



Bisleri

ORIENT BEVERAGES LIMITED



**ANNUAL REPORT
2011-2012**



Orient Beverages Limited

Board of Directors	Sri N. K. Poddar - <i>Chairman</i> Sri Akshat Poddar - <i>Managing Director</i> Sri G. L. Agarwalla - <i>Director</i> Sri B. D. Mundhra - <i>Executive Director</i>
President	Smt. Avni Kandoi
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
Branch	Rukka Road, Ormanjhi, Ranchi - 835 238, Jharkhand
Bankers	United 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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Orient Beverages Limited

NOTICE

Notice is hereby given that 51st Annual General Meeting of the members of ORIENT BEVERAGES LIMITED will be held at GYAN MANCH, 11, Pretoria Street, Kolkata -700 071 on Thursday, the 27th September, 2012 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, 2012 and the Statement of Profit and Loss 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 Ganapt Lal Agarwalla, 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 an Ordinary Resolution :

"RESOLVED that Sri Ballabha Das Mundhra be and is hereby appointed as a Director of the Company, liable to retire by rotation."

5. 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 appointment of Sri Ballabha Das Mundhra as an Executive Director (being Whole Time Director) of the Company for a period of 5 (five) years with effect from 1st June, 2012 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 Ballabha Das Mundhra and with the approval of the Central Government, wherever necessary."

Registered Office :
225C, A. J. C. Bose Road,
Kolkata - 700 020.
Dated: 13th August, 2012

By Order of the Board

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.

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3. The Register of Members and Share Transfer Books of the Company will remain closed from 21st September, 2012 to 27th September, 2012 (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 INE247F01018.
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 - 700001. 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:

The Board of Directors at their meeting held on 14th May, 2012 has appointed Sri Ballabha Das Mundhra, (hereinafter referred to as "Sri B. D. Mundhra") as an Additional Director of the Company w.e.f. 1st June, 2012. He holds office up to the date of ensuing Annual General Meeting in terms of provisions of Section 260 of the Companies Act, 1956. The Company has received Notice under Section 257 of the Companies Act, 1956 along with requisite deposit from one of the shareholders signifying his intention to propose Sri B. D. Mundhra as a candidate for the office of the Director of the Company at this meeting.

Sri B. D. Mundhra, aged about 54 years, is a Commerce Graduate and working with the Company since last 26 years.

In view of Sri B. D. Mundhra's qualifications and experience, the Board recommends the resolution for approval of the members.

None of the Directors of the Company, except Sri B. D. Mundhra himself, is in any way concerned and/ or interested in the said resolution.

Item No. 5:

Sri Ballabha Das Mundhra, (hereinafter referred to as "Sri B. D. Mundhra"), aged about 54 years, is working with the Company since last 26 years in various capacities, lastly as General Manager. Sri B. D. Mundhra is a Commerce Graduate and has wide financial and administrative experience of about 35 years. Considering the wide experience of Sri B. D. Mundhra and significant contribution made by him for the Company, the Board of Directors has appointed him as an Executive Director (being Whole Time Director) of the Company at their Meeting held on 14th May, 2012 for a period of 5(five) years with effect from 1st June, 2012.

Since the Company does not have Remuneration Committee to approve the remuneration of managerial personnel as required by the provisions of Schedule XIII to the Companies Act, 1956, the appointment and payment of remuneration to Sri B. D. Mundhra is subject to approval of the Central Government under the provisions of the Companies Act, 1956. An application in this regard will be made to the Central Government in due course.

Following are the main terms and conditions of appointment of Sri B. D. Mundhra as an Executive Director (being Whole Time Director):

- 1) Salary : ₹ 20,000/- (Rupees Twenty thousand) only per month with an option for increment up to 20% of the last salary at the completion of each year. Rate of increment will be decided by the Board of Directors depending upon his performance and profitability of the Company.
- 2) Perquisites and/ or Allowances: Perquisites and/ or allowances shall be restricted to an amount equal to the annual salary. These perquisites and/ or allowances shall be classified as follows:
 - a) House Rent Allowance @ 30% of the Salary.
 - b) Transport Allowance @ 10% of the Salary.
 - c) Bonus as per Rules of the Company.
- 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 as per Rules of the Company 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) 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 B. D. Mundhra will not be entitled for any remuneration for attending the Board Meeting and/ or any Meeting of the Committee of the Board.

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6) Minimum Remuneration :

The Salary, perquisites and/ or allowances as above shall be paid to Sri B. D. Mundhra as minimum remuneration, notwithstanding absence or inadequacy of profits in any financial year.

7) Sri B. D. Mundhra 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 B. D. Mundhra 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 appointment of Sri B. D. Mundhra as an Executive Director (being Whole Time Director) and therefore recommends the proposed resolution for approval of the members.

None of the Directors of the Company, except Sri B. D. Mundhra himself, 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 B. D. Mundhra 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 : 13th August, 2012

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, 2012:

FINANCIAL RESULTS :	2011- 2012	2010- 2011
	₹	₹
Profit / (Loss) before Depreciation & Taxation	1,93,54,065	2,23,92,059
Less : Depreciation	1,04,41,713	98,36,545
Tax Expenses :		
-Current Tax	28,71,678	40,93,940
-Deferred Tax	(31,79,100)	(15,73,074)
-For Earlier years	<u>(18061)</u>	<u>(14,019)</u>
Profit / (Loss) after Tax from continuing operations	92,37,835	1,00,48,667
Add: Profit/ (Loss) after Tax from discontinuing operations	<u>(1,60,291)</u>	<u>12,185</u>
	90,77,544	1,00,60,852
Add : Brought Forward Profit	<u>6,60,49,617</u>	<u>5,59,88,765</u>
Profit available for appropriation	7,51,27,161	6,60,49,617
APPROPRIATION		
Balance carried to Balance Sheet	<u>7,51,27,161</u>	<u>6,60,49,617</u>
	<u>7,51,27,161</u>	<u>6,60,49,617</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, 2012 and entire amount of Profit is carried to Reserves and Surplus.

OPERATIONS :

Profit for the year under review is ₹ 90.78 Lacs as against ₹ 100.61 Lacs in the previous year. Previous year's figures had effect of earlier year Income (net) of ₹ 26.15 Lacs, so the results are still encouraging.

The Company has expanded its business of packaged drinking water in the state of Jharkhand with effect from July, 2011 but full effect of the operations of Jharkhand business will be reflected in the current year. The desired results of packaged drinking water business in West Bengal as well as Jharkhand could not be achieved due to heavy increase in the raw materials and power cost and no increase in our prices. The Company is looking for the suitable land to put up another plant to meet the market demand for the coming years.

Real estate business is stable as in earlier years. Renewal of tenancy of one tenant is due with effect from 01.09.2012 and the Company expects a good increase in its rental income from the said renewal. 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 Ballabha Das Mundhra has been appointed as an Additional Director of the Company with effect from 1st June, 2012 and he holds office up to the date of ensuing Annual General Meeting. The Company has received notice under section 257 of the Companies Act, 1956

for his appointment as Director in the ensuing Annual General Meeting. Sri Ballabha Das Mundhra has also been appointed as an Executive Director (being Whole Time Director) with effect from 1st June, 2012 subject to the approval of the members and the Central Government. Appropriate resolution for his appointment as an Executive Director (being Whole Time Director) is being placed for consideration of the members at the ensuing Annual General Meeting.

