

21st  
Annual Report  
2010 - 2011

**Hindustan**

**Agrigenetics Limited**

Hybrid Seeds • Tissue Culture • Floriculture



## Hindustan Agrigenetics Limited

### 21st ANNUAL GENERAL MEETINGS

Date : 26th September 2011  
Day : Saturday  
Time : 3:30 PM  
Venue : 806, Meghdoot, 94, Nehru Place, New Delhi

### BOARD OF DIRECTORS

Shri Pritam Kapur  
Shri S. V. R. Rao  
Shri C. P. Rajendran

### AUDITORS

R. K. Gulati & Associates  
Chartered Accountants  
New Delhi

### BANKERS

Royal Bank of Scotland (RBS)

### REGISTRARS

Karvy Consultants Ltd.  
25, Business Park,  
Shivaji Marg,  
New Delhi - 110015

### REGISTERED OFFICE

806, Meghdoot  
94, Nehru Place,  
New Delhi - 110019

### PLANT

19/D, Gundla Pochampally  
Via Hakimpet  
Secundrabad -500 014

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**NOTICE OF ANNUAL GENERAL MEETING**

NOTICE is hereby given that the 21st ` Annual General Meeting of the Company will be held on Saturday, the 26th day of September, 2011 at 3.30 P.M. at the Registered office at 806, Meghdoot, 94, Nehru Place, New Delhi - 110019 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the audited annual balance sheet of the Company as at 31st March, 2011 together with the reports of the Auditors and the Directors thereon.
2. To appoint a director in place of Shri S. V. R. Rao, who retires by rotation but is eligible for re-appointment.
3. To appoint the auditors. The retiring auditors of the Company, M/s R. K. Gulati & Associates, Chartered Accountants, New Delhi are eligible for re-appointemnt.

By order of the Board

(PRITAM KAPUR)  
Managing Director

Place: New Delhi

Dated: 01.09.2011

**NOTE:**

1. A member entitled to attend and vote may appoint a proxy instead of himself/herself and such a proxy need not be a member. Proxy forms in order to be effective must be lodged with the Company 48 hours before the meeting.

**DIRECTORS' REPORT**

Dear Members,

Your directors take pleasure in presenting you this 21st report together with the audited statements of account for the financial ended on 31st March, 2011.

**A. Financial Results**

	<b>Current Year ended on 31.03.2011</b>	<b>Rs./Lacs Previous Year ended on 31.03.2010</b>
- Revenue Receipts	11.67	127.48
- Profit before Taxes	3.38	5.99
- Income Tax Provisions	0.00	0.00
- Accumulated losses	270.18	387.85
- Paid-up Share capital	440.02	440.02

**B. Operations**

The Company is working out ways and means to revive the unit at Gundla Pochampally, from land acquisition proceeds received from the State Government.

**C. Observation of Auditors**

The observation of the auditors are well explained in the Notes on Account forming part of the annual balance sheet.

**D. Directors Responsibility Statement**

Since the business operations continue to remain in-operative for almost ten years now, recovery of outstanding debts have become practically not possible and same was the case with accounting for the value of all old stocks of perishable nature and as a result maintenance of books of account on a going concern basis so as to depict the actual value of the assets of the Company was found practically not possible. The annual balance sheet

as at 31st March, 2011 has been drawn up by maintaining necessary books of accounts and the other statutory records.

**E. Corporate Governance**

The Company is regular in conducting its meeting of Board of Directors by attendance by all directors on the Board. Similarly the 20th AGM was held on 25th September, 2011 with adequate number of members present at the registered office of the Company.

**F. Directors**

Shri S.V.R. Rao is retiring by rotation but is eligible for re-appointment.

**G. Auditors**

The retiring auditors, M/s R. K. Gulati & Associates, Chartered Accountants, New Delhi are eligible for re-appointment.

**I. Energy Conservation, Technology absorption etc.**

Since the business activities of the Company remain in-operative, the matters to be reported on energy conservation, technology absorption and the other matters under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are uncalled for.

**J. Acknowledgement**

At the end your directors wish to place on record their gratitude and appreciation to all who have associated with the affairs of the Company.

