



Riddhi Siddhi Gluco Biols Ltd.

Registered office: 701, Sakar – I, Opposite Nehru Bridge, Near Gandhigram Railway Station, Ashram Road, Ahmedabad – 380 009

Notice

Notice is hereby given that the Annual General Meeting of Riddhi Siddhi Gluco Biols Limited will be held on 20th August, 2010 at Institute of Company Secretaries of India, Ahmedabad Chapter, S-2, B-Tower, Chinubhai Towers, Ashram Road, Ahmedabad at 10.00 a.m.

ORDINARY BUSINESS

1. To receive, consider and approve the Profit & Loss Account for the year ended on March 31, 2010 and the Balance sheet as on the said date together with the Auditor's and Directors' Report thereon.
2. To declare dividend on 8%, Non Cumulative Redeemable Preference Shares for the year ended 31st March 2010.
3. To declare dividend on Equity Shares.
4. To appoint a Director in place of Shri Sampatraj L.Chowdhary who retires by rotation and being eligible, offers himself for reappointment.
5. To appoint a Director in place of Shri Mukeshkumar Chowdhary who retires by rotation and being eligible, offers himself for reappointment.
6. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

For and on behalf of the Board of Directors

Place: Ahmedabad

Date: 06/05/2010

Chairman

Registered office:

701, Sakar-I, Nr. Nehru Bridge

Ashram Road, Ahmedabad – 380 009

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY OR PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER
2. The Register of Members and Share Transfer Books of the Company will remain closed from 13th August, 2010 to 20th August, 2010 (Both days inclusive)
3. Company is proposing to make payment of dividend through Electronic Clearing System (ECS). All shareholders are therefore requested to provide details as per the enclosed form.
4. Members are requested to bring their copy of Annual Report for the meeting.



Riddhi Siddhi Gluco Biols Ltd.

Registered office: 701, Sarkar-1 Opp. Gandhigram Railway Station, Ashram Road, Ahmedabad- 380009

PROXY

I/We.....of.....
.....being a member(s) of RIDDHI SIDDHI GLUCO BIOLS LTD. hereby appoint
.....of.....or failing him/ her.....
on my/our behalf at the 19th Annual General Meeting of the Company to be held on Friday, the 20th August, 2010 at 10:00 a.m.
and at any adjournment thereof.

As witness my/ our hand(s) this.....day of.....2010.

Signed by the said

Affix
Revenue
Stamp of
Re 1/-

Folio No.....No. of shares held.....

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



Riddhi Siddhi Gluco Biols Ltd.

Registered office: 701, Sarkar-1 Opp. Gandhigram Railway Station, Ashram Road, Ahmedabad- 380009

ATTENDANCE SLIP

I hereby record my presence at the 19th annual General Meeting of the Company to be held at Ahmedabad Chapter, S-2, B-Tower, Chinubhai Towers, Ashram Road, Ahmedabad on Friday 20th August, 2010 at 10:00 a.m.

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

Folio No.....

No. of Shares held.....

This attendance slip filled in accordance with the specimen signature registered with the Company to be handed over before the meeting.

Directors' report

Dear Shareholders,

Your Directors are pleased to present the nineteenth annual report and audited accounts of your Company for the year ended March 31, 2010

Financial highlights

(Rs. lacs)

Year ended March 31	2010	2009
Total income	74,715.57	53,590.59
Profit before interest, depreciation and tax (PBITDT)	12,181.70	6,343.17
Less		
Financial expenses	2,082.65	2,717.29
Depreciation	2,422.94	1,472.82
Profit before tax	7,640.93	2,153.06
Provision for taxation	3,723.43	755.34
Profit after tax and exceptional items	3,921.92	1,398.75
Profit available for appropriation	8,152.95	4,938.23
Appropriations		
Proposed dividend - Preference capital	40.00	40.00
- Equity capital	557.07	222.57
Tax on dividend (equity and preference)	101.47	44.64
General reserve	500.00	400.00
Balance carried forward	6,954.41	4,231.02

Performance

The global financial crisis last year resulted in the appreciation of the US Dollar and persistent decline in stock prices, eroding business sentiment. Although timely and concerted efforts by global central banks and respective governments – through various monetary packages – gradually steadied the global financial market, reviving market sentiments and confidence in business, fiscal concerns still existed owing to region-specific risks.