Sri Ganpat Lal Agarwalla retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Smt. Ruchira Poddar and Sri Anil Kumar Poddar have resigned from Directorship of the Company with effect from 1st March, 2012 and 1st June, 2012 respectively. The Board has recorded appreciation for the valuable services rendered by them during their tenure in the office.

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, 2012 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 2012-13 have been paid.

AUDITORS:

M/s. Tiwari & Company, Chartered Accountants, Auditors of the Company retired 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 the Notes on financial statements at respective points and do not require any clarification.

COST AUDITORS:

The Central Government's notification dated 3rd June, 2011 issued pursuant to Section 209(1)(d) of the Companies Act, 1956 requires the Company to submit a "Compliance Report" for the financial Year 2011-12 duly certified by a Cost Accountant. The Company has appointed Sri Sohan Lal Jalan, Cost Accountant to examine cost accounting records and to certify the Compliance Report. The Company is required to submit the Compliance Report to the Central Government within 180 days from the close of the financial year.

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The Board of Directors has proposed to appoint Sri Sohan Lal Jalan, Cost Accountant as Cost Auditor for the financial year 2012-13 to conduct Cost Audit as required by the Central Government's Order dated 24th January, 2012 issued pursuant to Section 233B of the Companies Act, 1956.

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:

Cordial 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 power capacitor and changeover 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.
 - Installation of higher capacity generator to meet proper power requirement.
- 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 ₹ 41,54,029/- on account of sponsorship, travelling and other expenses.

For and on behalf of the Board

N. K. PODDAR

Chairman

Kolkata, 13th August, 2012.

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, 2012 and the Statement of Profit and Loss and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 the Statement of Profit and Loss 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 the Statement of Profit and Loss 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, 2012 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2012 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 & 2.30 regarding non-charging of depreciation on certain assets, Note No. 2.27 regarding non provision of Excise Duty as demanded by the Excise Authority being disputed by the Company, Note No.2.28 regarding writ petitions filed by the company before the Hon'ble High Court at Calcutta for recovery of Service Tax on rent from one of its tenants namely M/s. Income Tax Appellate Tribunal and disputing property tax valuation made by the Kolkata Municipal Corporation, Note No. 2.29 regarding pending execution of certain legal formalities in respect of assets and liabilities of amalgamating companies and Note No. 2.32 regarding impairment of assets as per AS- 28

and discarded assets of the closed units in Bhubaneswar and Raipur, 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, 2012.
 - b) In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date, and
 - c) In the case of the 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 taken unsecured loan from Companies, firms or other parties as covered in the Register maintained under Section 301 of the Act. No. of Party - one and amount involved was ₹ 5,00,000/- and the year end balance of such loan was ₹ 5,01,803/-.

The rate of interest and other terms and conditions of such loan are not prima facie prejudicial to the interest of the Company. The repayment of principal and interest of such loan was regular.

- 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 ₹ 45,00,000/- and Sale of Machinery of ₹ 19,46,892/-) 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 have 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) We have broadly reviewed the books of account maintained by the Company pursuant to the Rules prescribed by the Central Government under clause (d) of sub section (1) of section 209 of the Companies Act, 1956 for the maintenance of cost records and are of opinion that prima facie the prescribed accounts and records have been made and maintained.
- 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, 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, however said statutory dues which have been not deposited due to disputes are following :
- Additional Excise Duty of ₹ 26,98,597/- demanded by the Excise Authorities against which ₹ 20,46,303/- has been deposited and the matter is pending before Central Excise Tribunal.
 - Municipal Tax of ₹ 81,07,306/- payable against revision of valuation by the Kolkata Municipal Corporation being disputed by the Company and the matter is pending before Hon'ble High Court at Calcutta.
 - Service Tax of ₹ 1,02,981/- collectible from one of the tenants namely M/s. Income Tax Appellate Tribunal being disputed by the tenant and the matter is pending before Hon'ble High Court at Calcutta.
- x) The Company has no accumulated losses as at 31st March, 2012 and it has neither incurred cash losses during the financial year nor in the immediately preceding financial year.

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- 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 (Auditor's 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.
- 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 : 13th August, 2012

For TIWARI & COMPANY
Chartered Accountants
Firm Regn. No. 309112E

P. TIWARI
Partner
Membership No. 16590

Orient Beverages Limited

BALANCE SHEET AS AT 31ST MARCH, 2012

	Note	As at 31st March, 2012 ₹	As at 31st March, 2011 ₹
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Funds			
Share Capital	2.1	2,16,28,976	2,16,28,976
Reserves and Surplus	2.2	<u>13,17,22,747</u>	<u>12,26,45,203</u>
		<u>15,33,51,723</u>	<u>14,42,74,179</u>
Non-Current Liabilities			
Long -Term Borrowings	2.3(A)	6,16,15,566	5,89,61,087
Deferred Tax Liabilities (Net)	2.4	—	2,44,466
Other Long -Term Liabilities	2.5	5,38,11,915	4,46,86,920
Long -Term Provisions	2.6(A)	<u>18,94,440</u>	<u>6,51,816</u>
		<u>11,73,21,921</u>	<u>10,45,44,289</u>
Current Liabilities			
Short - Term Borrowings	2.3(B)	56,01,012	65,94,620
Trade Payables	2.7	2,45,00,760	2,10,77,155
Other Current Liabilities	2.8	3,63,40,509	3,11,11,576
Short -Term Provisions	2.6(B)	<u>3,38,556</u>	<u>3,34,461</u>
		<u>6,67,80,837</u>	<u>5,91,17,812</u>
Total		<u>33,74,54,481</u>	<u>30,79,36,280</u>
<u>ASSETS</u>			
Non-Current Assets			
Fixed Assets	2.9		
Tangible Assets		6,75,41,928	7,07,57,068
Intangible Assets		21,96,833	21,96,833
Non-Current Investments	2.10	6,33,14,487	4,00,39,309
Deferred Tax Assets (Net)	2.4	29,34,634	—
Long - Term Loans and Advances	2.11(A)	<u>2,71,56,616</u>	<u>4,27,96,111</u>
		<u>16,31,44,498</u>	<u>15,57,89,321</u>
Current Assets			
Inventories	2.12	1,91,65,574	1,86,40,686
Trade Receivables	2.13	1,74,31,489	1,49,84,119
Cash and Bank Balances	2.14	39,81,598	17,45,802
Short - Term Loans and Advances	2.11(B)	13,31,42,159	11,61,78,436
Other Currents Assets	2.15	<u>5,89,163</u>	<u>5,97,916</u>
		<u>17,43,09,983</u>	<u>15,21,46,959</u>
Total		<u>33,74,54,481</u>	<u>30,79,36,280</u>

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS 1 & 2

Notes referred to above form an integral part of Balance Sheet

As per our report of even date annexed

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 13th day of August, 2012

N. K. Poddar - *Chairman*
 Akshat Poddar - *Managing Director*
 G. L. Agarwalla - *Director*
 B. D. Mundhra - *Executive Director*
 A. K. Singhania - *Company Secretary*