Place: New Delhi

Dated:01.09.2011

By order of the Board

(PRITAM KAPUR)  
CHAIRMAN

**AUDITOR'S REPORT**

To,  
The Shareholders of  
**M/s HINDUSTAN AGRIGENETICS LIMITED**  
**NEW DELHI.**

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

- (1) 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 mis-statement. 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 in our opinion.
- (2) As required by the Companies (Auditor's Report) Order 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- (3) Further to our comments in the Annexure referred to in paragraph 2 above, we report that:
  - a) We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for purpose of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of these books;

- c) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with in this report are in agreement with the books of account;
- d) In our opinion, the Balance Sheet and Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the mandatory accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- e) In our opinion, and based on information and explanations given to us, none of the directors are disqualified as on March 31, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- f) In our opinion and to the best of our information and according to the explanations given to us, the said account read together with significant accounting policies and subject to Note 'A' (iv) regarding revaluation of fixed assets, Note 'G' regarding impairment of Assets and Note 'E' regarding confirmation of sundry creditors and sundry debtors and read with Notes on accounts (Schedule 'L') and those appearing elsewhere in the accounts give, the informations required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) In so far as it relates to Balance Sheet, of the state of affairs of the Company as at March, 31, 2011;
- (ii) In so far it relates to the Profit and Loss Account, of the Profit of the Company for the year ended on that date; and
- (iii) In so far as it relates to the Cash Flow Statement, of the cash flow of the Company for the year ended on that date.

PLACE: NEW DELHI  
DATED: 24th Aug. 2011

**For R.K.GULATI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
**Firm's Registration No.: 007226N**

**(RAKESH GULATI)**  
**PARTNER**  
**M.No.: 084895**



**Annexure to Auditor's Report**

**Referred to in Paragraph 2 of our report of even date**

1. In respect of its fixed assets:
  - (a) The Company has not maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - (b) As explained to us, the fixed assets have not been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - (c) In our opinion, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. The Company has neither granted nor taken any loans, Secured or Unsecured to and from Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the clauses 4 (iii) (b) to (d) of the Order are not applicable.
3. In our opinion and according to the information and explanations given to us, there is no adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods as the business of the company is discontinued.
4. In respect of transactions covered under Section 301 of the Companies Act, 1956:

## Hindustan Agrigenetics Limited

- (a) In our opinion and according to the information and explanations given to us, no transactions have been made in pursuance of contracts or arrangements, that needed to be entered into in the register maintained under Section 301 of the Companies Act, 1956.
- (b) In our opinion and according to the information and explanations given to us, there are no transactions in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs. 5,00,000/- (Rupees Five Lacs only) or more in respect of any party.

- 5. The Company has not accepted any deposits from the public.
- 6. In our opinion, the internal audit system of the Company is commensurate with its size and nature of its business.
- 7. We have been informed that the Central Government had not prescribed any maintenance of cost records under section 209 (1) (d) of the Companies Act 1956 in respect of any product the Company.
- 8. In respect of statutory dues:

According to the records of the Company, the company is regular in depositing the undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales-Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues. According to the information and explanations given to us, no undisputed amounts are payable in respect of the aforesaid dues were outstanding as at 31st March 2010 for a period or more than six months from the date of becoming payable except the following amounts.

## Hindustan Agrigenetics Limited

Nature of Statute	Nature of Dues	Amount (In Lakhs)	Period to which the amount rebates	Forum where dispute is pending
(1) <b><u>Income Tax</u></b>  TDS	Tax Deducted at Sources	Rs.0.52 Lakhs	Not yet deposited	--

9. The Company has accumulated losses and has not incurred cash losses during the financial year covered by our audit and the accumulated losses the company are more than fifty percent of its net worth.
10. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures, and other securities.
11. In our opinion, the Company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, clause 4 (xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
12. The Company is not dealing in or trading in shares, securities debentures and other investments.

13. The Company has not given guarantees for loans taken by others from banks or financial institutions, According to the information and explanations given to us, we are of the opinion that the terms and conditions thereof are not prima-facie prejudicial to the interest of the Company.
14. The Company has not raised any new term loans during the year.
15. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the Company has not utilised from short term sources towards repayment of long-term borrowings.
16. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
17. The Company has not issued any debentures during the year.
18. The Company has not raised any money by way of public issue during the year.
19. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially misstated.
20. The other provisions of the aforesaid order are not applicable in case of the company.

**For R.K.GULATI & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm's Registration No.: 007226N**

PLACE: NEW DELHI  
DATED: 24 Aug.2011

**(RAKESH GULATI)  
PARTNER  
M.No.: 084895**

# Hindustan Agrigenetics Limited

Hindustan Agrigenetics Limited  
 Regd. Office: 806, Megdoot  
 94, Nehru Place  
 New Delhi- 110 019