Fortunately, India's strong internal financial discipline moderated the effect of the external financial turbulence. Despite low

agricultural output and food price inflation, timely stimulus packages formulated by the RBI and Central Government improved the economy in the second half, reflected in the IIP growth and the estimated 7.4% GDP growth in 2009-10 as against 6.7% for 2008-09. There is growing optimism about the country reaching 9% GDP growth by 2011-2012.

Your Company dealt well with these micro and macro economic challenges. With renewed confidence in the market, the Company's operating performance improved, as witnessed in the quarter-on-quarter figures. The Company's units functioned at optimum capacity. Operations at the Uttarakhand unit

stabilised, significantly boosting overall production, as reflected in the Company's financial performance

- Income of Rs 74,715.57 lacs for financial year 2010, a 39.4% growth
- Production of 320883 MT finished goods, a 22% improvement
- PBDIT at Rs 12,181.70 lacs, growing 92.04%
- PAT at Rs 3,921.92 lacs, a 180% growth

Exports

The export turnover in 2009-10 was 6.5% higher at Rs.5,752 lacs as against Rs.5,400 lacs in the previous year. Currently exporting its products to 23 countries across the world including Japan, Thailand, Kenya, Egypt, U.A.E., Jordan, Sri Lanka, Indonesia and the US, among others, the Company plans to gradually increase its export presence supported by its planned plant capacity increase.

Dividend

Your Directors recommended a dividend of Rs. 5/- per share on the paid-up equity share capital of Rs.1,114.14 lacs and a dividend of 8% towards the non-cumulative redeemable preference shares of Rs.500 lacs. The total outgo towards the dividend would be Rs.597.07 lacs (excluding dividend tax)

Expansion

During 2009-10, your Company expanded capacity at its Pantnagar unit in Uttarakhand, benefits expected to accrue from the second half of the year after plant stabilisation.

Other initiatives

Your management, during the year, closed down operations at the Puducherry unit owing to non-viability, hedging against the impact on profitability through production at the Gokak unit. The management will take appropriate steps to deal with the unit.

Further, subject to approval from shareholders and other concerned authorities, your management has decided to de-merge the business pertaining to its units at Viramgam, Gokak and Pantnagar into a wholly-owned subsidiary of the Company, mainly to bring in new technologies and products from Roquette Freres for more sustainable growth.

Raw material

The Company's chief raw material is maize. The kharif yield of maize remained at expected levels at around 13.5 million tonnes despite floods in Karnataka and Andhra Pradesh, India's major maize producing states. Maize production in the rabi season is also expected to be good. We expect maize production in the country would increase in the coming years through hybrid seed usage and increase in acreage under maize cultivation due to better price.

Corporate Governance

Your Company complied with the relevant provisions of Corporate Governance as prescribed in Clause 49 of the Listing Agreement and provisions of Companies Act, 1965. A report on compliance with Corporate Governance forms a part of the annual report.

Directors

Shri Sampatraj L.Chowdhary and Shri Mukesh Kumar Chowdhary, Directors of the Company, retire by rotation and being eligible, offer themselves for reappointment.

Listing

The equity shares of your Company are listed on the Bombay Stock Exchange Ltd. The Company has paid the listing and other payable fees for 2010-11.

Director's responsibility statement

As required by Section 217(2AA) of the Companies Act, 1956, your Directors state:

- that in the preparation of annual accounts, applicable accounting standards have been followed along with proper explanation relating to material departures
- that the Directors have selected such accounting policies and applied them consistently and made estimates and judgements that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period
- that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and

detecting fraud and other irregularities

□ that the annual accounts have been prepared on a going concern basis

Energy, technology and foreign exchange

As a part of continuing efforts to conserve energy, your Company is implementing a project for the generation of power from effluents. Details of energy conservation, technology absorption and foreign exchange earned in accordance with the provisions of Section 217(1) (e) of the Companies Act, 1956, are given in Annexure 'A' to the Directors' Report.

Particulars of employees

Apart from the functional Directors, whose remuneration details are given in the Corporate Governance Report, no other employees fall under the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, and amended from time to time.

Auditors

Shareholders in the previous AGM held on September 29, 2009, approved the appointment of M/S S.V.Ghatalia & Associates,

Chartered Accountants, affiliated to Ernst&Young as the Statutory Auditors of the Company. In accordance with the approval, M/S Ghatalia & Co. took charge of audit. In terms of the provisions of Companies Act, they retire at the ensuing Annual General Meeting and offer themselves for re-appointment. The Company has received letter from them confirming that their appointment, if made, would be within the prescribed limit under Section 224(1-B) of the Companies Act 1956.