Orient Beverages Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2012

	Note No.	Year ended 31st March, 2012 ₹	Year ended 31st March, 2011 ₹
INCOME			
Revenue from Operations	2.16	15,18,86,658	12,81,05,940
Other Income	2.17	1,47,27,255	1,08,87,109
Total Revenue		<u>16,66,13,913</u>	<u>13,89,93,049</u>
EXPENSES			
Cost of Materials Consumed	2.18(A)	4,97,37,437	3,85,29,641
Purchase	2.18(B)	66,25,791	30,13,049
Changes in Inventories of Finished Goods and Work-in-progress	2.19	7,14,172	7,359,493
Employee Benefits Expense	2.20	2,68,59,146	2,00,84,135
Finance Costs	2.21	1,06,40,525	80,75,677
Depreciation and Amortization Expenses	2.22(B)	1,04,41,713	98,36,545
Other Expenses	2.22(A)	5,26,82,777	3,95,38,995
Total Expenses		<u>15,77,01,561</u>	<u>12,64,37,535</u>
Profit/ (Loss) before Tax		89,12,352	1,25,55,514
Tax Expenses	2.23		
Current Tax		28,71,678	40,93,940
Deferred Tax Expense / (Credit) For Earlier Years		(31,79,100) (18,061)	(15,73,074) (14,019)
Profit/ (Loss) for the year from continuing operations		<u>92,37,835</u>	<u>1,00,48,667</u>
Profit/ (Loss) from discontinuing operations	2.24	(2,31,969)	18,245
Tax expenses of discontinuing operations		(71,678)	6,060
Profit/ (Loss) from discontinuing operations (after tax)		<u>(1,60,291)</u>	<u>12,185</u>
Profit/ (Loss) for the year		<u>90,77,544</u>	<u>1,00,60,852</u>
Earning per Equity Share (Basic and Diluted) (₹)	2.25	4.20	4.65

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1 & 2

Notes referred to above form an integral part of Profit and Loss Statement

As per our report of even date annexed

For **TIWARI & COMPANY**

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 13th day of August, 2012

N. K. Poddar - *Chairman*

Akshat Poddar - *Managing Director*

G. L. Agarwalla - *Director*

B. D. Mundhra - *Executive Director*

A. K. Singhania - *Company Secretary*

Orient Beverages Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012 PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT

	Year Ended 31st March, 2012 ₹	Year Ended 31st March, 2011 ₹
A. Cash Flows from Operating Activities:		
Net Profit before Tax as per Statement of Profit and Loss :		
From Continuing Operations	89,12,352	1,25,55,514
From Discontinuing Operations	<u>(2,31,969)</u>	<u>18,245</u>
	86,80,383	1,25,73,759
Adjustments for :		
Depreciation and Amortisation Expenses	1,04,41,713	98,36,545
Interest Received	(1,33,05,057)	(1,01,70,763)
Finance Costs	1,06,40,525	80,81,162
Profit on sale of Fixed Assets	(1,94,843)	(98,084)
Loss on sale of Fixed Assets	1,76,172	8,599
Operating Profit before Working Capital Changes	<u>1,64,38,893</u>	<u>2,02,31,218</u>
Changes in Working Capital :		
Increase/ (Decrease) in Trade Payables	34,23,605	52,32,226
Increase / (Decrease) in Provisions	(15,35,220)	(34,20,691)
Increase/ (Decrease) in Other Current Liabilities	52,28,933	(20,12,308)
Increase/ (Decrease) in Other Long Term Liabilities	91,24,995	(32,439)
(Increase) / Decrease in Inventories	(5,24,888)	1,64,04,006
(Increase) / Decrease in Trade Receivables	(24,47,370)	(35,24,453)
(Increase) / Decrease in Long Term Loan and Advances	1,56,39,495	(2,08,61,808)
(Increase) / Decrease in Short Term Loans and Advances	(1,57,50,430)	(1,26,41,718)
(Increase) / Decrease in Other Current Assets	8,753	(5,87,565)
Cash Generated from Operations	<u>2,96,06,766</u>	<u>(12,13,532)</u>
Income Tax paid (Net of Provision)	<u>(12,13,293)</u>	<u>12,99,774</u>
Net Cash Flow from Operating Activities	<u>2,83,93,473</u>	<u>86,242</u>
B. Cash Flow from Investing Activities :		
Purchase of Fixed Assets	(90,47,580)	(2,42,59,212)
Proceeds on Diposal of Fixed Assets	19,64,500	326,387
Purchase of Long Term Investments	(2,34,00,000)	—
Proceeds on Disposal of Long Term Investments	—	70,00,000
Interest Received	1,33,05,057	1,01,70,763
Net Cash Flow from Investing Activities	<u>(1,71,78,023)</u>	<u>(67,62,062)</u>

Orient Beverages Limited

	Year Ended 31st March, 2012	Year Ended 31st March, 2011
	₹	₹
C. Cash Flow from Financing Activities :		
Proceeds from Long Term Borrowings (Net)	26,54,479	1,29,84,155
Proceeds from Short Term Borrowings (Net)	(9,93,608)	8,12,916
Finance Costs	(1,06,40,525)	(80,81,162)
Net Cash Flow from Financing Activities	<u>(89,79,654)</u>	<u>57,15,909</u>
Net Increase/ (Decrease) in Cash and Cash equivalent	22,35,796	(9,59,911)
Cash and Cash equivalent at the Commencement of the Year	17,45,802	27,05,713
Cash and Cash equivalent at the end of the Year	39,81,598	17,45,802

- 1 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard - 3 on Cash Flow Statements prescribed under the Act.
- 2 Previous year's figures have been regrouped or rearranged, wherever necessary.

This is the Cash Flow Statement referred to in our Report of even date.

For TIWARI & COMPANY

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 13th day of August, 2012

N. K. Poddar - *Chairman*

Akshat Poddar - *Managing Director*

G. L. Agarwalla - *Director*

B. D. Mundhra - *Executive Director*

A. K. Singhania - *Company Secretary*

Notes on Financial Statements for the year ended 31st March, 2012

Significant 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. Investment :

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.

Notes on Financial Statements for the year ended 31st March, 2012

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 and 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.

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 statement of Profit and Loss in the year in which they are incurred.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	As at 31st March, 2012 ₹	As at 31st March, 2011 ₹
NOTE 2.1		
SHARE CAPITAL		
Authorised		
39,00,000 (Thirty Nine Lacs) Equity Shares of ₹ 10/- each	3,90,00,000	3,90,00,000
10,000 (Ten Thousand) 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 (Twenty One Lacs Sixty Two Thousand Four Hundred) Equity Shares of ₹ 10/- each	<u>2,16,24,000</u>	<u>2,16,24,000</u>
Paid up		
21,61,500 (Twenty One Lacs Sixty One Thousand Five Hundred) Equity Shares of ₹ 10/- each	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. 2.29)

Share Forfeiture Account

	11,351	11,351
	<u>2,625</u>	<u>2,625</u>
	<u>2,16,28,976</u>	<u>2,16,28,976</u>

- (a) Reconciliation of the number of shares outstanding as at 31st March, 2012 and 31st March, 2011 is set out below:

	<u>As at 31st March 2012</u>	<u>As at 31st March, 2011</u>
Number of shares outstanding at the beginning of the year	21,61,500	21,61,500
Number of shares outstanding at the end of the year	21,61,500	21,61,500

- (b) **Terms/ rights attached to equity shares:**

The Company has only one class of issued shares i.e. Equity shares having a Face Value of ₹ 10/- each. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in the proportion of their shareholdings.