## BALANCE SHEET AS AT 31ST MARCH, 2011

SCHEDULES		CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b><u>SHAREHOLDERS FUND</u></b>			
SHARE CAPITAL	A	44,002,000.00	44,002,000.00
RESERVE & SURPLUS	B	1,640,250.00	1,640,250.00
		<u>45,642,250.00</u>	<u>45,642,250.00</u>
<b><u>LOANS</u></b>			
		<u>45,642,250.00</u>	<u>45,642,250.00</u>
<b><u>APPLICATION OF FUNDS</u></b>			
<b><u>FIXED ASSETS</u></b>			
GROSS BLOCK	C	6,542,832.84	10,973,628.00
LESS : DEPRECIATION		<u>997,709.80</u>	<u>5,174,147.00</u>
<b>NET BLOCK</b>		5,545,123.04	5,799,481.00
INVESTMENTS	D	13,757,338.03	13,080,157.49
Deferred Tax Assets		<u>11,429,363.00</u>	
<b><u>CURRENT ASSETS, LOANS &amp; ADVANCES</u></b>			
SUNDRY DEBTORS	E	-	-
CASH & BANK BALANCES	F	372,259.51	352,836.27
OTHER CURRENT ASSETS	G	<u>1,177,847.26</u>	<u>1,433,119.53</u>
		1,550,106.77	17,85,955.53
<b>LESS: CURRENT LIABILITIES &amp; PROVISIONS</b>	H	<u>13,657,370.13</u>	<u>13,807,958.13</u>
<b>NET CURRENT ASSETS</b>		(12,107,263.36)	(12,022,022.60)
<b><u>MISCELLANEOUS EXPENDITURE &amp; LOSSES</u></b>			
(TO THE EXTENT, NOT WRITTEN OFF ADJUSTED)			
PROFIT & LOSS ACCOUNT		<u>27,017,689.29</u>	<u>38,784,614.11</u>
		27,017,689.29	38,784,614.11
		<u>45,642,250.00</u>	<u>45,642,250.00</u>

### DIFFERENCE

Note : Schedule 'A' to 'H' forms an integral part of the Balance Sheet.

Significant Accounting Policies - Schedule - 'L'

on behalf of the Board of Directors

Signed in terms of our report of even date

**For R.K.GULATI & ASSOCIATES  
 CHARTERED ACCOUNTANTS**

PLACE : NEW DELHI

DATE : 24th Aug.2011

(PRITAM KAPUR)  
 MANAGING DIRECTOR

(C.P. RAJENDRAN)  
 DIRECTOR

(RAKESH GULATI)  
 PARTNER  
 M.No. 084895

# Hindustan Agrigenetics Limited

Hindustan Agrigenetics Limited  
Regd. Office : 806, Megdoot,  
94, Nehru Place,  
New Delhi 110 019

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

	SCHEDULE No.	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b><u>INCOME:</u></b>			
OTHER INCOME	I	522,082.59	12,640,270.29
Profit on sales of mutual funds		645,058.33	107,753.65
		<u>1,167,140.92</u>	<u>12,748,023.94</u>
<b><u>EXPENDITURE:</u></b>			
ADMINISTRATIVE EXPENSES	J	456,888.30	928,099.14
OTHER EXPENSES	K	372,690.80	11,220,708.50
		<u>829,579.10</u>	<u>12,148,807.64</u>
PROFIT/ (LOSS) BEFORE TAXES		337,561.82	599,216.30
<b><u>LESS: TAXATION RESERVE</u></b>			
DEFERRED TAX		(11,429,363.00)	-
PROFIT/ (LOSS) AFTER TAXES		<u>11,766,924.82</u>	<u>599,216.30</u>
BALANCE OF PROFIT/(LOSS) BROUGHT FORWARD FROM EARLIER YEARS		(38,784,614.11)	(39,383,830.41)
LOSS CARRIED TO THE BALANCE SHEET		<u>(27,017,689.29)</u>	<u>(38,784,614.11)</u>
<b><u>EARNING PER SHARES</u></b>			
BASIC & DILUTED		2.67	0.14

Note : Schedule 'I' to 'K' forms an integral part of the Profit & Loss Account  
Significant Accounting Policies - Schedule-'L'

on behalf of the Board of Directors

Signed in terms of our report of even date

PLACE : NEW DELHI

DATE : 24th Aug.2011

For R.K.GULATI & ASSOCIATES  
CHARTERED ACCOUNTANTS

(PRITAM KAPUR)  
MANAGING DIRECTOR

(C.P. RAJENDRAN)  
DIRECTOR

(RAKESH GULATI)  
PARTNER  
M.No. 084895

## Hindustan Agrigenetics Limited

Hindustan Agrigenetics Limited  
 Regd. Office: 806, Megdoot,  
 94, Nehru Place,  
 New Delhi 110 019

### SCHEDULE "A"

SHARE CAPITAL	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b><u>AUTHORISED</u></b>		
50,00,000 EQUITY SHARE OF Rs. 10/- EACH PREVIOUS YEAR 50,00,000 EQUITY SHARES)	50,000,000.00	50,000,000.00
<b><u>Issued, SUBSCRIBED &amp; PAID-UP</u></b>		
44,00,200 EQUITY SHARE OF Rs. 10/- EACH, FULLY PAID UP, (PREVIOUS YEAR 44,00,200 EQUITY SHARES)	44,002,000.00	44,002,000.00
TOTAL	<u>44,002,000.00</u>	<u>44,002,000.00</u>

