during business hours up to the date of Annual General Meeting.

Registered Office
225C, A. J. C. Bose Road,
Kolkata – 700 020

By Order of the Board

Dated : 12th August, 2011

A. K. SINGHANIA
Company Secretary

DIRECTORS' REPORT

To The Shareholders,

Your Directors have pleasure in presenting the Annual Report and Audited Accounts of your Company for the year ended 31st March, 2011:

FINANCIAL RESULTS :	<u>2010-2011</u>	<u>2009-2010</u>
	₹	₹
Profit / (Loss) before Depreciation & Taxation	2,24,10,304	1,19,35,745
<u>Less:</u> Depreciation	96,36,545	73,25,608
<i>Provision for Taxation :</i>		
- Current Tax	41,00,000	17,71,000
- Deferred Tax	(15,73,074)	7,780
- For Earlier years	<u>(14,019)</u>	<u>(58,07,536)</u>
Profit / (Loss) after Tax	1,00,60,852	86,38,893
Add: Brought Forward Profit	<u>5,59,88,765</u>	<u>4,73,49,872</u>
Profit available for appropriation	5,60,49,617	5,59,88,765
APPROPRIATION		
Balance carried to Balance Sheet	<u>5,60,49,617</u>	<u>5,59,88,765</u>
	<u>5,60,49,617</u>	<u>5,59,88,765</u>

DIVIDEND :

With a view to plough back the Profit for the operations of the Company your Directors do not recommend any Dividend for the year ended 31st March, 2011 and entire amount of Profit is carried to Reserves and Surplus.

OPERATIONS :

Profit for the year under review is ₹ 100.61 Lacs as against ₹ 86.39 Lacs in the previous year. Hence there is a good growth in the net profit of the Company. Though in the current year there was a receipt of arrear rent of ₹ 61.10 Lacs and in the previous year there was an increase in the profit on account of earlier years' taxes written back by ₹ 58.08 Lacs, the results are still encouraging.

Working of the Packaged Drinking Water division has improved a lot as loss making operations has turned in to profit making during the current year. The Company has also got franchise rights to market and sale packaged drinking water under the trademark "Bisleri" for the state of Jharkhand and has already started commercial operations w.e.f. July 2011 in the said territory.

Real Estate Business is stable as in earlier years. Increase in the rent receivable from one of the tenants has been settled during the year w.e.f. 01.09.2007 and the Company has got a good increase

in rent along with arrear rent of ₹ 61.10 Lacs. With the present Real Estate activities, the Directors hope for a better year ahead in the current year, subject to stable market conditions.

DIRECTORS :

Sri Narendra Kumar Poddar was re-appointed as Chairman (being Whole Time Director) with effect from 1st October, 2010 subject to approval of the shareholders and the Central Government. Appropriate Resolution for his re-appointment as Chairman (being Whole Time Director) is being placed for consideration of the members at the ensuing Annual General Meeting. Sri Narendra Kumar Poddar also retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

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

- i) In preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) We have selected appropriate accounting policies and applied them consistently and we have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March 2011 and of the Profit of the Company for the year ended on that date;
- iii) We have taken proper and sufficient care for maintenance of adequate accounting records in accordance with provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) We have prepared the annual accounts on a going concern basis.

LISTING:

Your Company is listed with The Calcutta Stock Exchange Ltd. and Bombay Stock Exchange Ltd and Annual Listing Fee for the financial year 2011-12 have been paid.

AUDITORS:

M/s. Tiwari & Company, Chartered Accountants, Auditors of the Company retires at the ensuing Annual General Meeting and are eligible for re-appointment.

AUDITORS' REPORT:

Observations made in the Auditors' Report are self-explanatory as they have been fully explained in schedule of Notes on Accounts at respective points and do not require any clarification.

FIXED DEPOSITS:

The Company has not accepted any fixed deposits from public with in the meaning of Section 58A of the Companies Act, 1956 and the rules made there under.

PERSONNEL:

Cardial relations were maintained with all the employees at all levels. We thank all the employees of the Company for their dedication and sincerity.

PARTICULARS OF EMPLOYEES:

The Company did not have any employee falling within the scope of Sub-Section (2A) of Section 217 of the Companies Act, 1956.

INFORMATION PURSUANT TO SECTION 217(1) (e) OF THE COMPANIES ACT, 1956:

(A) Conservation of energy:

- a) Energy conservation measures taken:
- Installation of Automatic Blowing and Labeling Machines replacing semi automatic machines.
 - Installation of automatic Jar Filling Machine replacing semi automatic machine.
- b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy:
- Installation of higher capacity transformer to have proper distribution of power.
- c) Impact of measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:
- Saving in power consumption and consequently in the cost of production.
- d) Total energy consumption and energy consumption per unit of production: Not Applicable

(B) Technology Absorption:

Research and Development

Being Franchisee of M/s Bisleri International Private Limited, the Company is adopting technological guidelines provided by its Principal from time to time and thus Research and Development of technology is automatically taken care of.

(C) Foreign Exchange earnings and outgo:

Your Company did not have any foreign exchange earning during the year under review. The foreign exchange outgo was ₹ 8,30,623/- on account of travelling and other expenses.

For and on behalf of the Board

N. K. PODDAR
Chairman

Kolkata, 12th August, 2011.

AUDITORS' REPORT

**TO,
THE MEMBERS,
ORIENT BEVERAGES LIMITED**

We have audited the attached Balance Sheet of ORIENT BEVERAGES LIMITED (the Company) as at 31st March, 2011 and the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that :

1. 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.
2. 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 books of account.
3. The Balance Sheet and Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
4. In our opinion, the Balance Sheet and Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
5. On the basis of written representations received from the Directors, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2011 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information as required by the Companies Act, 1956 in the manner so required subject to Note No. 1.05 & 5 regarding non-charging of depreciation on certain assets, Note No.3 regarding non provision of Excise Duty as demanded by the Excise Authority being disputed by the Company and Note No.4 regarding pending execution of certain legal formalities in respect of assets and liabilities of amalgamating companies, give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011.

- b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date, and
 - c) In the case of Cash Flow Statement of the cash flows for the year ended on that date.
7. As required by the Companies (Auditor's Report) Order, 2003, as amended, issued by the Central Government in terms of sub-section (4A) of section 227 of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and the information and explanations given to us during the course of audit we further state to the extent applicable to the Company that :
- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
 - (b) The fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies between book records and physical inventory have been noticed on such verification.
 - (c) During the year under audit, the Company has not disposed off substantial part of its fixed assets.
 - ii) (a) The inventory of the Company has been physically verified at reasonable intervals by the management.
 - (b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - (c) On the basis of our examination of the records of inventory, in our opinion, the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in the books of account.
 - iii)(a) During the year under review, the Company has not granted any loans, secured or unsecured, from/to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act. Accordingly provisions in the Sub-clauses (iii) (b), (iii) (c) and (iii) (d) of clause 4 of the Order in respect of loan granted are not applicable.
 - (b) During the year under review, the Company has not taken secured or unsecured loans from Companies, firms or other parties as covered in the Register maintained under Section 301. Accordingly provisions in the Sub-clauses (iii) (f) and (iii) (g) of clause 4 of the Order in respect of loan taken are not applicable.
 - iv) In our opinion, there are adequate internal control procedures commensurate with the size of the Company and nature of its business, for the purchase of inventory, fixed assets and for the sale of goods. Further, during the course of our audit we have neither come across, nor have we been informed of any instances of continuing failure to correct major weakness in the aforesaid internal control procedures.
 - v) According to the information and explanations given to us, there are transactions

(share application money paid) of ₹ 5,00,000/- or more during the year in pursuance of contracts or arrangements, which are required to be entered in the Register maintained under Section 301 of the Act and that has been maintained.

- vi) The Company has not accepted any deposits from the public within the meaning of Section 58A and 58AA or any other relevant provisions of the Act and the rules framed there under.
- vii) The Company has maintained Internal Audit System which commensurate with its size and nature of its business.
- viii) The Central Government has not prescribed the maintenance of Cost Records under Section 209(1) (d) of the Companies Act, 1956, for the activities of the Company.
- ix) (a) According to the information and explanations given to us, during the year the Company has been generally regular in depositing with the appropriate authorities undisputed statutory dues in respect of Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Municipal Tax, Custom Duty, Excise Duty, Cess and any other material statutory dues, as applicable to it.