- (c) Details of shares held by shareholders holding more than 5 % of the aggregate shares in the Company :

<u>Name of the Shareholder</u>	<u>As at 31st March, 2012</u>		<u>As at 31st March, 2011</u>	
	Number of <u>Shares</u>	<u>%</u>	Number of <u>Shares</u>	<u>%</u>
Sri N. K. Poddar	6,39,050	29.57	6,39,050	29.57
Smt. Ruchira Poddar	2,02,650	9.38	2,02,650	9.38

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	As at 31st March, 2012 ₹	As at 31st March, 2011 ₹
NOTE 2.2		
RESERVES AND SURPLUS		
Capital Reserve		
As per Last Account	4,00,00,000	4,00,00,000
Capital Subsidy Reserve		
As per Last Account	41,060	41,060
Securities Premium Reserve		
As per Last Account	96,12,000	96,12,000
General Reserve		
As per Last Account	69,42,526	69,42,526
Surplus		
At the Beginning of the year	6,60,49,617	5,59,88,765
Add: Profit/(Loss) for the year from continuing operations	92,37,835	1,00,48,667
Add: Profit/ (Loss) from discontinuing operations (after tax)	<u>(1,60,291)</u>	<u>12,185</u>
	<u>13,17,22,747</u>	<u>12,26,45,203</u>
NOTE 2.3		
BORROWINGS		
Non Current Liabilities		
(A) Long-Term Borrowings		
Secured		
Term Loans from Banks (Note 2.3.1)	—	1,50,37,238
Other Loans from Banks (Note 2.3.2)	52,05,421	41,05,375
Loans from entities other than Banks (Note 2.3.3)	<u>5,64,10,145</u>	<u>3,98,18,474</u>
	<u>6,16,15,566</u>	<u>5,89,61,087</u>
Current Liabilities		
(B) Short-Term Borrowings		
Unsecured		
Loans from entities other than Banks (Note 2.3.4)	<u>56,01,012</u>	<u>65,94,620</u>
	<u>56,01,012</u>	<u>65,94,620</u>
2.3.1	Loan of ₹ NIL (Previous year ₹ 1,50,37,238/-) from United Bank of India is 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 up to ₹ 2,48,68,000/-.	
2.3.2	Break up of Other loans from Banks are as under:	
	<u>Name of the Bank</u>	
	Axis Bank Ltd.	5,97,207
	HDFC Bank Ltd.	12,34,460
	United Bank of India	10,85,323
	Indusind Bank Ltd.	21,56,075
	Kotak Mahindra Bank Ltd.	1,86,397
	<u>12,74,951</u>	<u>7,14,840</u>
	<u>20,61,543</u>	<u>—</u>
	<u>52,05,421</u>	<u>41,05,375</u>

Above loans are secured by hypothecation of vehicles financed by the respective bank. Loans are repayable in equated monthly installments. Last installment is payable on 20th January, 2015.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

2.3.3 Loans from entities other than banks includes :

- (a) ₹ NIL (Previous year ₹ 21,96,644/-) from Reliance Commercial Finance Pvt. Ltd. is secured by hypothecation of certain machineries financed by them.
- (b) ₹ NIL (Previous year ₹ 2,93,55,418/-) from Magma Fincorp Ltd. is secured by equitable mortgage of land and building of the factory at NH-6, Salap More, Howrah, deposit of title deeds of Premises no. 225C, A. J. C. Bose Road, Kolkata, assignment of rent receivable and personal guarantee of three Directors of the Company up to ₹ 3,00,00,000/-
- (c) ₹ 5,64,10,145/- (Previous year ₹ 82,66,412/-) from L&T Finance Ltd. is Secured by mortgage of immovable properties of the Company situated at NH-6, Salap More, Howrah, portion of premises Nos. 50, Chowringhee Road, Kolkata and 225C, A. J. C. Bose Road, Kolkata, hypothecation of raw materials, work-in-progress, finished goods, movable properties such as plant and machinery, equipments etc., book debts and personal guarantee of two Directors of the Company up to ₹ 6,00,00,000/-. Last installment is payable on 15th January 2016.

2.3.4 Unsecured loans from entities other than banks are repayable on demand.

	As at 31st March, 2012	As at 31st March, 2011
	₹	₹

NOTE 2.4

DEFERRED TAX LIABILITIES /(ASSETS)

A) Deferred Tax Liabilities

Difference between Book & Tax Depreciation

	—	2,44,466
	—	2,44,466

B) Deferred Tax Assets

Disallowance under Section 43B

23,31,608

Difference between Book & Tax Depreciation

5,45,914

Others

57,112

29,34,634

Deferred Tax Liabilities/(Assets) (Net)

(29,34,634)

NOTES

(a) The Deferred Tax Assets arising from timing difference are recognised to the extent there is reasonable certainty that these assets can be realised in future.

(b) The deferred tax for timing difference between the book and tax profit for the year is accounted for, using the tax rates and tax laws that have been enacted or subsequently enacted as at the Balance Sheet date.

NOTE 2.5

OTHER LONG-TERM LIABILITIES

Creditors for Materials / Services

10,17,722

Advance from Customers

1,66,09,368

Sundry Creditors for Expenses and Others

18,28,719

Deposits from Customers as Security

3,43,56,106

5,38,11,915

13,64,810

1,71,36,371

24,51,826

2,37,33,913

4,46,86,920

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	As at 31st March, 2012 ₹	As at 31st March, 2011 ₹
NOTE 2.6		
PROVISIONS		
Non-Current Liabilities		
(A) Long-Term Provisions		
Provision for Employee Benefits		
Provision for Gratuity	7,24,244	6,51,816
Provision for Leave Encashment	11,70,196	-
Total (A)	18,94,440	6,51,816
Current Liabilities		
(B) Short-Term Provisions		
Provision for Gratuity	30,216	-
Provision for Leave Encashment	3,08,340	-
Provision for Income Tax (Net of advance tax)	-	3,34,461
Total (B)	3,38,556	3,34,461
NOTE 2.7		
TRADE PAYABLE		
Creditors for Materials / Services	2,45,00,760	2,10,77,155
	2,45,00,760	2,10,77,155
NOTE 2.8		
OTHER CURRENT LIABILITIES		
Creditors for Capital Goods	56,764	71,493
Accrued Salaries and Benefits	23,94,712	18,48,480
Government Statutory Dues	2,45,21,220	1,96,49,337
Sundry Creditors for Expenses and Others	93,67,813	95,42,266
	3,63,40,509	3,11,11,576

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

NOTE 2.9

FIXED ASSETS :

(A) Real Estate Division :

Nature of the Fixed Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at 31.03.2011	Additions during the year	Sales and/or Adjustments 31.03.2012	Total as on 31.03.2011	For the year	Sales and/or Adjustments	Total up to 31.03.2012	As at 31.03.2012
(i) Tangible Assets:								
Land Development	8,36,093	-	-	8,36,093	-	-	-	8,36,093
Landed Properties	11,875	-	-	11,875	3,997	394	4,391	7,484
<u>Leasehold Properties</u>								
Own portion	40,27,729	-	-	40,27,729	1,33,708	-	14,87,270	25,40,459
Letout portion	26,56,745	-	-	26,56,745	28,468	-	21,15,852	540,893
Electric Installation etc.	1,24,85,442	23,23,000	-	1,48,08,442	7,54,481	-	94,66,298	53,42,144
Generator	54,97,429	-	-	54,97,429	2,68,769	-	38,34,000	16,63,429
Lift	27,37,647	-	-	27,37,647	3,16,914	-	7,76,240	19,61,407
Silver Idol	6,06,900	-	-	6,06,900	-	-	-	6,06,900
Furniture & Fixtures	73,70,839	4,25,000	-	77,95,839	4,43,602	-	55,22,689	22,73,150
Office Equipments	3,58,190	41,490	-	3,99,680	32,289	-	1,79,096	2,20,584
Computer	9,48,993	-	-	9,48,993	19,478	-	9,19,776	29,217
Vehicles	92,85,093	3,31,510	5,07,083	91,09,520	12,76,333	4,28,821	54,00,993	37,08,527
Cycles	14,352	-	-	14,352	14,097	51	14,148	204
	4,68,37,327	31,21,000	5,07,083	4,94,51,244	32,75,087	4,28,821	29,720,753	1,97,30,491
(ii) Intangible Assets:								
Goodwill	21,96,833	-	-	21,96,833	-	-	-	2,196,833
TOTAL : (A)	4,90,34,160	3,121,000	5,07,083	51,648,077	3,275,087	428,821	29,720,753	21,927,324