### SCHEDULE "B"

RESERVE AND SURPLUS	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b><u>REVALUATION RESERVE</u></b>		
Balance B/F	1,640,250.00	15,025,500.00
<b><u>Less: Amount Reversed</u></b>		
During The Year	-	13,385,250.00
	<u>1,640,250.00</u>	<u>1,640,250.00</u>
	<u>1,640,250.00</u>	<u>1,640,250.00</u>

**Hindustan Agrigenetics Limited**  
**Regd. Office: 506, Megdoot,**  
**94, Nehru Place,**  
**New Delhi - 110 019**

**SCHEDULE "C"**  
**SCHEDULE OF FIXED ASSETS AS ON 31ST MARCH 2011**

PARTICULARS OF ASSETS	GROSS BLOCK		DEPRECIATION		NET BLOCK			
	Cost as on 1.4.2010	additions during the year	Cost as on 31.3.2011	As on 1.4.2010	For the year	Up to 31.3.2011	W.D.V as on 31.3.2010	W.D.V as on 31.3.2011
Agriculture Land(Note 1)	2,855,265.00	-	2,855,265.00	-	-	-	2,855,265.00	2,855,265.00
Car Toyota	1,424,207.00	-	1,424,207.00	96,911.00	343,119.00	442,030.00	982,177.00	1,325,296.00
Computer	14,396.00	118,332.84	132,730.84	3,839.00	29,571.80	33,410.80	99,320.04	10,559.00
Cold Storage Equipment	1,795,630.00	-	1,795,630.00	522,269.00	-	522,269.00	1,273,361.00	1,273,361.00
Residential Plot(Note 2)	335,000.00	-	335,000.00	-	-	-	335,000.00	335,000.00
Figures for the Current Year	6,424,500.00	118,332.84	6,542,832.84	625,019.00	372,690.80	997,709.80	5,545,123.04	5,799,481.00
Figures for the Previous year	33,741,100.97	1,773,605.00	10,973,626.00	5,071,397.00	102,750.00	5,174,147.00	5,799,481.00	28,669,703.97

Note: (1) Land measuring 9 ac 31-1/2 Gunthasa area has been acquired by the Government.

(2) That the Residential plot has been allotted by Government on acquisition of Agricultural Land.



# Hindustan Agrigenetics Limited

**Hindustan Agrigenetics Limited**  
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**New Delhi 110 019**

## SCHEDULE "D"

<b>INVESTMENTS</b>	<b>CURRENT YEAR Rs.</b>	<b>PREVIOUS YEAR Rs.</b>
<b><u>INVESTMENTS IN MUTUAL FUNDS</u></b>		
Investments in Mutual Funds	-	156,628.13
Reliance Home Fund	523,390.98	-
Unit-Reliance Eqt. Opp. Fund	-	499,999.96
DSP Black Rock Top 100 Equity Fund-Reg Plan	500,000.00	500,000.00
Franklin Templeton Fixed Tenure Fund	33,952.00	923,534.35
Hdfc MIP-Long Term-Growth	1,100,000.00	500,000.00
Hdfc Top-200 Fund-Growth	9,999,995.32	1,999,999.62
Reliance Monthly Income Plan	1,599,999.73	499,999.73
Unit-ICICI Prudential Dynamic Plan-Dividend	-	7,999,995.70
	13,757,338.03	13,080,157.49

## SCHEDULE "E"

<b>SUNDRY DEBTORS- UNSECURED</b>	<b>CURRENT YEAR Rs.</b>	<b>PREVIOUS YEAR Rs.</b>
<b><u>CONSIDERED DOUBTFUL :</u></b>		
More Than 6 Months	-	1,625,589.90
Others	-	-
Less: Doubtful Debts Provided	-	(1,625,589.90)
	-	-

## Hindustan Agrigenetics Limited

**Hindustan Agrigenetics Limited**  
**Regd. Office: 806, Megdoot,**  
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**New Delhi 110 019**

### SCHEDULE "F"

<b>CASH &amp; BANK BALANCES</b>	<b>CURRENT YEAR Rs.</b>	<b>PREVIOUS YEAR Rs.</b>
Cash In Hand	31,455.40	184,933.40
<b><u>Balances With Banks</u></b>		
In Current Account	194,012.11	21,110.87
Share Application Money In Refund Account	146,792.00	146,792.00
	<u>372,259.51</u>	<u>352,836.27</u>