(b) According to the information and explanations given to us, there are no undisputed dues in respect of Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Municipal Tax, Custom Duty, Excise Duty, Cess and any other material statutory dues which were outstanding at the year end for a period of more than six months from the date they became payable other than Municipal Tax of ₹ 30.64 Lacs and Additional Excise Duty of ₹ 25.99 Lacs demanded by the Excise Authorities against which ₹ 20.46 Lacs has been deposited and the matter is pending before Central Excise Tribunal.
- x) The Company has no accumulated losses as at 31st March, 2011 and it has neither incurred cash losses during the financial year nor in the immediately preceding financial year.
- xi) According to the records of the Company, it has not defaulted in repayment of dues to Bank and the Company has not issued any debenture during the year under review.
- xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) In our opinion, the Company is not a chit fund or a nidhi/ mutual benefit fund/ society. As such the provisions of Clause 4(xiii) of the Companies (Auditors' Report) Order, 2003 are not applicable.
- xiv) Based on our examination of the records and evaluations of the related internal controls, we are of the opinion that proper records have been maintained of the transactions and contracts relating to shares and securities dealt in by the Company and timely entries have been made in the records. We also report that the Company has held Shares and Securities in its own name except for those pending transfer in Company's name.

Orient Beverages Limited

- xv) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for the loans taken by others from banks or financial institutions during the year.
- xvi) In our opinion and according to the information and explanations given to us and based on an overall examination, the Term Loans have been applied for the purpose for which the Term Loans were obtained.
- xvii) Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, there are no funds raised on short term basis which have been used for long term investments and vice versa.
- xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Act during the year.
- xix) The Company did not have any outstanding debentures during the year.
- xx) The Company has not raised any money from public issues during the year.
- xxi) During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such cases by the management.

107/1 Park Street
Kolkata - 700 016
Dated : 12th August, 2011

For **TIWARI & COMPANY**
Chartered Accountants
Firm Regn. No. 309112E
P. TIWARI
Partner
Membership No. 16590

Orient Beverages Limited

BALANCE SHEET AS AT 31ST MARCH, 2011

	Schedule No.	As at 31st March, 2011 ₹	As at 31st March, 2010 ₹
SOURCES OF FUNDS			
1. Shareholders' Funds			
a) Share Capital	1	2,16,28,976	2,16,28,976
b) Reserves and Surplus	2	<u>12,26,45,203</u>	<u>11,25,84,351</u>
		<u>14,42,74,179</u>	<u>13,42,13,327</u>
2. Loan Funds			
a) Secured Loans	3	5,89,61,087	4,10,92,522
b) Unsecured Loans	3	<u>65,94,620</u>	<u>1,06,66,114</u>
		<u>6,55,55,707</u>	<u>5,17,58,636</u>
3. Deferred Tax Liability (Net)		<u>2,44,465</u>	<u>18,17,540</u>
		<u>21,00,74,352</u>	<u>18,77,89,503</u>
APPLICATION OF FUNDS			
1. Fixed Assets			
a) Gross Block	4	12,27,81,968	9,96,87,265
b) Less : Depreciation		<u>4,98,28,067</u>	<u>4,25,33,604</u>
c) Net Block		<u>7,29,53,901</u>	<u>5,71,53,661</u>
d) Capital Work-in-Progress		<u>—</u>	<u>14,89,653</u>
		<u>7,29,53,901</u>	<u>5,86,43,314</u>
2. Investments	5	<u>4,00,39,309</u>	<u>4,71,64,131</u>
3. Current Assets, Loans and Advances			
a) Inventories	6	1,86,40,686	3,50,44,692
b) Sundry Debtors	7	1,49,84,119	1,14,59,666
c) Cash and Bank Balances	8	17,45,802	27,05,713
d) Loans and Advances	9	<u>16,51,09,002</u>	<u>13,05,54,146</u>
		<u>20,04,79,609</u>	<u>17,97,64,217</u>
Less : Current Liabilities and Provisions			
a) Current Liabilities	10	9,68,75,651	9,36,88,172
b) Provisions	10	<u>65,22,816</u>	<u>40,93,987</u>
		<u>10,33,98,467</u>	<u>9,77,82,159</u>
Net Current Assets		<u>9,70,81,142</u>	<u>8,19,82,058</u>
		<u>21,00,74,352</u>	<u>18,77,89,503</u>
Notes on Accounts	22		

(Schedule 1 to 10 & 22 form an integral part of the Balance Sheet)

Signed in terms of our report of even date.

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 12th day of August, 2011

N. K. Poddar - Chairman

Akshat Poddar - Managing Director

Ruchira Poddar - Executive Director

A. K. Poddar - Director

A. K. Singhania - Company Secretary

Orient Beverages Limited

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

	Schedule No.	Year ended 31st March, 2011	Year ended 31st March, 2010
		₹	₹
INCOME			
Sales	11	9,51,57,420	5,69,00,940
Rental Income	12	3,29,48,520	2,30,15,992
Miscellaneous Income	13	<u>1,09,92,085</u>	<u>1,34,35,247</u>
		<u>13,90,98,025</u>	<u>9,33,52,179</u>
EXPENDITURE			
(Increase) / Decrease in Stock	14	74,19,126	(95,27,879)
Purchase	15	30,13,049	1,05,00,000
Manufacturing Expenses	16	4,75,56,899	3,03,89,396
Selling & Distribution Expenses	17	1,14,13,695	80,11,321
Establishment Expenses	18	2,05,38,261	1,74,47,530
Interest	19	77,02,251	74,20,551
Other Expenses	20	1,90,44,440	1,71,75,515
Depreciation	21	<u>98,36,545</u>	<u>73,25,608</u>
		<u>12,65,24,266</u>	<u>8,87,42,042</u>
Profit/(Loss) before Tax		1,25,73,759	46,10,137
Provision for Taxation			
Current Tax		41,00,000	17,71,000
Deferred Tax		(15,73,074)	7,780
For Earlier Year		<u>(14,019)</u>	<u>(58,07,536)</u>
Profit/(Loss) after Tax		1,00,60,652	86,38,893
Add : Brought Forward Profit / (Loss)		<u>5,59,88,765</u>	<u>4,73,49,872</u>
Amount available for Appropriation		<u>6,60,49,617</u>	<u>5,59,88,765</u>
APPROPRIATIONS			
Balance carried to Balance Sheet		<u>6,60,49,617</u>	<u>5,59,88,765</u>
		<u>6,60,49,617</u>	<u>5,59,88,765</u>
Earning per Share (Basic & Diluted) (₹)		4.65	4.00
(See Note No. 19 of Schedule No. 22)			

Notes on Accounts

22

(Schedule 11 to 22 form an integral part of the Profit and Loss Account)

Signed in terms of our report of even date.

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 12th day of August, 2011

N. K. Poddar - Chairman
Akshat Poddar - Managing Director
Ruchira Poddar - Executive Director
A. K. Poddar - Director
A. K. Singhania - Company Secretary

Orient Beverages Limited

Schedules to Balance Sheet

	As at 31st March, 2011 ₹	As at 31st March, 2010 ₹
1. SHARE CAPITAL		
Authorised		
39,00,000 Equity Shares of ₹ 10/- each	3,90,00,000	3,90,00,000
10,000 Preference Shares of ₹ 100/- each	<u>10,00,000</u>	<u>10,00,000</u>
	<u>4,00,00,000</u>	<u>4,00,00,000</u>
Issued & Subscribed		
21,62,400 Equity Shares of ₹ 10/- each	<u>2,16,24,000</u>	<u>2,16,24,000</u>
Paid up		
21,61,500 Equity Shares of ₹ 10/- each fully paid up (including 40,000 shares allotted in pursuant to a contract without payment being received in cash)	2,16,15,000	2,16,15,000
Shares Suspense Account		
1,133 Equity Shares of ₹ 10/- each fully paid up to be issued to the erstwhile shareholders of Amalgamating Companies, namely Jaypee Estates Pvt. Ltd. - 1100 shares Avni Estates Pvt. Ltd. - 33 shares and ₹ 21.10 payable in cash against Fractional Shares in pursuance to a scheme of Amalgamation duly approved by the Hon'ble High Court at Calcutta vide Orders dated 26.08.2002 & 14.10.2004 (Refer Note No. 4 of Schedule No. 22)	11,351	11,351
Share Forfeiture Account	<u>2,625</u>	<u>2,625</u>
	<u>2,16,28,976</u>	<u>2,16,28,976</u>
2. RESERVES AND SURPLUS		
Capital Subsidy Reserve	41,060	41,060
Capital Reserve	4,00,00,000	4,00,00,000
Share Premium Account	96,12,000	96,12,000
General Reserve	69,42,526	69,42,526
Profit and Loss Account (Balance as per account annexed)	6,60,49,617	6,59,88,765
	<u>12,26,45,203</u>	<u>11,25,84,351</u>

Orient Beverages Limited

Schedules to Balance Sheet (Contd.)