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

(B) Packaged Drinking Water Division :

Nature of the Fixed Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 31.03.2011	Additions during the year	Sales and/or Adjustments	Total as on 31.03.2012	Up to 31.03.2011	For the year	Sales and/or Adjustments	Total up to 31.03.2012	As at 31.03.2012	As at 31.03.2011
(1) Tangible Assets :										
Land	39,26,824	-	-	39,26,824	-	-	-	-	39,26,824	39,26,824
Building	1,29,82,210	3,89,516	-	1,33,71,726	39,29,501	9,26,508	-	48,56,009	85,15,717	90,52,709
Plant & Machinery	4,24,23,545	5,93,159	21,20,165	4,08,96,539	1,23,41,214	41,79,265	5,07,646	1,60,12,834	2,48,83,705	3,00,82,331
Electric Installation etc.	51,85,521	8,73,280	-	60,58,801	13,43,803	610,173	-	19,53,976	41,04,825	38,41,718
Generator	11,28,692	-	-	11,28,692	5,28,046	83,550	-	6,11,596	5,17,096	6,00,846
Furniture & Fixture	4,60,753	8,300	42,087	4,26,965	2,12,931	31,569	22,436	2,22,064	2,04,902	2,47,822
Office Equipments	8,93,324	1,850	30,103	8,65,071	4,95,792	51,135	18,527	5,28,400	3,36,671	397,532
Computer	6,48,875	22,390	51,332	6,19,933	4,31,680	82,602	33,314	4,80,988	1,38,965	2,17,195
Vehicles	60,95,664	40,38,085	2,83,705	98,50,044	36,68,213	10,77,002	77,903	46,67,312	51,82,732	24,27,451
Cycles	2,400	-	-	2,400	2,400	-	-	2,400	-	-
TOTAL : (B)	7,37,47,808	59,26,580	2,527,392	7,71,46,996	2,29,53,580	70,41,805	6,59,826	29,335,555	4,78,11,437	5,07,94,228
Total (A + B)	12,27,81,988	90,47,580	30,34,475	12,87,95,073	4,98,28,067	1,03,16,892	10,88,647	59,056,312	6,97,38,761	7,29,53,901
Capital Work - in- Progress	-	3,89,516	3,89,516	3,89,516	-	-	-	-	-	-
Grand Total	12,27,81,988	94,37,096	34,23,991	12,87,95,073	4,98,28,067	1,03,16,892	10,88,647	5,90,56,312	69,738,761	7,29,53,901
Figures for the Previous Year	10,11,76,918	2,86,63,090	70,58,040	12,27,81,968	4,25,33,604	97,11,723	24,17,280	4,98,28,067	72,953,901	72,953,901

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

NOTES 2.10

NON - CURRENT INVESTMENTS

Long Term at Cost, unless otherwise specified
Investments (Unquoted) - Non Trade

	As at 31st March, 2012		As at 31st March, 2011	
	No. of shares	Value ₹	No. of shares	Value ₹
(A) Investments In Equity Shares				
Fully paid up Equity Shares of ₹ 10/- each				
(i) Associates				
Vrishti Beveragess Pvt. Ltd.	190,000	11,400,000	—	—
(ii) Others				
Allied Holdings Pvt. Ltd.	1,25,000	50,00,000	1,25,000	50,00,000
Avni Enterprises Ltd.	50,000	10,00,000	50,000	10,00,000
Balaji Metal & Sponge (P) Ltd.	5,30,000	53,00,000	5,30,000	53,00,000
Beekay Steel & Power Ltd.	25,000	10,00,000	25,000	10,00,000
B. P. Poddar Hospital & Medical Research Ltd.	5,10,000	51,00,000	5,10,000	51,00,000
Candlewood Holdings Pvt. Ltd.	3,00,000	60,00,000	3,00,000	60,00,000
Flora Suppliers (P) Ltd.	1,600	10,00,000	1,600	10,00,000
Gautam Estates (P) Ltd.	20,000	20,00,000	20,000	20,00,000
Ishanika Traders (P) Ltd.	2,000	12,50,000	2,000	12,50,000
Jenny Christensen (S.A) Pvt. Ltd.	1,150	11,500	1,150	11,500
Jyotirmay Trading Pvt. Ltd.	50,000	20,00,000	—	—
Popular Commercial Pvt. Ltd.	25,000	5,00,000	25,000	5,00,000
Pricol Traders (P) Ltd.	2,000	12,00,000	2,000	12,00,000
Singh Wahini Moulders & Holdings Pvt. Ltd.	50,000	20,00,000	50,000	20,00,000
Sky-B (Bangla) (P) Ltd.	8,00,000	80,00,000	8,00,000	80,00,000
Total (A)		<u>5,27,61,500</u>		<u>3,93,61,500</u>
(B) Investments In Debentures				
Fully paid up Debentures of ₹ 1000/- each				
Digivive Properties Pvt. Ltd.	10,000	1,00,00,000	—	—
Total (B)		<u>1,00,00,000</u>		<u>—</u>
Aggregate amount of Unquoted Investments (A+B)		<u>6,27,61,500</u>		<u>3,93,61,500</u>
(C) 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		<u>46,83,286</u>		<u>46,83,286</u>
Less : Proportionate amount written off upto 31.03.2011		40,05,477		38,80,655
For the Year 2011-2012		1,24,822		1,24,822
		<u>41,30,299</u>		<u>40,05,477</u>
Total (C)		<u>5,52,987</u>		<u>6,77,809</u>
Aggregate amount of Investments (A+B+C)		<u>6,33,14,487</u>		<u>4,00,39,309</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	As at 31st March, 2012	As at 31st March, 2011
	₹	₹

NOTE 2.11

NON - CURRENT ASSETS

(A) Long - Term Loans and Advances

Unsecured, Considered Good

Advance for Capital Goods	1,92,596	1,92,596
Advance to Suppliers for Materials/Services	7,41,397	7,41,397
Deposit with Government	11,500	14,500
Deposit with Others	98,10,132	74,53,163
Loans and Advances to Related Parties	85,46,892	1,35,00,000
Central Excise Duty deposited as per the Calcutta High Court Order (Refer Note No. 2.27)	20,46,303	20,46,303
Others Advances	58,07,796	1,88,48,152
Total (A)	<u>2,71,56,616</u>	<u>4,27,96,111</u>

CURRENT ASSETS

(B) Short-Term Loans & Advances

Unsecured, Considered Good

Loans to Bodies Corporate	2,80,34,152	2,66,50,399
Loans to Other Parties	10,11,08,650	8,66,57,704
Loans and Advances to Related Parties	-	1,39,481
Advance to Suppliers for Materials/Services	12,11,783	64,128
Loans and Advances to Employees	4,06,471	4,82,336
Advance Income Tax (Net of provision)	12,13,293	-
Prepaid Expenses	3,55,287	1,01,417
Others Advances	8,12,523	20,82,971
Total (B)	<u>13,31,42,159</u>	<u>11,61,78,436</u>

NOTE 2.12

INVENTORIES

Taken valued and Certified by the Management

(At cost or net relisable value whichever is lower)