### SCHEDULE "G"

<b><u>OTHER CURRENT ASSETS</u></b>	<b>CURRENT YEAR Rs.</b>	<b>PREVIOUS YEAR Rs.</b>
Deposits - Others	743,704.00	743,704.00
Sunny Srivastava	-	11,500.00
TDS	19,731.00	19,581.00
Compensation Receivable - Green House	28,009.00	271,931.00
Sales Tax	<u>386,403.26</u>	<u>386,403.26</u>
	<u>1,177,847.26</u>	<u>1,433,119.26</u>

### SCHEDULE "H"

<b>CURRENT LIABILITIES &amp; PROVISIONS</b>	<b>CURRENT YEAR Rs.</b>	<b>PREVIOUS YEAR Rs.</b>
<b><u>SUNDRY CREDITORS</u></b>		
Farmers & Others for Goods	4,175,414.00	4,320,359.00
Due To Directors	239,457.41	239,457.41
For Expenses	4,072,155.50	4,072,155.50
Advance Booked From Customers	2,670,000.00	2,670,000.00
SBI Credit Card	-	25,643.00
Dealer Deposits	895,000.00	895,000.00
Share Application Money Refund A/C	153,692.00	153,692.00
TDS Payable	52,788.74	52,788.74
Audit Fee Payable	63,146.00	43,146.00
Other Liabilities	<u>1,335,716.48</u>	<u>1,345,716.48</u>
	13,657,370.13	13,807,958.13
<b><u>PROVISIONS</u></b>		
Fringe Benefits Tax	-	2,444.00
Add: Provided For The Year	-	-
	-	<u>2,444.00</u>
Less: Taxes Paid	-	<u>2,444.00</u>
	<u>13,657,370.13</u>	<u>13,807,958.13</u>

## Hindustan Agrigenetics Limited

### SCHEDULE "I"

<b>OTHER INCOME</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Dividend	522,082.59	95,282.29
Profit On Acquisition of Agriculture Land	-	12,544,988.00
	<u>522,082.59</u>	<u>12,640,270.29</u>

### SCHEDULE "J"

<b>ADMINISTRATIVE EXPENSES</b>	<b>CURRENT YEAR Rs.</b>	<b>PREVIOUS YEAR Rs.</b>
Bank Charges	1,360.30	110.30
Audit Fees	20,000.00	20,000.00
Car maintenance expenses	28,797.00	2,910.00
Cultivation expenses	-	38,930.00
Legal and Professional charges	203,490.00	115,125.00
Office Exp.	-	1,500.00
Interest on FBT	-	265.00
Travelling Expenses	29,636.00	132,791.00
Salaries	-	53,000.00
Miscellaneous Expenses	-	500.00
Share Transaction Charges	94,567.00	-
Repair & Maintenance	12,502.00	24,782.00
Printing & Stationery	24,617.00	14,325.00
Postage & Telegram	41,919.00	3,651.25
Short & Excess Recoveries	-	520,209.59
<b>TOTAL</b>	<u>456,888.30</u>	<u>928,099.14</u>

### SCHEDULE "K"

<b>OTHER EXPENSES</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Depreciation	372,690.80	102,750.00
Fixed Assets Written Off	-	1,389,712.97
Loss on Acquisition Of Fixed Assets	-	8,311,047.00
Deferred Revenue Expenditure Written Off	-	1,417,198.53
	<u>372,690.80</u>	<u>11,220,708.50</u>

**SCHEDULE "L"**

**NOTES ON ACCOUNTS**

**(A) SIGNIFICANT ACCOUNTING POLICIES**

**I) METHOD OF ACCOUNTING**

- i) The financial statements are prepared on a going concern basis with historical costs on accrual basis of accounting and in accordance with generally accepted accounting policies in India, the Accounting standards notified under the companies (Accounting Standards Rules, 2006) as adopted consistently by the company.
- ii) The Company generally accounts for income and expenditure on mercantile basis except those with Significant uncertainties.

**II) USES OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principle requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and reported amounts of revenue and expenses during the reported year. Difference between actual results and the estimates are recognized in the year in which the results are known/materialized. Actual results could differ with these estimates.

**III) FIXED ASSETS**

- i) Fixed assets are stated at original cost including taxes, freight and other incidental expenses.
- ii) Expenses related to acquisition/ installation have been included and are net of capital subsidies.
- iii) The motor vehicles and motor cycles which were given to the employees for use. The employees had refused to hand over the said assets, as the company was not able to pay their salaries and other dues. The written down values thus have been adjusted against amounts due to employees.
- iv) The company has revalued its existing agricultural land situated at Village & Grampanchayat, Dundigal in Hyderabad in consonance with the Land acquisition price determined by Andhra Pradesh Government price for acquisition and the difference in value thereof credited to revaluation reserve during the financial year 2006-07.