	As at 31st March, 2011	As at 31st March, 2010
	₹	₹
3. LOAN FUNDS		
a) Secured Loans		
<u>From Banks</u>		
i) United Bank of India		
Term Loans (See Note No. 1)	1,50,37,238	3,08,71,762
Cash Credit	-	27,00,799
ii) Axis Bank Ltd. - Auto Loan (See Note No. 2)	12,34,460	18,59,265
iii) HDFC Bank Ltd. - Auto Loan (See Note No. 2)	14,88,047	21,55,000
iv) Against Hypothecation of Existing/Acquired Assets	35,79,512	25,82,428
 <u>From Bodies Corporate</u>		
i) Magma Fincorp Ltd. (See Note No. 3)	2,93,55,418	9,43,268
ii) L & T Finance Ltd. (See Note No. 4)	82,66,412	-
	<u>5,89,61,087</u>	<u>4,10,92,522</u>
 b) Unsecured Loans		
 <u>From Banks</u>	-	2,00,295
<u>From Bodies Corporate</u>	65,94,820	1,04,65,819
	<u>65,94,820</u>	<u>1,06,66,114</u>

Note No. 1: Secured by equitable mortgage of portion of Building at 50, Chowringhee Road, Kolkata, assignment of rent receivable and personal guarantee of two Directors of the Company.

Note No. 2: Secured by hypothecation of Motor Cars.

Note No. 3: Secured by equitable mortgage of Land & Building of the Factory at Howrah, deposit of title deeds of Premises no. 225C, A. J. C. Bose Road, Kolkata, assignment of rent receivable, pledge of 8,25,000 equity shares of the Company held by the Directors and personal guarantee of three Directors of the Company.

Note No. 4: Secured by hypothecation of certain Plant & Machinery.

Orient Beverages Limited

Schedules to Balance Sheet (Contd.)

4. FIXED ASSETS :

A : Real Estate Division :

	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	As at	Additions	Sales	Total	Up to	For the	Sales	Total up to	As at	
	31.03.2010	during	and/or	as on	31.03.2010	year	and/or	31.03.2011	31.03.2010	
Mature of the Fixed Assets	the year	Adjustment	31.03.2011	Adjustment						
Goodwill	21,96,833	-	-	21,96,833	-	-	-	-	21,96,833	21,96,833
Land Development	8,36,063	-	-	8,36,063	-	-	-	-	8,36,063	8,36,063
Landed Properties	11,875	-	-	11,875	3,582	415	-	3,997	7,878	8,293
<u>Leasehold Properties</u>										
- Own portion	40,27,729	-	-	40,27,729	12,12,816	1,40,746	-	13,53,562	28,74,167	28,14,913
- Letout portion	26,56,745	-	-	26,56,745	20,57,418	29,956	-	20,87,384	5,69,361	5,69,327
Electric Installation etc.	1,24,85,442	-	-	1,24,85,442	81,02,093	6,09,724	-	87,11,817	37,73,625	43,83,349
Generator	54,97,429	-	-	54,97,429	32,53,036	3,12,195	-	35,65,231	19,32,199	22,44,393
Lift	13,96,700	13,41,947	-	27,37,647	1,52,352	3,06,934	-	4,59,326	22,78,321	12,43,308
Silver Idol	9,06,900	-	-	9,06,900	-	-	-	-	6,06,900	6,06,900
Furniture & Fixtures	73,51,701	19,138	-	73,70,839	45,69,570	5,09,517	-	50,79,087	22,91,752	27,82,131
Office Equipments	2,67,351	90,839	-	3,58,190	1,23,246	23,561	-	1,46,807	2,11,383	1,44,105
Computer	9,45,613	3,380	-	9,48,993	8,64,454	35,844	-	9,00,298	48,655	81,159
Vehicles	1,10,72,017	8,67,238	26,54,162	92,85,093	53,69,499	15,80,642	24,17,260	46,52,801	47,32,212	56,82,516
Cycles	14,362	-	-	14,362	14,034	63	-	14,097	255	318
TOTAL - A	4,93,85,780	23,22,642	26,54,162	4,90,34,160	2,57,42,140	35,45,637	24,17,260	2,88,74,487	2,21,59,673	2,36,23,640

Orient Beverages Limited

Schedules to Balance Sheet (Contd.)

Nature of the Fixed Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK		
	As at 31.03.2010	Additions during the year	Sales and/or Adjustment	Total as on 31.03.2011	Up to 31.03.2010	For the year	Sales and/or Adjustment	Total upto 31.03.2011	As at 31.03.2011	As at 31.03.2010
Land	39,26,824	-	-	39,26,824	-	-	-	-	39,26,824	39,26,824
Building	88,19,889	41,82,511	-	1,29,82,210	31,84,533	7,44,958	-	39,29,501	50,52,709	56,35,195
Plant & Machinery	2,57,45,823	1,66,77,922	-	4,24,23,546	86,86,838	36,54,576	-	1,23,41,214	3,00,82,331	1,70,58,985
Electric Installations etc.	36,29,319	15,56,202	-	51,85,521	7,24,487	6,19,316	-	13,43,803	38,41,718	29,94,832
Generator	11,28,682	-	-	11,28,682	4,30,996	97,050	-	5,28,046	6,00,646	6,97,696
Furniture & Fixture	4,25,448	35,305	-	4,60,753	1,82,878	30,253	-	2,12,931	2,47,822	2,42,770
Office Equipments	8,26,577	68,747	-	8,95,324	4,05,232	90,500	-	4,95,732	3,97,532	4,21,345
Computer	5,28,082	1,20,783	-	6,48,865	3,47,704	83,978	-	4,31,680	2,17,195	1,80,388
Vehicles	52,88,811	8,08,853	-	60,95,664	28,26,826	8,41,387	-	36,88,213	24,27,451	24,61,985
Cycles	2,400	-	-	2,400	2,400	-	-	2,400	-	-
TOTAL : B	5,03,21,485	2,34,26,323	-	7,37,47,808	1,67,91,464	61,62,116	-	2,29,53,580	5,07,94,228	3,36,30,021
Total A + B	9,56,87,265	2,57,48,885	26,54,162	12,27,81,938	4,25,33,604	97,11,723	24,17,260	4,98,28,067	7,29,53,801	5,71,53,881
Capital Work-in-Progress	14,89,653	26,14,225	44,03,878	-	-	-	-	-	-	14,89,653
Grand Total	10,11,76,918	2,86,63,050	70,58,040	12,27,81,938	4,25,33,604	97,11,723	24,17,260	4,98,28,067	7,29,53,801	5,86,43,314
Figures for the Previous Year	9,87,08,415	1,61,41,465	1,16,72,953	10,11,76,916	3,78,42,488	72,00,786	25,10,648	4,25,33,804	5,85,43,314	-

Orient Beverages Limited

Schedules to Balance Sheet (Contd.)