Acknowledgements

Your Directors place on record their appreciation for the contributions made by all employees in the progress of your Company. Your Directors also take this opportunity to acknowledge with sincere gratitude, the support extended by the Company's bankers, financial institutions, business associates and valued shareholders.

For and on behalf of the
Board of Directors

Place: Ahmedabad

Date: May 6, 2010

Chairman

Annexure –A

Particulars required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988

(1) Conservation of Energy

- (i) The Company has installed suitable facilities in its effluent treatment plants to extract waste gas and use it for generation of electricity/ boiler fuel.
- (ii) The Company has altered the fuel feeding mechanism of boilers to use variety of fuel thereby reducing the fuel consumption.

Improvements in the handling, finishing, packing etc are on-going process and company carries such modifications and changes to improve operating efficiency. The Company has commissioned waste water recycling plant in one of its units to bring down water consumption.

(2) Technology absorption

The Company employs Wet Corn Milling process for its manufacturing. The process is well proven and established.

(3) Foreign Exchange Earned and Used

The endeavour of the Company is to increase its exports earnings. The plants have requisite certifications to facilitate export of its products.

(Rs Lacs)

Particulars	2009-10	2008-09
a Foreign Exchange earned	5,752.16	5,400.01
b Foreign Exchange Used		
- Raw materials	224.35	336.81
- Capital Goods	405.50	208.17

Annexure to the Directors' Report

Power Consumption	2009-10	2008-09
1. Electricity		
a. Purchased		
Units	47,257,500	41,520,604
Total amount (Rs.lacs)	2,132.02	1,856.73
Rate/ unit	4.51	4.47
b. Own Generations		
(i) Through Diesel Generator sets		
Units	4,203,271	273,626
Units/ ltr of diesel	3.01	2.09
Cost/unit	10.70	17.96
(ii) Through captive generation (Units)	32,057,279	20,111,276

2. Fuel

a. Coal and Lignite

Quantity (MT)	82,746	53,429.48
Total cost (Rs.lacs)	2,854.81	2,109.16
Average rate/MT (Rs)	3,450	3,948

b. Agro waste (Husk & Bagasse)

Quantity (MT)	41,131	7,9035
Total cost (Rs.lacs)	1,050.40	1,352.57
Average rate/MT (Rs)	2,554	1,711

c. Diesel

Quantity (KL)	1,395	274
Total cost (Rs.lacs)	449.71	49.15
Average rate (Per KL) Rs	32,247	1,7961
Consumpt / MT of production:		
i) Electricity (kwh/MT)	260	230.83
ii) Fuel (MT/mt of Production)	0.39	0.49

Information as per Section 217 (2A) of the Companies Act 1956 read with the Companies (Particulars of Employees) Rules 1975 and forming part of Directors' Report for the financial year ended 31/03/2010

Name and Age	Designation	Remuneration (in Rs.)	Qualification	Age	Date of commencement of employment	Employment held	Percentage of equity shares held
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Mr. Sampatraj L Chowdhary Age (57)	Chairman – Overall in charge	67,75,697	B.Com	35	Since Inception	Self-employed	1.80%
Mr. Ganpatraj L Chowdhary Age (47)	Managing Director – overall in charge of operations	69,15,972	B.Com	27	Since Inception	Self-employed	1.97%
Mr. Mukesh Kumar Chowdhary Age (36)	Executive Director Incharge of Operations of Gokak unit	48,03,374	MBA (Finance)	17	Since 1994	Self-employed	0.47%

Note: All the above employment are contractual in nature.

Compliance report on Corporate Governance

A. Company's philosophy on Code of Governance

Your Company believes in simple, moral, accountable, responsive and transparent policies to attain the highest standards of Corporate Governance by ensuring transparency in all its actions and operations and to maximise values of its stakeholders.

The Company recognises its responsibility towards all its stakeholders and therefore constantly endeavours to create and enhance their wealth and value by implementing its business plans at appropriate times and thus taking maximum advantage of available opportunities to benefit the Company, its stakeholders and society at large.

B. Board of Directors

Board meetings

The Board of Directors comprises six Directors, of which three are Executive Directors and three are Non-Executive Directors. All Non-Executive Directors are Independent Directors.

The Company places before the Board all the relevant and necessary information at their meetings for the information of the Board. During the year from 01/04/09 to 31/03/10, four Board meetings were held on 25/06/09, 31/07/09, 27/10/09 and 27/01/10.