Packaged Drinking Water		
Raw / Packing Materials	1,38,59,516	1,26,40,086
Work - in - Progress	1,78,932	9,98,378
Finished Goods	8,84,124	5,70,196
Scrap	1,68,660	3,57,684
Others		
Building (Part)	9,64,342	9,64,342
Shares	31,10,000	31,10,000
Total	<u>1,91,65,574</u>	<u>1,86,40,686</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	As at 31st March, 2012 ₹	As at 31st March, 2011 ₹
NOTE 2.13		
TRADE RECEIVABLE		
Outstanding for a period exceeding 6 months		
(Considered Good)		
Secured	12,67,060	12,05,055
Unsecured	67,14,951	56,43,427
Doubtful	-	98,078
Other Debts		
(Considered Good)		
Secured	54,00,504	24,60,836
Unsecured	<u>40,48,974</u>	<u>55,76,723</u>
	<u>1,74,31,489</u>	<u>1,49,84,119</u>

NOTE 2.14

CASH AND BANK BALANCES

Cash-in-hand	11,60,921	2,21,915
Balance with Banks		
In Current Accounts	13,44,559	10,76,147
In Fixed Deposit Accounts (Refer Note 1 & 2)		
- With maturity of more than 12 months	<u>14,76,118</u>	<u>4,47,740</u>
	<u>39,81,598</u>	<u>17,45,802</u>

Notes

1. Placed with United Bank of India against Bank Guarantee in favour of West Bengal State Electricity Distribution Company Ltd. for ₹ 13,26,780/- (Previous year ₹ 11,45,331/-) towards security deposit for bulk supply of power.
2. Includes Accrued interest of ₹ 97,340/- (Previous year ₹ 38,307/-)

NOTE 2.15

OTHER CURRENT ASSETS

Excise Duty/ Service Tax CENVAT Receivable	5,89,163	5,97,916
	<u>5,89,163</u>	<u>5,97,916</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	Year ended 31st March, 2012	Year ended 31st March, 2011
	₹	₹
NOTE 2.16		
REVENUE FROM OPERATIONS		
(A) Sale of Products		
Packaged Drinking Water		
Own Manufactured Goods	12,69,06,318	9,15,85,398
Traded Goods	85,13,874	23,29,394
Raw Materials	6,77,686	29,21,447
Scrap	8,85,112	2,25,657
	13,69,82,990	9,70,61,896
Less: Excise Duty	1,33,13,601	97,94,476
	12,36,69,389	8,72,67,420
Shares	—	78,90,000
Total (A)	12,36,69,389	9,51,57,420
(B) Other Operating Revenue		
Rental Income		
Rent	2,41,93,142	3,02,11,779
(Including Arrear Rent ₹ 14,625/- Previous Year ₹ 61,09,806/-)		
(TDS ₹ 26,26,942/-, Previous Year ₹ 24,48,171/-)		
Maintenance / Generator / Electricity Charges	40,24,127	27,36,741
(TDS ₹ 34,462/-, Previous Year ₹ 20,087/-)		
Total (B)	2,82,17,269	3,29,48,520
TOTAL (A+B)	15,18,86,658	12,81,05,940

NOTE 2.17

OTHER INCOME

Interest Income	1,33,05,057	10,170,763
(TDS ₹ 3,10,761/-, Previous Year ₹ 2,50,528/-)		
Miscellaneous Receipts	5,62,130	5,39,439
Profit on Sale of Fixed Assets	1,94,843	98,084
Liabilities no longer required written back	6,65,225	23,629
Income relating to earlier years	—	55,194
	1,47,27,255	1,08,87,109

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	Year ended 31st March, 2012 ₹	Year ended 31st March, 2011 ₹
NOTE 2.18		
(A) COST OF MATERIALS CONSUMED		
Raw/Packing Material Consumed		
Opening Stock	1,26,40,086	2,16,24,966
Less : Loss of Stock of discontinuing operations	<u>10,000</u>	<u>—</u>
	1,26,30,086	2,16,24,966
Add : Purchase	<u>5,09,66,867</u>	<u>2,95,44,761</u>
	6,35,96,953	5,11,69,727
Less : Closing Stock	<u>1,38,59,516</u>	<u>1,26,40,086</u>
Total (A)	<u>4,97,37,437</u>	<u>3,85,29,641</u>
(B) Purchase		
Packaged Drinking Water (Finished Goods)	61,53,543	26,23,049
Excise Duty on Stock Transfer	2,07,625	—
Carriage inward	2,64,623	—
Shares	—	3,90,000
Total (B)	<u>66,25,791</u>	<u>30,13,049</u>
NOTE 2.19		
CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS		
Opening Balance		
Packaged Drinking Water		
Work-in-Progress	9,98,378	8,26,712
Finished Goods	5,70,196	9,45,120
Scrap	3,57,684	73,552
Building	9,64,342	9,64,342
Shares	<u>31,10,000</u>	<u>1,06,10,000</u>
	60,00,600	1,34,19,726
Less : Loss of stock of Finished Goods of discontinuing operations	<u>9,700</u>	<u>—</u>
	59,90,900	1,34,19,726
Closing Balance		
Packaged Drinking Water		
Work-in-Progress	1,78,932	9,98,378
Finished Goods	8,84,124	5,70,196
Scrap	1,68,660	3,57,684
Building	9,64,342	9,64,342
Shares	<u>31,10,000</u>	<u>31,10,000</u>
	53,06,058	60,00,600
Increase / (Decrease) in Cenvat Duty on Stock	<u>29,330</u>	<u>(59,633)</u>
Net (Increase) / Decrease in Stock	<u>7,14,172</u>	<u>73,59,493</u>
NOTE 2.20		
EMPLOYEE BENEFITS EXPENSE		
Salary, Wages and Other Allowances	2,30,13,949	1,73,85,372
Contribution to Provident & Other Funds	20,20,265	17,38,247
Directors' Sitting Fees	5,750	6,000
Staff Welfare Expenses	<u>18,19,182</u>	<u>9,54,516</u>
	<u>2,68,59,146</u>	<u>2,00,84,135</u>

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	Year ended 31st March, 2012	Year ended 31st March, 2011
	₹	₹
NOTE 2.21		
FINANCE COSTS		
Interest Expense on		
Borrowings from Banks	20,48,150	39,82,967
Others	82,53,275	37,13,799
Other Borrowing Costs	<u>3,39,100</u>	<u>3,78,911</u>
	<u>1,06,40,525</u>	<u>80,75,677</u>
 NOTE 2.22A		
OTHER EXPENSES		
(a) Manufacturing Expenses		
Production Expenses	19,94,768	15,18,661
Blowing Charges	4,74,972	16,91,537
Power, Fuel & Water	81,11,434	58,76,693
Repairs and Maintenance :		
Buildings	4,674	28,650
Plant & Machinery	26,76,836	13,21,528
Others	36,363	77,025
Total (a)	<u>1,32,99,047</u>	<u>1,05,14,094</u>
 (b) Selling & Distribution Expenses		
Advertisement	—	2,02,302
Vehicle Expenses	36,29,151	—
Other Selling Expenses	25,20,630	6,70,143
Royalty	1,39,18,910	96,08,712
Sales Promotion Expenses	22,13,657	9,32,538
Total (b)	<u>2,22,82,348</u>	<u>1,14,13,695</u>
 (c) Administrative Expenses		
Auditors Remuneration		
Statutory Audit Fees	1,01,124	60,000
Tax Audit Fees	5,618	5,000
Certification Charges	4,206	22,000
Reimbursement of Expenses	4,700	4,700