		As at 31st March, 2011	As at 31st March, 2010
		₹	₹
5. INVESTMENTS			
A. In Shares (Unquoted)			
Fully paid up Equity Shares of ₹ 10/- each			
1,25,000	Allied Holdings Pvt. Ltd.	(1,25,000)	50,00,000
50,000	Avni Enterprises Ltd.	(50,000)	10,00,000
5,30,000	Balaji Metal & Sponge (P) Ltd.	(5,30,000)	53,00,000
25,000	Beekay Steel & Power Ltd.	(25,000)	10,00,000
5,10,000	B. P. Poddar Hospital & Medical Research Ltd.	(5,10,000)	51,00,000
3,00,000	Candlewood Holdings Pvt. Ltd.	(3,00,000)	80,00,000
-	- Century Vision Pvt. Ltd.	(1,12,500)	-
1,600	Flora Suppliers (P) Ltd.	(1,600)	10,00,000
20,000	Gautam Estates (P) Ltd.	(20,000)	20,00,000
2,000	Ishanika Traders (P) Ltd.	(2,000)	12,50,000
1,150	Janny Christensesn (S.A.) Pvt. Ltd.	(1,150)	11,500
-	- Kamlesh Mercantile Credit Pvt. Ltd.	(20,000)	-
25,000	Popular Commercial Pvt. Ltd.	(25,000)	5,00,000
2,000	Pricol Traders (P) Ltd.	(2,000)	12,00,000
-	- Sai Sulphonates (P) Ltd.	(5,000)	-
(Equity Shares of ₹ 100/- each)*			
-	- Sanchia Mata Business Pvt. Ltd.	(50,000)	-
50,000	Singh Wahini Moulders & Holdings Pvt. Ltd.	(50,000)	20,00,000
8,00,000	Sky-B (Bangla) (P) Ltd.	(8,00,000)	80,00,000
		Total (A)	<u>3,93,61,500</u>
			<u>4,63,61,500</u>

* 10 (Ten) Equity Shares of ₹ 10/- each consolidated into 1 (one) Equity Share of ₹ 100/- each.

Orient Beverages Limited

Schedules to Balance Sheet (Contd.)

	As at 31st March, 2011 ₹	As at 31st March, 2010 ₹
B. Immovable Properties		
Rented portion in the Building on Lease hold land at 50, Chowringhee Road, Kolkata (acquired on amalgamation). The Building will vest with the Lessor on expiry of lease of land. As per Last Account	46,83,286	46,83,286
Less: Proportionate amount written off upto 31.03 2010 for the Year 2010-11	38,80,655	37,55,833
	<u>1,24,822</u>	<u>1,24,822</u>
	<u>40,05,477</u>	<u>38,80,655</u>
Total(B)	6,77,809	8,02,631
Total (A+B)	<u>4,00,39,309</u>	<u>4,71,64,131</u>
6. INVENTORIES		
Taken valued & Certified by the Management		
Stock-in -Trade		
Building (Part)	9,64,342	9,64,342
Shares	31,10,000	1,06,10,000
Packaged Drinking Water		
Finished Goods	5,70,198	9,45,120
Work-in-Progress	9,98,378	8,26,712
Scrap	3,57,684	73,552
Raw / Packing Materials	<u>1,26,40,086</u>	<u>2,16,24,966</u>
	<u>1,86,40,686</u>	<u>3,50,44,692</u>
7. SUNDRY DEBTORS		
Outstanding for a period exceeding 6 months (Considered Good)		
- Secured	12,05,055	6,25,055
- Unsecured	56,43,427	23,98,108
Doubtful	98,078	18,48,078
Other Debts (Considered Good)		
- Secured	24,60,836	30,66,151
- Unsecured	<u>55,76,723</u>	<u>37,22,274</u>
	<u>1,49,84,119</u>	<u>1,14,59,666</u>
8. CASH AND BANK BALANCES		
Cash in Hand	2,21,915	4,36,810
Cheque in Hand	-	14,97,025
With Scheduled Banks		
In Current Accounts	10,76,147	5,26,692
In Fixed Deposit Account with Accrued Interest (Against Bank Guarantee)	4,47,740	2,45,186
	<u>17,45,802</u>	<u>27,05,713</u>

Orient Beverages Limited

Schedules to Balance Sheet (Contd.)

	As at 31st March, 2011 ₹	As at 31st March, 2010 ₹
9. LOANS AND ADVANCES		
(Unsecured, Considered Good)		
Loans including interest	11,33,08,103	10,36,74,413
Advances (recoverable in cash or in kind or for value to be received)	3,67,50,394	1,24,16,329
Deposits	74,67,683	73,44,327
Central Excise Duty deposited as per Calcutta High Court Order (Refer Note No. 3 of Schedule No. 22)	20,46,303	20,46,303
Tax Deducted at Source	55,36,539	43,51,195
Advance Fringe Benefit Tax	-	7,21,579
	<u>16,51,09,002</u>	<u>13,05,54,146</u>
10. CURRENT LIABILITIES AND PROVISIONS		
a) Current Liabilities		
Sundry Creditors	7,12,34,207	6,38,91,533
Under Hire Purchase Agreements	-	62,70,581
Deposits from Customers as Security	2,37,33,913	2,12,04,723
Advance from Customers	19,07,531	23,21,335
	<u>9,68,75,651</u>	<u>9,36,88,172</u>
b) Provisions		
Provision for Income Tax	58,71,000	31,08,000
Provision for Fringe Benefit Tax	-	6,65,000
Provision for Gratuity	6,51,816	3,20,987
	<u>65,22,816</u>	<u>40,93,987</u>

Orient Beverages Limited

Schedules to Profit and Loss Account

	Year ended 31st March, 2011 ₹	Year ended 31st March, 2010 ₹
11. SALES		
Packaged Drinking Water		
Own Manufactured Goods	8,17,90,922	5,43,08,684
Traded Goods	23,29,394	4,984
Raw Materials	29,21,447	12,76,477
Scrap	2,25,657	35,795
Shares	78,90,000	12,75,000
	<u>9,51,57,420</u>	<u>5,69,00,940</u>
12. RENTAL INCOME		
Rent	3,02,11,779	1,91,60,070
(Including Arrear Rent ₹ 61,09,806/- Previous Year ₹ Nil, Refer Note No. 12 of Schedule No. 22) (TDS ₹ 24, 48,171/-, Previous Year ₹ 16,69,774/-)		
Maintenance/Generator/Electricity Charges (TDS ₹ 20,087/- Previous year ₹ 22,482/-)	27,36,741	35,55,922
	<u>3,29,48,520</u>	<u>2,30,15,992</u>
13. MISCELLANEOUS INCOME		
Interest (TDS ₹ 2,50,528/-, Previous year ₹ 1,98,544/-)	1,01,70,763	1,28,31,031
Liability no longer required written back	23,629	47,933
Profit on Sale of Fixed Assets	95,054	24,577
Profit on Acquisition of Land	-	7,575
Income Relating to Earlier Years	55,194	-
Miscellaneous Receipts	6,44,415	5,24,131
	<u>1,09,92,085</u>	<u>1,34,35,247</u>
14. (INCREASE) / DECREASE IN STOCK		
Opening Stock		
Packaged Drinking Water		
Finished Goods	9,45,120	3,88,490
Work-in-Progress	8,26,712	2,61,606
Scrap	73,552	67,409
Building (Part)	9,64,342	9,64,342
Shares	1,06,10,000	22,10,000
	<u>1,34,19,726</u>	<u>38,91,847</u>
Less:		
Closing Stock		
Packaged Drinking Water		
Finished Goods	5,70,196	9,45,120
Work-in-Progress	9,98,378	8,26,712
Scrap	3,57,684	73,552
Building (Part)	9,64,342	9,64,342
Shares	31,10,000	1,06,10,000
	<u>60,00,600</u>	<u>1,34,19,726</u>
	74,19,126	(95,27,879)

Orient Beverages Limited

Schedules to Profit and Loss Account (Contd.)

	Year ended 31st March, 2011	Year ended 31st March, 2010
	₹	₹
15. PURCHASE		
Packaged Drinking Water (Finished Goods)	26,23,049	-
Shares	3,90,000	1,05,00,000
	<u>30,13,049</u>	<u>1,05,00,000</u>
16. MANUFACTURING EXPENSES		
Raw/Packing Materials Consumption (including cost of materials sold)	3,85,29,641	2,28,25,457
Excise Duty on Stock	(59,633)	73,887
Production Expenses	32,10,198	31,79,600
Power & Fuel	58,76,693	43,10,452
	<u>4,75,58,899</u>	<u>3,03,89,396</u>
17. SELLING & DISTRIBUTION EXPENSES		
Advertisement Expenses	2,02,302	5,84,326
Selling Expenses	6,70,143	9,31,663
Royalty	96,08,712	61,87,606
Sales Promotion Expenses	9,32,538	3,07,726
	<u>1,14,13,695</u>	<u>80,11,321</u>
18. ESTABLISHMENT EXPENSES		
Salaries, Wages, Bonus, Allowances & Gratuity	1,73,85,372	1,44,20,261
Contribution to E.S.I., P.F. & Allied Funds with Administrative Charges	17,38,247	14,36,743
Workmen & Staff Welfare Expenses	9,54,516	12,05,400
Directors' Fees	6,000	3,000
Rent (Including ₹ 2,20,126/- Previous Year ₹ 220,126/- on Leasehold Properties)	4,54,126	3,82,126
	<u>2,05,38,261</u>	<u>1,74,47,530</u>
19. INTEREST		
To Banks	39,88,452	43,01,534
To Others	37,13,799	31,19,017
	<u>77,02,251</u>	<u>74,20,551</u>

Orient Beverages Limited

Schedules to Profit and Loss Account (Contd.)