Composition and attendance of each Director at the meetings of the Board and the last AGM

Directors	Category and designation	No. of Board meetings held	No. of Board meetings attended	Last AGM attendance (Yes/No)
Mr. Sampatraj L. Chowdhary	Promoter/ Chairman	4	4	No
Mr. Ganpatraj L. Chowdhary	Promoter/ Managing Director	4	4	No
Mr. Pramodkumar G. Zalani	Independent Director	4	3	Yes
Mr. Mukesh S. Chowdhary	Promoter/ Whole Time Director	4	3	Yes
Mr. R. Sathyamurthi	Independent Director	4	4	Yes
Mr. Marc Roquette	Independent Director	4	2	No

* One circular resolution was passed by the Company's Board of Directors on 30/03/10

- None of the Non-Executive Directors of the Company had any pecuniary relationships or transactions with the Company, except holding of shares in the Company

- The Non-Executive Directors of the Company are highly

respected and accomplished professionals in the corporate and academic worlds.

- There is no compensation package for Non-Executive Directors

- There is no Nominee Director on the board as on 31/03/2010

- All the information required to be furnished to the Board was made available to them along with detail agenda notes.

Remuneration of Directors

(Rs in lacs)

Directors	Salary	Perquisites	Sitting fees	Total
Mr. Sampatraj L. Chowdhary	57.14	10.62	0	67.76
Mr. Ganpatraj L. Chowdhary	57.14	12.02	0	69.16
Mr. Pramodkumar G. Zalani	0.00	0.00	0.20	0.20
Mr. Mukesh S. Chowdhary	40.00	8.03	0	48.03
Mr. R. Sathyamurthi	0.00	0.00	0.40	0.40
Total	154.28	30.67	0.60	185.55

* Perquisites are valued inclusive of contribution to provident fund of Directors.

C. Audit Committee

The Company formed Audit Committee comprising two Independent Directors and a Managing Director of the Company. Mr. Pramod Kumar G. Zalani is the chairman and Mr. R. Sathyamurthi, Mr. Ganpatraj L. Chowdhary and Mr. Marc Roquette are members of Audit Committee. Mr. Pramod Kumar G. Zalani, Chairman of Audit Committee was present at the last Annual General Meeting of the Company.

The terms of reference and powers of the Audit Committee are in compliance with the provisions of the Corporate Governance – Clause 49 of the Listing Agreement and Section 292(A) of the Companies Act, 1956. Minutes of the Committee meetings are circulated and discussed at the Board meetings.

During the year, four meetings of the Audit Committee were held on 25/06/09, 31/07/09, 27/10/09 and 27/01/10. Mr. Marc Roquette attended two meetings; other members attended all the meetings.

D. Remuneration Committee

Composition, name of members

Name of Director	Remarks
Mr. Pramod Kumar G. Zalani	Independent Director Chairman
Mr. Marc Roquette	Independent Director Member
Mr. R. Sathyamurthi	Independent Director Member

The Company formed Remuneration Committee comprising three Independent Directors of the Company. During 2009-10, no Remuneration Committee meeting was held.

E. Investor Grievance Committee

The Company formed Investor Grievance Committee. The Committee oversees the share transfers as well as takes care of investor grievances.

The members of the Company's Investor Grievance Committee are:

Mr. Ganpatraj L. Chowdhary, Mr. P. G. Zalani

- Name and designation of compliance officer:

Mr. Mukesh R. Jain, Dy. General Manager (Finance)

- Number of shareholders complaints received, solved and pending complaints.

Nature of complaints	Received	Solved	Pending
Demat/Non-receipt of dividend/others	22	22	-
Stock Exchange	1	1	-
SEBI	1	1	-

The Company attended most of the investor's grievances/ correspondence within a period of 15 days from the date of the receipt of the same

F. Share Transfer Committee

The Board of Directors also constituted separately a Share Transfer Committee for transfer of shares. The Executive Directors are members of the said Transfer Committee Meeting. Mostly in every month there were two meetings and the shares are being transferred to the transferees within a period of one month as stipulated in the Listing Agreement with Stock Exchange.

G General Body Meeting

Location and time for the last three AGMs

Year ending	Date	Venue	Time	No. of special resolutions passed
31/03/09	29/09/09	ATMA Hall, Ashram Road, Ahmedabad	2.00 p.m.	3
31/03/08	30/09/08	*Chapter of ICSI	10.00 a.m.	NIL
31/03/07	29/09/07	*Chapter of ICSI	10.00 a.m.	NIL

*Ahmedabad chapter of WIRC of ICSI at S-2, B-Tower, Chinubhai tower, Ashram Road, Ahmedabad.