**III) DEPRECIATION**

- a) Depreciation on fixed Assets is provided on written down method as per rates prescribed under schedule XIV to the Computer Act, 1956 as prevailing..
- b) Depreciation on structures on leased lands and fixtures installed therein are charged over the balance lease period.

IV) **INVENTORIES**

The inventories are valued as follows :

**Seed:**

**Raw Materials** : At lower of landed cost including apportioned procurement expenses like freight, basis packing and market cess, and realisable value.

**Semi Finished**:at lower of landed cost and apportioned manufacturing expenses and realisable value.

**Finished Goods**: at lower of landed cost apportioned manufacturing expenses and packing costs, or realisable value .

V) **TURNOVER**

The Company has not conducted any turnover during the year.

VI) **MISCELLANEOUS EXPENDITURE** :

- (i) Preliminary and share issue expenses are amortised over a period of 5 Years on a prorata basis beginning from the year of incurrence .

VII) **TAXES ON INCOME**

- (i) Current tax is determined as the amount of tax payable in respect of taxable income in specified under Income Tax 1961 as amended.
- (ii) Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods and using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.
- (iii) Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised in future.

**B. CONTINGENT LIABILITIES**

	<b>CURRENT YEAR (Rs.)</b>	<b>PREVIOUS YEAR (Rs.)</b>
Contingent Liabilities not Provided for in respect thereof	Nil	Nil

**C. SHARE CAPITAL**

Out of the offer of 41.40 lac Equity share of RS. 10 vide prospectus dated 24.10.94, a sum of Rs. 1,226.63 lacs was determined as refundable to non allottees and transferred to refund Bankers in FY 1994-95. As on 31.3.99 an amount of RS 1,46,792 is pending encashment by investors and therefore included under both current assets and current liabilities respectively (PY Rs. 1,46,792/-). The said refund order account with State Bank of Hyderabad. Consequently, Gunfoundry remain under reconciliation.

**D.** Leased Assets amounting to Rs.5,44,849/- leased from M/s NCC Finance & Chennai Finance Co Ltd. remain pending to be transferred to the company though the lease expired on 6.10.98 and 31.3.99 respectively. Consequently no entries are incorporated in the company`s books at the relevant residual value.

As the company had not made the final settlement of their dues, the said companies had not transferred the title deeds in favour of the company.

**E. SUNDRY DEBTORS:**

Sundry Debtors and advances are subject to confirmation and reconciliation.

As a measure of abundant caution and keeping with the requirement to reflect all such balances at realizable values.

**F. LOAN & ADVANCES**

Loan and advances balances are subject to confirmation and reconciliation.

**G. IMPAIRMENT OF ASSETS**

At each balance sheet an assessment is made whether any indication exists that an assets has been impaired. If any indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognised wherever the carrying amount of the assets exceeds its recoverable amount. Recoverable amount is the higher of an assets net selling price and its value in use. Value is use is the present value of the estimated future cash flows expected to arise from the continuing use of assets and from its disposal at the end of useful life.

However, the Board has that made estimations for its assets which in their opinion, is not assets which less the residual value as appearing in books of accounts.

**H. CURRENT LIABILITIES & PROVISIONS**

- (i) In the absence of taxable profits, no provision is made for taxation under the income tax Act, 1961.
- (ii) Sundry Creditors balances is subject to confirmation and reconciliation.
- (iii) During the year, the company has settled their dues with the few creditors and difference in amount actually paid and balances in books debited to Profit & Loss Account under head short & excess recoveries.

## Hindustan Agrigenetics Limited

I. In accordance with accounting standard 22, Accounting for taxes on income issued by the Institute of Chartered Accountants of India, the Company has not accounted for Deferred Tax during the year, in view of the facts that Company has significant amount of carried forward losses and unabsorbed losses under Income Tax Act.

However, the Company has not recognised any deferred Tax Assts/ Liabilities as there is a uncertainty of future taxable income against which the deferred tax assets can be set off since the Company has presently not conducted any commercial activity.

J. Since the Company has not conducted any commercial business, there is no segmental performance and assets in terms of accounting standards AS-17, issued by the Institute of Chartered Accountants of India.

### **K. RELATED PARTY DISCLOSURES UNDER ACCOUNTING STANDARD –18**

(I) (A) Enterprises in which the Company control Nil

(B) Parties in respect of which the company is a joint venture Nil

(C) **Key Management Personnel**

**Key**

Director	Sh Pritam Kapoor
Director	Sh. C.P. Rajendran
Director	Sh. S.V.R. Rao

(D) Enterprises on which key management personnel and their relatives are able to exercise significant influence Nil

(II) Transaction with and out standing balance of related parties during the year

	<b><u>Current Year</u></b> <b>(Rs.)</b>	<b><u>Previous Year</u></b> <b>(Rs.)</b>
a) Enterprises in which the company has control	Nil	Nil
b) Parties in respect of which the company is a joint venture	Nil	Nil



## Hindustan Agrigenetics Limited

c) **Key Managerial Personnel**

Amount payable (reimbursement of Expenses)	Nil	Nil
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d) **Enterprises over which key management personnel and their relatives are able to exercise significant influences.**

Balance outstanding as at Year End		
- Payable	239,457	239,457

(L) **EARNINGS PER SHARE**

Earnings per shares in calculated by dividing the profit attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as under.