	Year ended 31st March, 2011	Year ended 31st March, 2010
	₹	₹
20. OTHER EXPENSES		
Rates & Taxes (Including ₹ 34,94,857/- for earlier years, Previous year ₹ Nil, Refer Note No. 11 of Schedule No. 22)	56,75,621	11,14,627
Repairs & Maintenance		
Plant & Machinery	19,23,463	17,18,276
Buildings	3,59,328	12,50,625
Other Assets	1,02,440	1,54,355
Advertisement & Publicity	1,47,365	85,140
Insurance	2,01,075	2,04,962
Travelling & Conveyance	28,21,186	35,36,974
Professional Charges	1,34,036	1,36,449
Auditors Remuneration		
Audit Fees	60,000	60,000
Tax Audit Fees	5,000	5,000
Certification Charges	22,000	14,500
Reimbursement of Expenses	4,700	4,470
Bank & Finance Charges	5,20,008	4,80,276
Postage & Telephone Expenses	8,38,113	8,05,263
Office Maintenance	5,37,989	2,55,713
Legal Charges	5,438	1,01,345
Printing & Stationery	3,35,513	3,44,341
General Expenses	5,62,135	4,54,286
Service Charges Paid	65,804	35,640
Vehicle Upkeep Expenses	8,34,622	9,04,583
Books & Periodicals	22,470	9,882
Brokerage Paid	16,000	2,00,000
Entertainment Expenses	4,34,464	2,78,473
Delayed Payment Charges	2,90,390	3,06,843
Loss on Sale of Fixed Assets	8,599	30,34,972
Earlier Years Expenses	88,839	53,836
Sundry Balances Irrecoverable written off	30,27,842	16,04,084
Deferred Revenue Expenditure written off	-	20,600
	<u>1,90,44,440</u>	<u>1,71,75,515</u>
21. DEPRECIATION		
On Fixed Assets	97,11,723	72,00,786
Proportionate Value of Building on Leasehold Land written off	1,24,822	1,24,822
	<u>98,36,545</u>	<u>73,25,608</u>

22. NOTES ON ACCOUNTS

1. ACCOUNTING POLICIES:

1.01. System of Accounting :

Financial Statements have been prepared in accordance with the historical cost convention following accrual system of Accounting, Accepted Accounting Principles, Accounting Standards issued by I.C.A.I and relevant provisions of the Companies Act, 1956.

1.02. Revenue Recognition :

- | | | |
|-------------------------|---|--|
| Sales | : | Sales are recognised in the accounts on passing the title of the goods. |
| Rental Income | : | Rental Income have been shown in the accounts as per the terms of Agreements with the tenants. |
| Other Income / Expenses | : | Other Income including sale of services and expenses are accounted for on accrual basis. |

1.03. Investments :

Investments are stated at cost including the share stamp charges.

1.04. Fixed Assets :

Fixed Assets are stated at cost including direct expenses related thereto net of depreciation.

1.05. Depreciation :

The Company is providing depreciation on assets including assets acquired in amalgamation on written down value method on pro-rata basis as per the rates prescribed under Schedule XIV to the Companies Act, 1956. No depreciation has been provided on Silver Idol as rate of depreciation has not been prescribed in Schedule XIV to the Companies Act, 1956. Depreciation on Building on Leasehold Land (Shown under the head Investments) has been charged on proportionate basis over the period of Lease.

1.06. Inventories:

- | | | |
|------------------------|---|---|
| Real Estate | - | Valued at lower of cost including other attributable expenses or market realisable value. |
| Shares | - | Valued at lower of cost or market value in case of quoted Shares otherwise at cost or book value wherever applicable. |
| Finished Goods | - | Finished goods has been valued at lower of cost or market realisable value. |
| Work in Progress | - | Work in progress has been valued at cost incurred up to the stage of completion. |
| Raw / Packing Material | - | Valued at cost. |

1.07. Amortisation of Deferred Revenue Expenses :

The deferred revenue expenses are being amortised by 5 equal installments.

1.08. Employee Benefits :

I. Short Term Employee Benefits - All employee benefits payable within twelve months of rendering the service are recognised in the period in which the employee renders the related service.

II. Post Employment Benefits -

Defined Contribution plans :

a) Gratuity Plans :

Gratuity is payable to all eligible employees of the Company on death, permanent disablement or resignation in terms of the provisions of the Payment of Gratuity Act or as per the Company's Scheme, whichever is more beneficial. Benefit would be paid at the time of separation based on the last drawn basic salary.

b) Leave Encashment :

Eligible employees can carry forward and encash leave up to death, permanent disablement and resignation subject to maximum accumulation allowed up to 88 days or as per terms of employment with the individual employee.

In case of employees of Real Estate Division, the leave over and above accumulation allowed is liable to be lapsed. Benefits would be paid only at the time of separation based on the last drawn gross salary.

Further in case of employees of Packaged Drinking Water Division, accumulated leave in excess of 42 days or as per terms of employment with the individual employee are encashed in the next year based on gross salary drawn in the last year.

III. Termination Benefits :

Termination Benefits are charged to the Profit and Loss Account in the year in which they are incurred.

2. Estimated amount of contracts remaining to be executed on capital account is ₹ 2.45 Lacs (Previous Year ₹ 126.07 lacs) against which ₹ 1.81 Lacs (Previous Year ₹ 47.64 Lacs) has been paid as advance.

3. Contingent Liabilities not provided for :

Additional Excise Duty amounting to ₹ 25.99 lacs demanded by the Excise Authorities has not been provided in the Books of Account although an amount of ₹ 20.46 lacs has been deposited with the Central Excise Authorities as per High Court Order. The matter is subjudiced pending decision by the Central Excise Tribunal, neither adjustment for the amount deposited nor provision for additional Excise Duty has been made.

4. As per the Scheme of amalgamation M/s. Jaypee Estates Pvt. Ltd. and M/s. Avni Estates Pvt. Ltd. have been merged with the Company w.e.f. 01.04.2003 with all Assets and Liabilities including charges, liens, mortgages, interest, appeals etc. vide Order (s) dated 26.08.2002

and 14.10.2004 passed by the Hon'ble High Court at Calcutta. The Company is to issue 1133 Equity Shares of Rs. 10/- each fully paid up to the erstwhile shareholders of Amalgamating Companies as Purchase consideration.

Pending completion of certain legal formalities with the appropriate authorities, some of the Assets and Liabilities taken in the Books are still in the name of Amalgamating Companies.