During 2009-10, the Company did not hold any Extraordinary General Meeting.

H Disclosures

Disclosures on materially significant related party transactions

The related party transactions entered during the year are disclosed in the notes to the accounts in this Annual Report.

Code of Conduct

The Code of Conduct for all Board Members and Senior Management of the Company was prescribed by the Company

Certification under Clause 49 V

The Managing Director of the Company furnished the requisite certificate to the Board of Directors under Clause 49 V of the Listing Agreement.

Cases of Non-compliance/Penalties

There were no non-compliances by the Company on any matter related to capital markets, during the last three years. Similarly, there were no penalties or strictures imposed on the Company by Stock Exchanges, SEBI or any other statutory authorities on any matter related to capital markets during the last three years.

I Means of communication

The Company normally publishes the quarterly and annual results in leading English daily such as *Business Standard*, *Economic Times*, *Business Lines* and *Jansatta* in Vernacular language.

The Company has its own website, www.riddhisiddhi.co.in, where the quarterly results are displayed.

Half-yearly results are not sent to the shareholders. The Management Discussion and Analysis Report is attached with Directors' Report and forms part of the Annual Report.

J. General shareholder information

1. Annual General Meeting

Date August 20, 2010
Time 10.00 a.m.

2. Venue Institute of Company Secretaries of India
Ahmedabad Chapter, S-2, B-Tower,
Chinubhai Towers, Ashram Road,
Ahmedabad

3. Financial calendar (Tentative)

Financial year April-March
First quarter results : End July 2010
Half-yearly results : End October 2010
Third quarter results : End January 2011
Result for the year : End May 2011
ending 31/03/11

4. Book closure date : August 13, 2010 to August 20, 2010
(both days inclusive)

5. Dividend payment date

On or before August 24, 2010

6. Listing on Stock Exchange(s)

Your Company's shares are listed on

Serial number	Name of stock exchange	Address of stock exchange
1	The Bombay Stock Exchange Limited	Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai -400 001

Notes

1 Annual Listing fees for the year 2010 -2011 have been duly paid to the stock exchange.

Stock code

- a) The Bombay Stock Exchange Ltd : 524480
b) ISIN with NSDL and CDSL : INE249D01019

7. Market price data and stock performance

Market price data of Bombay Stock Exchange Limited, Mumbai for the year 2009-2010 and performance of share price in comparison with BSE Sensex is given below

			BSE Sensex
April 2009	94.00	61.40	11,403.25
May 2009	144.15	77.15	14,625.25
June 2009	180.80	128.00	14,493.84
July 2009	145.55	112.00	15,670.31
August 2009	149.00	119.50	15,666.64
September 2009	156.00	122.25	17,126.84
October 2009	145.25	122.00	15,896.28
November 2009	201.00	125.60	16,926.22
December 2009	190.25	161.00	17,464.81
January 2010	199.00	170.60	16,357.96
February 2010	204.00	175.00	16,429.55
March 2010	237.00	181.25	17,527.77

8. Registrars and Transfer Agents

M/s Link Intime India Private Ltd. (Formerly M/s Intime Spectrum Registry Limited) is the Share Transfer Agent for entire functions of share registry, both for physical transfers as well as dematerialisation / rematerialisation of shares, issue of duplicate / split / consolidation of shares, among others

Shareholders are requested to send their share transfer related requests at the following address:

Link Intime India Private Ltd,
211, Sudarshan Complex,
Near Mithakhali under Bridge,
Navrangpura, Ahmedabad - 380 009
Phone Number: (079) 2646 5179
E-mail Address: ahmedabad@linkintime.co.in

9. Share Transfer Systems

Since the Company's shares are compulsorily traded in the demat segment on stock exchanges, bulk of the transfers take place in the electronic form.