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	Year ended 31st March, 2012	Year ended 31st March, 2011
	₹	₹
Advertisement and Publicity	1,15,115	1,47,365
Bank Charges, ECGC Premium & Certificates	2,50,505	1,41,097
Books and Periodicals	11,126	22,470
Brokerage Paid	—	16,000
Delayed Payment Charges	2,31,567	2,90,390
Donation	51,000	—
Entertainment Expenses	3,61,196	4,34,464
Earlier Year Expenses	21,325	88,839
Insurance	1,91,334	2,01,075
Legal and Professional Charges	2,51,779	1,39,474
Loss on Sale of Fixed Assets	9,124	8,599
General Expenses	5,37,342	5,62,135
Office Maintenance	10,79,013	5,37,989
Printing & Stationery	4,02,538	3,35,513
Postage, Courier & Telephone	7,70,986	8,38,113
Rates, Taxes & Fees	23,04,384	56,75,621
(Including ₹ 2,67,187/-, previous year ₹ 34,94,887/- for earlier years. Refer Note No. 2.36)		
Rent (Including ₹ 2,20,1216/-, Previous year ₹ 2,20,126/- on leasehold properties)	4,54,126	4,54,126
Repairs and Maintenance:		
Buildings	7,86,621	3,30,678
Plant & Machinery	8,24,458	6,01,935
Others	66,118	25,415
Service Charges Paid	34,581	65,804
Sponsorship Expenses	36,73,576	—
Sundry Balance Irrecoverable written off	64,448	29,46,596
Travelling and Conveyance	36,89,858	28,21,186
Vehicle Upkeep Expenses	8,03,614	8,34,622
Total (c)	1,71,01,382	1,76,11,206
Total [a+b+c]	5,26,82,777	3,95,38,995

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	Year ended 31st March, 2012	Year ended 31st March, 2011
	₹	₹
NOTE 2.22B		
DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation		
On Fixed Assets	1,03,16,891	97,11,723
Proportionate Value of Building on Leashold Land written off	<u>1,24,822</u>	<u>1,24,822</u>
	<u>1,04,41,713</u>	<u>98,36,545</u>
NOTE 2.23		
TAX EXPENSES		
Current Tax Expenses		
Current Tax	28,71,678	40,93,940
Tax for Earlier Year	<u>(18,061)</u>	<u>(14,019)</u>
	28,53,617	40,79,921
Deferred Tax (Credit) / Expenses	<u>(31,79,100)</u>	<u>(15,73,074)</u>
	<u>(3,25,483)</u>	<u>25,06,847</u>
NOTE 2.24		
PROFIT/ (LOSS) FROM DISCONTINUING OPERATIONS		
Miscellaneous Receipts	42,030	1,04,976
Liabilities no longer required written back	<u>38,627</u>	<u>—</u>
	80,657	1,04,976
Loss on sale of Fixed Assets	1,67,048	—
Loss of Stock of Finished Goods	9,700	—
Loss of Stock of Raw/Packing materials	10,000	—
Sundry Balances Irrecoverable written off	1,25,878	81,246
Interest	<u>—</u>	<u>5,485</u>
	3,12,626	86,731
	<u>(2,31,969)</u>	<u>18,245</u>
Less: Tax Expenses	<u>(71,678)</u>	<u>6,060</u>
Profit/ (Loss) from discontinuing operations (after tax)	<u>(1,60,291)</u>	<u>12,185</u>
NOTE 2.25		
EARNINGS PER SHARE (EPS)		
i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (Amount in ₹)	90,77,544	1,00,60,852
ii) Numbers of Equity Shares	21,61,500	21,61,500
iii) Basic and Diluted Earnings per share (Amount in ₹)	4.20	4.65
iv) Face Value per equity share (Amount in ₹)	10.00	10.00

Notes on Financial Statements for the year ended 31st March, 2012

- 2.26 Estimated amount of contracts remaining to be executed on capital account is ₹ 35,73,986/- (Previous Year ₹ 2,45,000/-) against which ₹ 4,75,000/- (Previous Year ₹ 1,81,025/-) has been paid as advance.
- 2.27 Contingent Liabilities not provided for :
Additional Excise Duty amounting to ₹ 26,98,597/- demanded by the Excise Authorities has not been provided in the Books of Account although an amount of ₹ 20,46,303/- 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.
- 2.28 (a) One of the tenants of the Company namely M/s. Income Tax Appellate Tribunal is not paying Service Tax on Rent since the same has come in to effect. The Company is liable to collect a sum of ₹ 32,01,740/- from said M/s Income Tax Appellate Tribunal towards Service Tax on Rent for the period 01.06.2007 to 31.03.2012 and remit the same to the Government account. The Company has duly provided the said Service Tax liability in its books of account. The Company has filed a writ petition before the Hon'ble High Court at Calcutta for recovery of Service Tax on Rent from M/s Income Tax Appellate Tribunal. The matter is subjudiced pending decision by the Hon'ble High Court at Calcutta.
- (b) Annual Value of one property of the Company situated at 50, Chowringhee Road, Kolkata was revised by the Kolkata Municipal Corporation with retrospective effect from 1st July, 2006 on 15.06.2010. The Company has disputed the said valuation by filing a writ petition before the Hon'ble High Court at Calcutta praying for a fresh valuation. The Company is not paying municipal tax and liability on this account of ₹ 89,38,334/- up to 31.03.2012 has been duly provided in the books of account. The matter is subjudiced, pending decision by the Hon'ble High Court at Calcutta.
- 2.29 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 ₹ 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.
- 2.30 Depreciation on Fixed Assets of Bhubaneswar and Raipur units has not been provided as the same were not in use during the current year.
- 2.31 Purchases of Packaged Drinking Water have been shown net of input credit taken against Excise Duty & VAT. Similarly Sales have been shown net of output credit adjusted against VAT.
- 2.32 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.
- 2.33 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.
- 2.34 Some Tenants have deposited rent in Rent Control Account and the Company is withdrawing the amount there from time to time.
- 2.35 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

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

Income. In case the Company gets any further compensation the same shall be adjusted in the year of receipt.

- 2.36 Annual Value of one property of the Company situated at 225C, A. J. C. Bose Road, Kolkata was revised by the Kolkata Municipal Corporation with retrospective effect from 1st October, 2006 on 26.08.2011 and accordingly a sum of ₹ 2,67,187/- has been debited to the books net of ₹ 26,63,267/- recoverable from tenants towards tax liability for earlier years.
Further a sum of ₹ 20,37,197/- has been debited to the books as Rates and Taxes for the year as net after adjusting ₹18,21,709/- recoverable from tenants on this account.
- 2.37 Previous year's figures have been rearranged / regrouped, wherever found necessary.
- 2.38 Income on account of Electricity Charges have been taken in the accounts as net after adjusting ₹ 3,39,02,728/- (Previous year ₹ 3,16,22,769/-) paid on this account.
- 2.39 Amount due to Small Scale Industrial undertakings ₹ Nil (Previous year ₹ Nil)
- 2.40 Amount due and outstanding to be credited to the Investor Education and Protection Fund ₹ Nil (Previous year ₹ Nil).
- 2.41 (a) Earnings in Foreign Currency- ₹ Nil (Previous year- ₹ Nil).
(b) Expenses incurred in Foreign Currency :
Travelling and other Expenses- ₹ 12,82,705/-(Previous year- ₹ 8,30,623/-)
Sponsorship Expenses - ₹ 28,71,324/- (Previous year- ₹ Nil)
- 2.42 Consumption of Raw materials :