	<b><u>Current Year</u></b>	<b><u>Previous Year</u></b>
(i) Profit/ (Loss) for the year Attributable to equity shareholders	Rs. 11,766,925	599,216
(ii) Weighted average number of equity Shareholders during the years (NOS)	Rs. 4,400,200	4,400,200
(iii) <b><u>Basic/ Diluted Earning Per Shares</u></b>		
Number of Equity Shares outstanding during the year	4,400,200	4,400,200
Earning per share (Rs.)	2.67	0.14
(iv) Nominal Value of Shares	Rs. 10/-	10/-

(M) **DETAILS OF PAYMENTS MADE TO AUDITORS**

Statutory Audit Fees	20,000	20,000
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(N) Additional information pursuant to the provisions of paragraph 3,4B, 4C and 4D of part 11 of schedule VI of the Companies Act, 1956.

(i) **CAPACITIES**

	<b>Current Year</b>	<b>Previous Year</b>
<b><u>Installed:</u></b>		
Seeds Plant ( MT )*	Nil	Nil
Floriculture (Nos. )*	Nil	Nil
<b><u>Actual production</u></b>		
Seed Plant (MT )	Nil	Nil
Floriculture (Nos. )	Nil	Nil

\* being land acquired by the Government.

(ii) Since the company has not conducted any business during the year, the informations as required pursuant to provision of paragraph 3, 4B 4C and 4D of part II are Nil.

(iii) **VALUE OF IMPORTS CALCULATED ON C & F Basis**

	<b><u>Current Year</u></b>	<b><u>Previous Year</u></b>
Capital Goods	Nil	Nil
Stores & Spare Parts	Nil	Nil
(iv) Expenditure in foreign currency ( on actual payment basis )	Nil	Nil
(v) <b><u>EARNINGS IN FOREIGN EXCHANGE</u></b>	Nil	Nil

(O) Previous year figures have been regrouped and reclassified wherever necessary.

# Hindustan Agrigenetics Limited

(Q) In the opinion of Board:-

- (i) The provision of all known liabilities and Expenses have been made  
 (ii) There are no contingent liabilities other than those stated in Note.

(R) **GENERAL BUSINESS PROFILE**  
**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I. **Registration Details NO.**

4	0	9	7	9
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**State code**

5	5
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**Balance Sheet Date**

3	1	-	0	3	-	2	0	1	0
Date			Month			Year			

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

<b>Public Issue</b>					<b>Rights Issue</b>						
			N	I	L				N	I	L
<b>Bonus Issue</b>					<b>Private Issue</b>						
			N	I	L				N	I	L

III. **Position of Mobilisation and Development of Funds (Amount in Rs. Thousands)**

<b>Total Liabilities</b>					<b>Total Assets</b>								
		4	5	6	4	2			4	5	6	4	2

**Sources of Funds**

<b>Paid-up-Capital</b>					<b>Reserves &amp; Surplus</b>							
		4	4	0	0	2			1	6	4	0
<b>Secured Loan</b>					<b>Unsecured Loan</b>							
			N	I	L				N	I	L	

**Application of Funds**

<b>Net Fixed Assets</b>					<b>Investments</b>								
			5	7	9	9			1	3	0	8	0
<b>Net Current Assets</b>					<b>Misc. Expenditure</b>								
		(-)	1	2	0	2	2				N	I	L
<b>Accumulated Losses</b>													
			3	6	7	8	5				N	I	L

IV. **Performance of Company (Amount in Rs. Thousands)**

<b>Turnover</b>					<b>Total Expenditure</b>								
		1	2	6	4	0			1	2	1	4	9
<b>Profit/ Loss before tax</b>					<b>Profit/ Loss after tax</b>								
			(+)	5	9	9				(+)	5	9	9

(Please tick Appropriate Box + for Profit, - for Loss)

<b>Earning per share in Rs.</b>					<b>Dividend rate %</b>						
			0	1	4				N	I	L

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

**Item Code No.**  
**(ITC Code)**

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**Product Description**

A	G	R	I	C	U	L	T	U	R	A	L				
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Schedule 'A' To 'M' Forms an integral part of balance part of balance Sheet and profit & Loss account

Signed in terms of our report of even date  
 For R.K. GULATI & ASSOCIATES  
 CHARTERED ACCOUNTANTS  
 Firm's Registration No.: 097226N