10. Categories Of shareholding pattern as on 31/03/10

Sr. No.	Category	No. of shares held	% against shareholding
1.	Promoters	47,97,340	43.06
2.	Mutual Funds	679	0.01
3.	Banks, Financial Institutions, Insurance Companies	0	0
4.	Foreign Institutional Investor	4,82,351	4.33
5.	Private Bodies Corporate	29,59,360	26.56
6.	Indian Public	11,27,213	10.12
7.	NRIs/ OCBs	17,74,444	15.92
8.	GDR / ADR	0	0
	Grand total	1,11,41,400	100.00

11 Distribution of shareholding as on 31/03/10

No. of equity shares	No. of folio	% to total folios	No. of shares	% share holding
Less than 500	5,363	92.39	4,86,445	4.36
501 to 1000	199	3.43	1,59,292	1.43
1001 to 2000	101	1.74	1,55,633	1.40
2001 to 3000	33	0.57	85,180	0.77
3001 to 4000	16	0.28	57,930	0.52
4001 to 5000	21	0.36	99,959	0.90
5001 to 10000	24	0.41	1,89,615	1.70
10001 and above	48	0.82	99,07,346	88.92
Total	5,805	100	1,11,41,400	100

12. Dematerialisation of shares and liquidity

The Company's shares are available for dematerialisation on both the Depositories viz National Securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL). Shares of the Company are compulsorily traded in the demat form on Stock Exchanges by all investors. 7252349 shares amounting to 65.09% of the capital have been dematerialised by investors and bulk of the transfer takes place in the demat form.

13. Outstanding GDRs/ADRs/Warrants or any convertible instruments and conversion date and likely impact on equity

Nil

14. Plant locations

- Riddhi Siddhi Nagar
Village Junapaddar, Taluka- Viramgam
District Ahmedabad (Gujarat)

- Gokak Falls Road
Gokak - 591307, Dist. Belgaum (Karnataka)
- Vazhudavoor Road
Iyyahkuttipalayam, Pondichery - 605009
- Uttarakhand
Plot no 12, Sector-9, IIE Pantnagar, Uttarakhand

15. Address for correspondence

Shareholders may correspond with the Company at the Company's Registered Office.

The Secretarial Department
Riddhi Siddhi Gluco Biols Limited
701, Sakar - I, Opposite Nehru Bridge
Near Gandhigram Railway Station,
Ashram Road, Ahmedabad - 380 009

Certification from CEO of the Company

To
The Board of Directors
Riddhi Siddhi Gluco Biols Limited
Ahmedabad

CERTIFICATE

I have reviewed the financial results and the cash flow statement of Riddhi Siddhi Gluco Biols Limited for the financial year ended 31/03/10 and certify that:

- (a) These results and statements, to the best of my knowledge and belief:
- (i) Do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading,
 - (ii) Present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) To the best of my knowledge and belief, there were no transactions entered into by the Company during the year, which were fraudulent, illegal or violative of the Company's Code of Conduct.
- (c) I accept responsibility for establishing and maintaining internal controls and have evaluated the effectiveness of the internal control systems of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls of which I am aware, and the steps taken and proposed to be taken to rectify these deficiencies.
- (d) I have also indicated to the Auditors and the Audit committee:
- (i) Significant changes in the internal controls with respect to financial reporting during the year;
 - (ii) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements, and
 - (iii) To the best of my knowledge and belief, there are no instances of fraud involving either the Management or employees having a significant Role in the Company's internal control systems with respect to financial reporting.

Ganpatraj Chowdhary
Managing Director & CEO

06/05/10
Ahmedabad

Code of Conduct

The Board laid down a code of conduct for all the Board Members and Senior Management of the Company. All the Board members and Senior Management Personnel affirmed compliance with the Code on an annual basis.

Ganpatraj Chowdhary
Managing Director & CEO

06/05/10
Ahmedabad

Declaration

As provided under Clause 49 of the Listing Agreement signed with the Stock Exchanges, the Board Members and the Senior Management personnel confirmed compliance with the code of conduct for the financial year ended 31/03/10.

Ganpatraj Chowdhary
Managing Director & CEO

06/05/10
Ahmedabad

Company Secretary's Certificate

The Members of
Riddhi Siddhi Gluco Biols Limited

We have examined the compliance conditions of Corporate Governance by Riddhi Siddhi Gluco Biols Limited for the year ended on 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company

As required by the guidance note issued by the Institute of Chartered Accountants of India, we state that no investor grievances are pending unattended for a period exceeding one month against the Company as per the information and explanation given and records maintained by the Company.