Item Description	Unit	Quantity	Amount (₹)
Preform	Pcs	1,01,40,577 (83,72,605)	2,71,48,502 (1,84,82,104)
Cartons	Pcs	7,49,933 (5,18,118)	93,42,813 (55,93,956)
Sleeves/ Stickers/ Label	Pcs	99,76,694 (69,76,117)	19,87,564 (15,77,162)
Handle	Pcs	20,15,565 (12,32,196)	8,47,199 (5,77,143)
Caps	Pcs	1,29,04,951 (1,40,34,288)	63,52,393 (62,46,871)
BOPP Tape	Pcs	10,941 (10,650)	2,73,759 (2,37,778)
Co2 Gas	Kgs	3,615 (1,884)	1,27,021 (41,099)
20 Ltr. Empty Jar	Pcs	34,974 (45,492)	33,73,592 (51,79,132)
Miscellaneous materials			2,84,594 (5,94,396)
Total			4,97,37,437 (3,85,29,641)

Previous year's figures have been given in the brackets.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

2.43 Disclosure as per AS-15 (Revised) :	As on 31.03.2012 (₹)	As on 31.03.2011 (₹)
(a) Defined Contribution Plans : Contribution to recognised Provident Fund (Including Pension Fund)	15,11,497	12,90,524

(b) Defined Benefit Plans:	Gratuity (Partly Funded)	Leave Encashment (Un-Funded)
	As on 31.03.2012 (₹)	As on 31.03.2011 (₹)
		As on 31.03.2012 (₹)

The principle assumptions used in Actuarial valuation are as below:

- Discount Rate	8.5%	8%	8.5%
- Expected Rate of Return on Assets	8%	8%	—
- Expected Rate of future salary increase	5%	5%	5%

Change in the present value of Obligations

- Present value of the Obligations at the beginning of the year	19,18,252	13,81,213	—
- Interest Cost	1,59,014	1,03,925	—
- Past Service Cost	—	57,121	—
- Current Service Cost	2,60,370	2,47,004	9,29,368
- Benefits paid	(94,990)	(1,64,302)	—
- Actuarial (Gain)/ Loss on Obligations	45,989	2,93,291	5,49,168
- Present value of Obligations at the end of the year	22,88,635	19,18,252	14,78,536

Change in the fair value of Plan Assets

- Fair value of Plan Assets at the beginning of the year	12,66,436	10,60,226	N.A
- Expected return on Plan Assets	1,01,315	84,818	N.A
- Contributions	2,50,315	2,78,642	N.A
- Benefits paid	(94,990)	(1,64,302)	N.A
- Actuarial Gain/(Loss) on Plan Assets	11,099	7,052	N.A
- Fair Value of Plan Assets at the end of the year	15,34,175	12,66,436	N.A

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

	As on 31.03.2012 (₹)	As on 31.03.2011 (₹)	As on 31.03.2012 (₹)
Liability recognised in the Balance Sheet			
- Present value of Obligations at the end of the year	22,88,635	19,18,252	14,78,536
- Fair value of Plan Assets at the end of the year	15,34,175	12,66,436	—
- Funded Status	(7,54,460)	(6,51,816)	—
- Net Asset / (Liability) recognised in Balance Sheet	(7,54,460)	(6,51,816)	14,78,536
Expenses recognised in the statement of Profit and Loss			
- Current Service Cost	2,60,370	2,47,004	9,29,368
- Past Service Cost	—	57,121	—
- Interest Cost	1,59,014	1,03,925	—
- Expected return on Plan Assets	(1,01,315)	(84,818)	—
- Net Actuarial (Gain)/ Loss recognised during the year	34,890	2,86,239	5,49,168
- Total expenses recognised in the statement of Profit and Loss	3,52,959	6,09,471	14,78,536

The Company has treated leave encashment up to 31st March, 2011 on Cash basis.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

2.44 Segment Reporting under AS - 17 :

				(Amount in ₹)
Primary Segment	Packaged Drinking Water	Real Estate Division	Share Trading Business	Total
Segment Revenue	12,42,83,531 (8,76,40,862)	4,23,30,382 (4,34,62,187)	— (78,90,000)	16,66,13,913 (13,89,93,049)
Segment Results (PBIT)	39,14,601 (38,55,730)	1,56,38,276 (1,67,75,461)	— (—)	1,95,52,877 (2,06,31,191)
Less : Interest				1,06,40,525 (80,75,677)
<u>Provision for Taxation :</u>				
Current Tax				28,71,678 (40,93,940)
Deferred Tax				-31,79,100 (-15,73,074)
For earlier years				-18,061 (-14,019)
Profit after Tax				92,37,835 (1,00,48,667)
Segment Assets	7,76,98,340 (7,49,27,911)	25,66,46,141 (22,98,98,369)	31,10,000 (31,10,000)	33,74,54,481 (30,79,36,280)
Segment Liabilities	5,94,39,228 (5,66,48,421)	27,80,15,253 (25,12,87,859)	— (—)	33,74,54,481 (30,79,36,280)
Total Cost incurred during the period to acquire Segment Assets	59,26,580 (2,19,36,670)	2,65,21,000 (23,22,542)	— (3,90,000)	3,24,47,580 (2,46,49,212)
Total amount of expenses included for depreciation and amortisation	70,41,805 (61,62,116)	33,99,908 (36,74,429)	— (—)	1,04,41,713 (98,36,545)
Total amount of significant non cash expenses other than depreciation and amortisation	11,16,466 (4,15,239)	16,15,757 (9,82,803)	— (—)	27,32,223 (13,98,042)

Previous year's figures have been given in brackets.

Orient Beverages Limited

Notes on Financial Statements for the year ended 31st March, 2012

2.45 Related Party disclosures under AS - 18 :

- 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 31.03.2012 (₹)
Sri N. K. Poddar, Chairman	Remuneration paid	13,68,000 (10,26,000)	69,185 Cr. (65,770) Cr.
Sri Akshat Poddar, Managing Director	Remuneration paid	4,78,800 (3,75,610)	23,522 Cr. (26,239) Cr.
Smt. Ruchira Poddar, Executive Director	Remuneration paid	6,27,000 (6,61,200)	— (29,023) Cr.
Smt. Avni Kandoi, (Director's Relative)	Remuneration paid	2,10,000 (2,10,000)	13,810 Cr. (13,810) Cr.
Jenny Christensen (Service Apartments) Pvt. Ltd.	Advance paid	4,29,247 (1,32,441)	— (1,39,481) Dr.
Vrishti Beveragess Pvt. Ltd.	Share application money paid	45,00,000 (1,35,00,000)	66,00,000 Dr. (1,35,00,000)
	Sale of machinery	19,46,892 (—)	Dr. 19,46,892 Dr. (—)

Note :

Remuneration paid to Directors includes salary and company's contribution to provident fund. Value of non monetary perquisites has not been considered here. Remuneration of Sri Akshat Poddar shown above for the year 2010-11 includes a sum of ₹ 96,310/- paid to him in the capacity of Chief Executive officer up to 11.08.2010.

Previous year's figures have been given in brackets.

For TIWARI & COMPANY

Chartered Accountants

Firm Regn. No. 309112E

P. TIWARI

Partner

Membership No. 16590

Kolkata, 13th day of August, 2012

N. K. Poddar - Chairman
 Akshat Poddar - Managing Director
 G. L. Agarwalla - Director
 B. D. Mundhra - Executive Director
 A. K. Singhania - Company Secretary

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