5. Depreciation of Fixed Assets of Bhubaneswar and Raipur units has not been provided as the same were not in use during the current year.
6. Purchases and Sales of Packaged Drinking Water have been shown net of Excise Duty, VAT, Return etc.
7. Fixed Assets of the units closed represents discarded Assets awaiting disposal of the same. Since there will be no need for replacement of these assets, the provision required as per AS-28 has not been considered necessary and in case of other Fixed Assets the management does not foresee any impairment of the same.
8. Since the demand of Central Excise is contingent in nature and has been disputed by the Company before the Appropriate Authority, the provision required as per AS-29 has not been considered necessary.
9. Some Tenants have deposited rent in Rent Control Account and the Company is withdrawing the amount there from time to time.
10. Land of the Company at Kankulia measuring 5 (five) Bighas and 1 (one) Cottah was acquired by the West Bengal Government under the provisions of West Bengal Land (Requisition and Acquisition) Act, 1948. Compensation so far received, net of cost, has already been taken as Income. In case the Company gets any further compensation the same shall be adjusted in the year of receipt.
11. Valuation of one of the property of the Company was revised by the Kolkata Municipal Corporation w.e.f. 1st July, 2006 on 15.06.2010 and accordingly a sum of ₹ 34,94,887/- has been debited to the books net of ₹ 22,49,543/- recoverable from tenants towards tax liability for earlier years.
Further a sum of ₹ 21,80,734/- has been debited to the books as Rates and Taxes for the year as net after adjusting ₹ 8,95,851/- recoverable from tenants on this account.
12. Increase in rent receivable from one of the tenants of the Company i.e. M/s Income Tax Appellate Tribunal was settled during the year w.e.f. 1st September, 2007 and accordingly a sum of ₹ 61,09,806/- receivable for the period from 01.09.2007 to 31.03.2010 has been included in the rental income for the current year of the Company.
13. Previous year's figures have been rearranged / regrouped, wherever found necessary.
14. Income on account of Electricity Charges have been taken in the accounts as net after adjusting ₹ 316.23 lacs (Previous year ₹ 251.86 lacs) paid on this account.
15. Amount due to Small Scale Industrial undertakings are as under:

(i) M/s S. S. Industries - ₹ NIL (Previous year ₹ 3.29 lacs)

16. Disclosure as per AS-15 (Revised) :

	As on 31.03.2011	As on 31.03.2010
	(₹ in Lacs)	
(a) Defined Contribution Plans :		
Contribution to recognised Provident Fund (including Pension Fund)	12.91	9.59
(b) Defined Benefit Plans-Gratuity		
The principal assumptions used in actuarial valuation are as below :		
- Discount Rate	8%	8%
- Expected Rate of Return on Assets	8%	8%
- Expected Rate of future salary increase	5%	5%
	Gratuity partly funded	
Change in the Present Value of Obligations		
- Present value of Obligations at the beginning of the year	13.81	11.14
- Interest Cost	1.04	0.87
- Past Service Cost	0.57	-
- Current Service Cost	2.47	1.83
- Benefits paid	(1.54)	(0.51)
- Actuarial Gain/Loss on Obligations	2.93	0.48
- Present value of Obligations at the end of the year	19.18	13.81
Change in the fair value of Plan Assets		
- Fair value of Plan Assets at the beginning of the year	10.60	8.39
- Expected return on Plan Assets	0.85	0.67
- Contributions	2.78	1.97
- Benefits paid	(1.54)	(0.51)
- Actuarial Gain / Loss on Plan Assets	0.07	0.08
- Fair Value of Plan Assets at the end of the year	12.66	10.60
Liability recognised in the Balance Sheet		
- Present value of Obligations at the end of the year	19.18	13.81
- Fair value of Plan Assets as at the end of the year	12.66	10.60
- Funded Status	(6.52)	(3.21)
- Unrecognised Actuarial Gain / (Loss)	-	-
- Net Asset / (Liability) recognised in Balance Sheet	(6.52)	(3.21)
Expenses recognised in Profit & Loss Account		
- Current Service Cost	2.47	1.83
- Past Service Cost	0.57	-
- Interest Cost	1.04	0.87
- Expected return on plan assets	(0.85)	(0.67)
- Net Actuarial (Gain)/ Loss recognised during the year	2.86	0.41
- Total expenses recognised in Profit & Loss Account	6.09	2.44

Orient Beverages Limited

17. Segment Reporting under AS – 17 issued by the Institute of Chartered Accountants of India :

Primary Segment	Packaged Drinking Water Division	Real Estate Division	Share Trading Business	Total (₹ in Lacs)
Segment Revenue	877.46 (559.60)	434.62 (361.17)	78.90 (12.75)	1390.98 (933.52)
Segment Results (PBIT)	38.11 (-16.46)	164.65 (145.02)	- (-8.25)	202.76 (120.31)
Less : Interest				77.02 (74.21)
Provision for Taxation : Current Tax				41.00 (17.71)
Deferred Tax				-15.73 (0.08)
For earlier years				-0.14 (-58.08)
Profit after Tax				100.61 (86.39)
Segment Assets	749.28 (691.99)	2354.35 (2057.63)	31.10 (106.10)	3134.73 (2855.72)
Segment Liabilities	566.49 (529.30)	2568.24 (2326.42)	- (-)	3134.73 (2855.72)
Total Cost incurred during the period to acquire Segment Assets	219.37 (19.32)	23.22 (71.19)	3.90 (105.00)	246.49 (195.51)
Total amount of expenses included for depreciation and amortisation	61.62 (49.03)	36.74 (24.43)	- (-)	98.36 (73.46)
Total amount of significant non cash expenses other than depreciation and amortisation	- (-)	6.09 (2.44)	- (-)	6.09 (2.44)

Previous year's figures have been given in brackets.

18. Related Party disclosures under AS-18 issued by the Institute of Chartered Accountants of India :-

- i) Key Management Personnel :
- Sri N. K. Poddar – Chairman
 Sri Akshat Poddar – Managing Director
 Smt. Ruchira Poddar – Executive Director
- ii) Associated Companies :
- M/s Jenny Christensen (Service Apartments) Pvt. Ltd.
 M/s. Vrishti Beveragess Pvt. Ltd.

- iii) Transactions with the related parties :
 Associates / Relatives :

Name	Nature of Transaction	Amount (₹)	Balance as on 31.03.2011 (₹)
Jenny Christensen (Service Apartments) Pvt. Ltd.	Advance paid	1,32,441 (-)	1,39,481 Dr (7,040) Dr
Vrishti Beveragess Pvt. Ltd.	Share Application Money paid	1,35,00,000 (-)	1,35,00,000 Dr (-)
Sri Akshat Poddar (Director's Relative) (See Note below)	Remuneration paid	90,823 (1,35,000)	- (13,630) Cr.
Smt. Avni Kandoi (Director's Relative)	Remuneration paid	2,10,000 (1,95,000)	13,810 Cr. (13,810) Cr.

Note :

Remuneration paid to Sri Akshat Poddar in his capacity of Chief Executive officer up to 11.08.2010 has been shown above and remuneration paid to him in his capacity of Managing Director of the Company w.e.f. 01.09.2010 has been included in the Note No. 21 (iv) of the Notes on Accounts.

Remuneration to key Management personnel :
 (Refer Note No. 21(iv) hereinafter)

Previous year's figures have been given in brackets.

19. Earning per share under AS-20 issued by the Institute of Chartered Accountants of India :

Sl. No	Particulars	Year ended 31.03.2011	Year ended 31.03.2010
01	Total No. of Shares	21,61,500	21,61,500
02	Face Value per share (₹)	10	10
03	Profit after Tax (₹) (Including earlier years' tax adjustments)	1,00,60,852	86,38,893
04	Earning Per Share (₹) (Basic & Diluted)	4.65	4.00

20. In conformity with the AS - 22 issued by the Institute of Chartered Accountants of India on accounting for taxes on income, deferred tax provision for the year under review amounting to ₹ 15,73,074/- has been taken into account net of deferred tax liability and credited to Profit & Loss Account for the year ended 31st March, 2011. Break up of deferred tax asset for the year under review is as under:

	Assets		Liabilities	
	Year ended 31.03.2011 ₹	Year ended 31.03.2010 ₹	Year ended 31.03.2011 ₹	Year ended 31.03.2010 ₹
Depreciation	-	-	72,915	22,160
Provision for Gratuity	2,02,451	75,370	92,558	60,990
Municipal Tax	15,36,096	-	-	-
	<u>17,38,547</u>	<u>75,370</u>	<u>1,65,473</u>	<u>83,150</u>

Orient Beverages Limited

21. INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH 3, 4C AND 4D OF PART II OF SCHEDULE VI OF THE COMPANIES ACT, 1956

I. Manufacturing Activities

Details of Products Manufactured, Turn Over, Opening Stock, Closing Stock etc.