In our opinion and to the best of our information and according to explanation given to us, and the representation made by the Directors and the Management, we certify that the Company has materially complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned listing Agreement.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company

For Ravi Kapoor & Associates
Company Secretary

06/05/10
Ahmedabad

Ravi Kapoor
COP-2407

Auditors' Report

To
The Members
Riddhi Siddhi Gluco Biols Limited

1. We have audited the attached Balance Sheet of Riddhi Siddhi Gluco Biols Limited ('the Company') as at March 31, 2010 and also the Profit and Loss account and the Cash Flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
 2. 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.
 3. As required by the Companies (Auditor's Report) Order, 2003 (as amended) ('the Order') issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 ('the Act'), we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
 4. Further to our comments in the Annexure referred to above, we report that:
 - i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii. The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
- iv. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act.
 - v. On the basis of the written representations received from the directors, as on March 31, 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.
 - vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Act, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010;
 - b) in the case of the Profit and Loss account, of the profit for the year ended on that date; and
 - c) in the case of Cash Flow statement, of the cash flows for the year ended on that date.

For S.V. Ghatalia & Associates
Firm Registration Number: 103162W
Chartered Accountants

per Santosh Aggarwal
Partner

Place: Ahmedabad
Date: May 06, 2010

Membership No.: 093669

Annexure to the Auditors' Report

Annexure referred to in paragraph 3 of our report of even date

Re: Riddhi Siddhi Gluco Biols Limited

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) The fixed assets of the Company have been physically verified by the management according to a phased program designed to cover all the assets once in three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year and no material discrepancies between the book records and the physical assets have been noticed.
- c) There was no substantial disposal of fixed assets during the year.
- ii. a) The management has conducted physical verification of inventory at reasonable intervals during the year.
- b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- iii. a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause (iii) (b), (c) and (d) of the Companies (Auditor's Report) Order, 2003 (as amended), are not applicable to the Company.
- b) The Company had taken loan from one company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.2,315 lacs and the year-end balance of loan taken from such party was Rs. Nil
- c) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions for such loans are not prima facie prejudicial to the interest of the Company.
- d) In respect of loans taken, repayment of the principal amount is as stipulated and payment of interest has been regular.
- iv. Part of the Company's purchases of fixed assets is stated to be of unique and specialized nature, and hence, in such cases, the comparison of prices with the market rates or within purchases from other parties cannot be made. Read with above, in our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, no major weakness had been noticed in the internal control system in respect of these areas. The Company does not sale any services due to the nature of its business.
- v. a) According to the information and explanations provided by the management, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Act that need to be entered into the register maintained under section 301 have been so entered.
- b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements exceeding value of Rupees five lacs have been entered into during the financial year at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- vi. The Company has not accepted any deposits from the public.
- vii. The Company has an internal audit system, *the scope and coverage of which, in our opinion requires to be enlarged to be commensurate with the size and nature of its business.*
- viii. To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- ix. a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, value added tax, wealth-tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to it.
Further, since the Central Government has till date not prescribed the amount of cess payable under section 441 A of the Companies Act, 1956, we are not in a position to comment upon the regularity or otherwise of the company in depositing the same.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employees' state insurance, income-tax, wealth-tax, service tax, value added tax, sales-tax, custom duty, excise duty, cess and other undisputed statutory dues were outstanding, at the year end, for a period of more

than six months from the date they became payable.

- c) According to the records of the Company, the dues outstanding of income tax, sales tax, service tax, excise

duty and cess on account of any dispute that have not been deposited, are as follows:

Name of the statute (Act)	Nature of dues (Nature)	Amount (Rs. in lacs)	Period to which the amt. relates	Forum where dispute is pending
Income Tax Act, 1961	Disallowance of deferment of sales tax liability	83.58	A.Y. 2008-09	Commissioner of Income Tax (Appeals)
Central Excise & Customs Act, 1944	Dispute on account of classification of finished goods (including penalty)	1,513.24	1997-2010	CESTAT, Bangalore
		295.30	2003-2004	CESTAT, Delhi
		175.23	2004 & 2009	Commissioner (A), Mangalore
		75.02	1997-2002	CESTAT, Ahmedabad
		1,064.54	2006-2010	Commissioner (A), Ahmedabad
Central Excise & Customs Act, 1944	Service Tax refund on services availed on export of goods	4.30	2008-09	CESTAT, Bangalore
		2.04	2007-08	CESTAT (Gujarat)
Gujarat Sales Tax	Penalty on delay in submission of Form 19	2.23	2000-01	Joint Commissioner of Commercial Tax, Ahmedabad

- x The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- xi Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to banks. The Company has no outstanding dues to debenture holders and financial institutions.
- xii According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted 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. Therefore, the provisions of clause 4(xiii) of the Order, are not applicable to the Company.
- xiv In our opinion, the Company is not dealing/trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order, are not applicable to the Company.
- xv According to the information and explanations given to us, the Company has given guarantee for loans taken by others from banks, the terms and conditions whereof in our opinion are not prima-facie prejudicial to the interest of the Company. The Company has not given guarantee to financial institutions.
- xvi Based on information and explanations given to us by the management, term loans were applied for the purpose for

which the loans were obtained.