PLACE : NEW DELHI

DATE : 24th Aug.2011

(PRITAM KAPUR)  
 MANAGING DIRECTOR

(C.P. RAJENDRAN)  
 DIRECTOR

(RAKESH GULATI)  
 PARTNER

Hindustan Agrigenetics Limited  
 Regd. Office : 506, Megdoot,  
 94, Nehru Place,  
 New Delhi - 110 019

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2011**

	For the year ended 31st March 2011	For the year ended 31st March 2010
<b>A <u>CASH FLOW FROM OPERATING ACTIVITIES:</u></b>		
Net profit/(loss) before extra ordinary items & taxes	337,562.00	(460,294.00)
<b><u>Adjustment for:</u></b>		
Depreciation	372,691.00	-
Profit on sales of agriculture land	-	-
loss/(Profit) on Mutual Fund	(645,058.00)	177,369.00
Divident from Mutual Fund	(522,083.00)	868,330.00
Fixed assets written off	-	-
Loss on acquisition of fixed assets	-	-
Deferred Revenue Expenditure written off	-	-
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b><u>(456,888.00)</u></b>	<b><u>(1,151,255.00)</u></b>
<b><u>Adjustment for:</u></b>		
Sundry Debtors	-	-
Loans & Advances	-	-
Other Current Assets	255,272.00	-
Current Liabilities & Provisions	(150,588.00)	(229,521.00)
<b>Cash generated from Operations</b>	<b><u>(352,204.00)</u></b>	<b><u>(1,380,776.00)</u></b>
FBT Paid	-	(762.00)
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b><u>(352,204.00)</u></b>	<b><u>(1,381,538.00)</u></b>
<b>B. <u>CASH FLOW FROM INVESTING ACTIVITIES:</u></b>		
Sales/acquisition of assets	-	-
Purchases of Fixed Assets	(118,333.00)	-
Purchases of mutual funds	(10,223,387.00)	(4,731,962.00)
Sale of Investments	8,901,148.00	5,495,619.00
Divident Received	522,083.00	868,330.00
<b>Net Cash Flow from Investing Activities (B)</b>	<b><u>(918,489.00)</u></b>	<b><u>1,631,987.00</u></b>

C. **CASH FLOW FROM FINANCING ACTIVITIES:**

Share Application Money	-	-
Repayment of Secured Loan	-	-
Repayment of Unsecured Loan	-	-

<b>Net Cash Flow from Financing Activities (C)</b>	-	-
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Net Increase in cash and cash equivalents (A) + (B) + (C)	(1,270,693.00)	250,449.00
Cash and cash equivalents - Opening	352,836.00	511,310.00
Cash and cash equivalents - Closing	372,260.00	761,759.00
	(19,423.00)	250,449.00
	(1,251,270.18.00)	

**This is the Cash Flow Statement referred to in our report of even date**

**for R.K. GULATI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

PLACE : NEW DELHI  
DATE : 24th Aug.2011

For and on behalf of the Board of Directors

<b>(PRITAM KAPUR)</b> <b>MANAGING DIRECTOR</b>	<b>(C.P. RAJENDRAN)</b> <b>DIRECTOR</b>	<b>(RAKESH GULATI)</b> <b>PARTNER</b>
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**HINDUSTAN AGRIGENETICS LIMITED**

Redg. Off. 806, Meghdoot, 94, Nehru Place, New Delhi - 110019

**ATTENDANCE SLIP**

Folio No. :

Shares Held:

I hereby record my presence at the Twenty First Annual General Meeting of the Company to be held on Saturday 26th September 2011.

SIGNATURE OF ATTENDING MEMBER/PROXY

Notes

1. Shareholder/Proxyholder who wish to attend the meeting must bring the attendance slip for the meeting and handover the same at the entrance duly signed.
2. A shareholder/Proxyholder desiring to attend the meeting should bring his copy of the annual report for reference at the meeting.

**HINDUSTAN AGRIGENETICS LIMITED**

Regd. Off.: 806, Meghdoot, 94 Nehru Place, New Delhi - 110019

**PROXY FORM**

I/We ..... of ..... a member/members of the above Company hereby appoint ..... of ..... as my/our Proxy to attend and vote for me/us on my/our behalf at the Twenty first Annual General Meeting of the Company, to be held on 26th September 2011 and at any adjournment thereof. Signed this ..... day of ..... 2011

Folio No.:



Signature

This form is to be used in favour of/against the resolution. Unless otherwise instructed, the Proxy will act as he thinks fit.

Notes: The Proxy Form must reach the Company's Regd. Off.: 806, Meghdoot, 94, Nehru Place, New Delhi - 110019, not less than 48 hours before the time of the meeting.