Packaged Drinking Water

Particulars	Unit	Licensed Capacity	Installed Capacity	Opening Stock		Production		Turn Over		Closing Stock	
				Qty	Amount (₹)	Qty	Amount (₹)	Qty	Amount (₹)	Qty	Amount (₹)
250 ML	Carton (24 Bottles)	N. A.		3,056 (1,162)	2,35,101 (76,131)	17,696 (11,130)	19,753 (9,246)	16,74,712 (6,94,871)	1,009 (3,066)	76,477 (2,39,101)	
500 ML	Carton (24 Bottles)	N. A.		2,212 (145)	2,01,759 (11,618)	45,156 (34,755)	47,319 (32,668)	56,10,389 (36,52,238)	51 (2,212)	4,112 (2,01,759)	
1000 ML	Carton (12 Bottles)	N. A.	120 Bottles per Minute	4,682 (3,531)	2,72,943 (2,25,872)	3,24,304 (1,72,741)	3,26,242 (1,72,520)	2,47,29,343 (1,23,77,815)	144 (4,082)	9,654 (2,72,943)	
1500 ML	Carton (12 Bottles)	N. A.		- (16)	- (1,173)	- (-)	- (16)	- (1,869)	- (-)	- (-)	
2000 ML	Carton (9 Bottles)	N. A.		1,457 (90)	1,14,177 (6,170)	1,05,083 (95,872)	1,06,334 (94,505)	1,09,25,430 (90,50,650)	206 (1,457)	16,842 (11,14,177)	
600 ML Soda	Carton (24 Bottles)	N. A.	14 Bottles per Minute	487 (-)	45,223 (-)	9,251 (2,513)	9,593 (2,026)	16,27,731 (3,57,084)	145 (487)	16,746 (45,223)	
5 Ltr	Jar	N. A.	4 Jars per Minute	205 (127)	4,620 (2,672)	2,94,791 (2,57,489)	2,94,941 (2,57,410)	70,15,291 (56,91,593)	50 (206)	1,257 (4,620)	
20 Ltr	Jar	N. A.	4 Jars per Minute	458 (155)	10,511 (2,954)	9,90,362 (7,06,462)	9,90,252 (7,06,160)	3,02,07,016 (2,22,42,544)	568 (458)	13,017 (10,511)	
				11,958 (5,677)	9,88,334 (3,28,590)	17,86,545 (12,52,963)	17,96,434 (12,76,672)	8,17,90,922 (5,43,06,584)	2,179 (11,958)	1,40,145 (8,88,334)	

Previous year's figures have been given in brackets.

Orient Beverages Limited

II. Trading Activities a. Packaged Drinking Water

Particulars	Unit	Opening Stock		Purchase		Turn Over		Closing Stock	
		Qty	Amount (₹)	Qty	Amount (₹)	Qty	Amount (₹)	Qty	Amount (₹)
1000 ML	Carton (12 Bottles)	-	-	5,500	3,77,165	4,755	2,59,036	745	49,946
		(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
250 ML	Carton (24 Bottles)	-	-	16,000	13,79,336	16,000	13,63,680	-	-
		(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
500 ML	Carton (24 Bottles)	-	-	5,000	4,32,324	2,932	3,59,359	2,068	1,55,725
		(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Mountain Water (1 Ltr.)	Carton (12 Bottles)	313	37,571	3,310	4,29,679	2,053	3,09,820	1,570	1,88,102
		(339)	(40,615)	(-)	(-)	(26)	(4,964)	(313)	(37,501)
Mountain Water (500 ML)	Carton (24 Bottles)	60	9,585	50	5,575	-	-	130	15,575
		(80)	(9,585)	(-)	(-)	(-)	(-)	(80)	(9,585)
		393	47,085	29,850	25,23,049	25,740	23,29,394	4,513	4,20,551
		(419)	(50,200)	(-)	(-)	(26)	(4,394)	(383)	(47,093)

Note : Closing Stock of Finished Goods of ₹ 5,70,199/- (₹ 9,45,120/-) includes 100 Pcs. (100 Pcs.) of Hexa Jars in quantity amounting to ₹ 9,700/- (₹ 9,700/-)

Previous year's figures have been given in brackets.

Orient Beverages Limited

b. Shares

Name of the Company	Face Value		Opening Stock		Purchase of Shares		Sale of Shares		Closing Stock (at cost or book value, whichever ever is lower)			
	₹	Qty	Value ₹	Qty	Value ₹	Qty	Value ₹	Qty	Value ₹	Cost @ ₹	B.V. @ ₹	Value ₹
Fully paid up Equity Shares Unquoted												
Akshat Developers Pvt. Ltd.	10	10,000	1,00,000	-	-	-	-	-	-	10	-	1,00,000
Beekay Associates Pvt. Ltd.	(10)	(10,000)	(1,00,000)	(-)	(-)	(-)	(-)	(-)	(-)	(10)	(-)	(1,00,000)
Century Vision Pvt. Ltd.	10	50,000	20,00,000	(-)	(-)	(50,000)	(20,00,000)	(-)	(-)	(40)	(-)	(20,00,000)
Harwardhan Gems Pvt. Ltd.	10	50,000	20,00,000	(-)	(-)	(50,000)	(20,00,000)	(-)	(-)	(40)	(-)	(20,00,000)
Jenny Christensen (S. A.) Pvt. Ltd.	1,000	1,000	20,00,000	(-)	(-)	(1,000)	(20,00,000)	(-)	(-)	2,000	(-)	20,00,000
Mamrajapat Ltd.	(10)	(10,000)	(10,000)	(-)	(-)	(-)	(-)	(-)	(-)	(10)	(-)	(10,000)
Mansik Estates Pvt. Ltd.	10	50,000	5,00,000	(-)	(-)	(50,000)	(5,00,000)	(-)	(-)	(-)	(-)	(5,00,000)
Poddar Heritage Finance Pvt. Ltd.	(10)	(27,500)	(11,00,000)	(-)	(-)	(75,000)	(30,00,000)	(27,500)	(2,75,000)	(40)	(-)	(30,00,000)
Rama Laminators Pvt. Ltd.	10	(20,000)	(10,00,000)	(-)	(-)	(-)	(-)	(20,000)	(10,00,000)	(-)	(-)	(-)
Rishi Securities & Finance Pvt. Ltd.	10	(-)	(-)	(-)	(-)	(-)	(-)	1,20,000	2,40,000	(-)	(-)	(-)
Sai Surfactants Pvt. Ltd.	10	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Taurus Merchants Pvt. Ltd.	10	1,00,000	10,00,000	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Total		3,37,000	1,06,10,000	(55,500)	(22,10,000)	1,26,000	3,90,000	3,51,000	79,90,000	1,12,000	(1,00,000)	31,10,000
						(3,25,000)	(1,05,30,000)	(47,500)	(12,75,000)	(3,37,000)	(10,00,000)	(1,05,10,000)

Previous year's figures have been given in brackets.

Orient Beverages Limited

III Details of Consumption of Raw / Packing Materials

Item Description	Unit	Quantity	Amount (₹)
Preform	Pcs	83,72,605 (48,27,566)	1,84,82,104 (1,06,52,238)
Cartons	Pcs	5,18,118 (3,14,087)	55,93,956 (27,97,493)
Sleeves/Sticker/Label	Pcs	69,76,117 (44,77,527)	15,77,162 (10,44,367)
Printed Sheet	Pcs	-	-
		(13,087)	(1,66,318)
Handle	Pcs	12,32,196 (11,03,240)	5,77,143 (4,87,469)
Caps	Pcs	1,40,34,288 (92,86,576)	62,46,871 (45,12,067)
BOPP Tape	Pcs	10,650 (8,010)	2,37,778 (1,67,906)
CO ₂ Gas	Kgs	1,884 (139)	41,099 (2,224)
20 Ltr Jar	Pcs	45,492 (29,525)	51,79,132 (28,48,005)
Miscellaneous Raw Materials			5,94,396 (1,47,370)
		Total	<u>3,85,29,641</u> <u>(2,28,25,457)</u>

Previous year's figures have been given in brackets.

IV. Remuneration paid to Chairman, Managing Director and Executive Director is included in the Schedule No. 18. particulars of which are as under :

	Year ended 31.03.2011 (₹)	Year ended 31.03.2010 (₹)
i) Salary	17,25,000	11,10,000
ii) Allowances	-	90,000
iii) Contribution to P. F.	2,41,500	1,55,400
iv) Perquisites	2,04,550	1,54,800
	<u>21,71,050</u>	<u>15,10,200</u>

Value of perquisites has been taken at actuals, wherever practicable, otherwise same has been valued as per Income Tax Rules, 1962.

The amount paid / payable to managerial personnel has been considered as "Minimum Remuneration".

V. Expenses incurred in Foreign Currency :

Travelling and other expenses ₹ 8,30,623/- (Previous year ₹ 12,78,272/-)

Orient Beverages Limited

22. Additional information as required under part IV of Schedule VI to the Companies Act, 1956. Balance Sheet abstract and Company's General Business Profile :

I. Registration Details :

Registration No.	24710	State Code	21
Balance Sheet Date	31.03.2011		

II. Capital raised during the year (Amount in ₹ Thousands)

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

III. Position of Mobilisation and Deployment of Funds (Amount in ₹ Thousands)

Total Liabilities	2,10,074	Total Assets	2,10,074
Source of Funds		Application of Funds	
Paid up Capital	21,629	Net Fixed Assets	72,954
Reserve & Surplus	1,22,645	Investments	40,039
Secured Loans	58,961	Net Current Assets	97,081
Unsecured Loans	6,595	Misc. Expenditure	Nil
Deferred Tax Liability	244	Accumulated Losses	Nil

IV. Performance of the Company (Amount in ₹ Thousands)

Turnover	1,39,098
Total Expenditure	1,26,524
Profit / (Loss) before tax	12,574
Profit / (Loss) after tax	10,061
Earning Per Share (₹)	4.65
Dividend Rate	-

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

Item Code No. (ITC Code)	2201	Product Description	Water including natural or artificial mineral water and aerated water, not containing added sugar or other sweetening matter nor flavoured, ice and snow.
Item Code No. (ITC Code)	N. A.	Product Description	Real Estate Activities.

N. K. Poddar - *Chairman*
 Akshat Poddar - *Managing Director*
 Ruchira Poddar - *Executive Director*
 A. K. Poddar - *Director*
 A. K. Singhania - *Company Secretary*

Kolkata, 12th August, 2011

Orient Beverages Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT

	Year Ended 31.03.2011 ₹	Year Ended 31.03.2010 ₹
A. Cash Flow from Operating Activities:		
Net Profit before Tax and Extraordinary Items	1,25,73,759	46,10,137
Adjustments for:		
Depreciation	98,36,545	73,25,608
Interest Income	(1,01,70,763)	(1,28,31,031)
Interest Expenses	77,02,251	74,20,551
Profit on sale of Fixed Assets	(98,084)	(24,577)
Provision for Gratuity for earlier years	-	8,39,451
Loss on sale of Fixed Assets	8,599	30,34,972
Miscellaneous Expenditure Written Off	-	20,600
Operating Profit before Working Capital Changes	1,98,52,307	1,03,95,711
(Increase) / Decrease in Inventories	1,64,04,006	(1,59,19,040)
(Increase) / Decrease in Sundry Debtors	(35,24,453)	(24,96,888)
Increase/ (Decrease) in Sundry Creditors	10,72,093	59,51,037
Increase/ (Decrease) in Other Trade Payables	21,15,388	61,80,098
(Increase) / Decrease in Advances & Deposits	(2,44,57,401)	1,19,04,696
Increase / (Decrease) in Provisions	(16,57,152)	(89,49,776)
Cash Generated from Operations	98,04,786	70,65,838
Income Tax/ FBT paid	(4,63,765)	96,68,374
Net Cash Flow from Operating Activities	93,41,021	1,67,34,212
 B. Cash Flow from Investing Activities:		
Purchase of Fixed Assets	(2,42,59,212)	(1,05,24,545)
Proceeds from sale of Fixed Assets	3,26,387	5,35,000
Proceeds from sale of Investments	70,00,000	5,00,000
Interest Income	1,01,70,763	1,28,31,031
Loans given/ refunded	(98,33,690)	(1,22,23,283)
Net Cash Flow from Investing Activities	(1,63,95,752)	(88,81,797)

Orient Beverages Limited

	Year Ended 31.03.2011 ₹	Year Ended 31.03.2010 ₹
C. Cash Flow from Financing Activities:		
Proceeds from Long Term Borrowings (Net)	1,64,97,870	21,54,577
Proceeds from Short Term Borrowings (Net)	(27,00,799)	(6,98,725)
Interest Expenses	(77,02,251)	(74,20,551)
Net Cash Flow from Financing Activities	<u>60,94,820</u>	<u>(59,64,699)</u>
Net Increase/ (Decrease) in Cash and Cash equivalents	(9,59,911)	18,87,716
Cash and Cash equivalents at the Commencement of the Year	27,05,713	8,17,997
Cash and Cash equivalents at the end of the Year	17,45,802	27,05,713

For **TIWARI & COMPANY**
Chartered Accountants
Firm Regn. No. 309112E
P. TIWARI
Partner
Membership No. 16590

N. K. Poddar - *Chairman*
Akshat Poddar - *Managing Director*
Ruchira Poddar - *Executive Director*
A. K. Poddar - *Director*
A. K. Singhania - *Company Secretary*

Kolkata, 12th day of August, 2011

IMPORTANT COMMUNICATION TO THE SHAREHOLDERS

August, 23, 2011

Dear Shareholders,

The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in Corporate Governance" allowing paperless compliances by companies and has issued circulars stating that service of notice/ documents including Annual Report can be sent by a company to its shareholders through electronic mode.

In view of the above, the Company henceforth proposes to send documents such as Annual Report (Containing Notice of the Annual General Meeting, Balance Sheet, Profit & Loss Account, Auditors' Report, Directors' Report etc.) and other communication in Electronic form in lieu of the paper form.

For shares held in the demat form, the aforesaid documents will be sent electronically to the e-mail address provided by you to the Depository Participant and made available by the Depositories to the Company. Please keep your Depository Participant informed of any changes in your e-mail address. For the shares held in the physical form, shareholders can register their e-mail address with the Company either by returning to the Company the duly signed slip attached herewith or by way of an e-mail to obl_investors@rediffmail.com. A business reply envelope is also attached herewith to facilitate you to send your reply and postage for the same will be borne by the Company.

Please note that these documents will also be available on the Company's website for download by the shareholders. The physical copy of Annual Report will also be available at the Registered Office of the Company for inspection of the members during business hours.

A shareholder is also entitled to receive, free of cost, a printed copy of the Annual Report any time by sending a request to the Company.

Thanking you,

Yours faithfully,
For Orient Beverages Ltd.,
A. K. Singhania
Company Secretary

Orient Beverages Limited

DP ID CLIENT ID Folio No.

The Company Secretary,
Orient Beverages Ltd.
225C, A. J. C. Bose Road
Kolkata - 700 020.

Dear Sir,

Please register following e-mail id for sending Notice, Annual Report and any other documents to me :

E-mail ID

Thanking you,
Yours faithfully,

Signature of the Sole/
1st Holder

Name

Date

ORIENT BEVERAGES LIMITED

Registered Office : 225C, A. J. C. BOSE ROAD, KOLKATA - 700 020

ATTENDANCE SLIP

I hereby record my presence at the 50th ANNUAL GENERAL MEETING of the Company held at "GYAN MANCH", 11, Pretoria Street, Kolkata - 700 071 on Monday, the 28th September, 2011 at 11.00 A.M.

Name of the Shareholder (in Block Letters)	Registered Folio No.
	DP ID No.
	Client ID No.
	No. of Shares held

Name of the Proxy (in Block Letters)
in case the Proxy attends instead of the Shareholder(s).

[Empty box for proxy name]

Signature of the Shareholder or Proxy

Note : Shareholder/Proxy holder wishing to attend the meeting must complete this Attendance Slip and hand over the same at the entrance, duly signed.



ORIENT BEVERAGES LIMITED

Registered Office : 225C, A. J. C. BOSE ROAD, KOLKATA - 700 020

PROXY

Regd. Folio No. DP ID No. Client ID No.

I/We

(In Block Letters)

of

being a Member/Members of Orient Beverages Limited hereby appoint.....

..... of

or failing him/her of

as my/our proxy in my/our absence to attend and vote for me/us and on my/our behalf at 50th ANNUAL GENERAL MEETING of the Company to be held at "GYAN MANCH", 11, Pretoria Street, Kolkata - 700 071 on Monday, the 28th September, 2011 at 11.00 A.M. and/or any adjournment thereof.

As witness my/our hand (s) this day of 2011.

Signed by the said



- Notes :
- 1) The proxy form must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the Meeting.
 - 2) The form should be signed across the stamp as per specimen signature registered with the Company.