- xvii According to the information and explanations given to us and on an overall examination of the balance sheet and cash flow statement of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- xviii The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Act
- xix The Company did not have any outstanding debentures during the year.
- xx The Company has not raised any money through a public issue during the year.
- xxi Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For S.V. Ghatalia & Associates
Firm Registration Number: 103162W
Chartered Accountants

per Santosh Aggarwal
Partner

Place: Ahmedabad
Date: May 06, 2010

Membership No.: 093669

Balance Sheet

As at 31st March, 2010

(Rs. in lacs)

Schedules		As at 31.03.2010		As at 31.03.2009	
SOURCES OF FUNDS					
Shareholders' Funds					
Share Capital	1	1,613.79		1,613.79	
Reserves & Surplus	2	19,577.47	21,191.26	16,912.67	18,526.46
Loan Funds					
Secured Loans	3	20,024.58		22,326.92	
Unsecured Loans	4	2,594.68	22,619.26	3,720.74	26,047.66
Deferred Tax Liabilities (net) (Refer Note 7 of Schedule 18)			3,398.46		1,835.06
TOTAL			47,208.98		46,409.18
APPLICATIONS OF FUNDS					
Fixed Assets					
Gross Block	5	44,948.55		41,820.97	
Less: Accumulated Depreciation		13,064.95		10,382.49	
Less: Impairment Provision		35.18			
Net Block		31,848.42		31,438.48	
Capital Work in Progress including Capital Advances (Refer note 4 of Schedule 18)		679.43	32,527.85	1,029.76	32,468.24
Investments	6		10.07		14.71
Foreign Currency Monetary Translation Difference Account (Refer Note 11 of Schedule 18)			43.54		675.74
Current Assets, Loans and Advances					
Inventories	7	8,397.70		7,842.19	
Sundry Debtors	8	8,579.14		5,816.04	
Cash and Bank Balances	9	1,831.21		609.57	
Loans and Advances	10	2,524.06		1,342.24	
(A)		21,332.11		15,610.04	
Less Current Liabilities and Provisions	11				
Current Liabilities		4,743.93		1,891.90	
Provisions		1,960.66		467.65	
(B)		6,704.59		2,359.55	
Net Current Assets	(A-B)		14,627.52		13,250.49
TOTAL			47,208.98		46,409.18
Notes to Accounts	18				

The schedules referred to above and notes to accounts form an integral part of the Balance Sheet.

As per our Report of even date attached.

For S. V. Ghatalia & Associates
Firm Registration No. 103162W
Chartered Accountants

For and on behalf of the Board of Directors of
Riddhi Siddhi Gluco Biols Limited

per Santosh Aggarwal
Partner
Membership No. 093669

Sampatraj L. Chowdhary
Chairman

Ganpatraj L. Chowdhary
Managing Director

Place: Ahmedabad
Date: May 6, 2010

Kinjal Shah
Company Secretary

Profit and Loss Account

For the year ended 31st March, 2010

(Rs. in lacs)

Schedules	Year ended 31.03.2010	Year ended 31.03.2009
INCOME		
Sales (including By-products)	76,169.50	54,802.75
Less: Excise Duty	1,607.79	1,403.72
Sales (net)		53,399.03
Other Income	12	191.56
TOTAL	74,715.57	53,590.59
EXPENDITURE		
Purchase of Trading Goods	948.10	1,299.09
Raw Materials Consumed	13	34,156.87
Decrease / (Increase) in Inventories	14	(925.47)
Personnel Expenses	15	1,511.72
Operating and Other Expenses	16	11,205.21
Financial Expenses	17	2,717.29
Depreciation / Amortisation / Impairment	2,968.17	1,635.18
Less: Transferred from Revaluation Reserve (Refer note 18 of Schedule 18)	510.05	162.36
TOTAL	67,074.63	51,437.53
Profit Before Tax and Prior Period Items	7,640.93	2,153.06
Less: Provision for Taxation		
Current Tax	2,398.73	-
Less: MAT Credit entitlement	239.20	-
Net Current Tax Liability	2,159.53	
Current Tax (MAT)	-	281.54
Fringe Benefit Tax and Wealth Tax	0.50	18.80
Deferred Tax Charge (Refer note 7 of Schedule 18)	1,563.40	455.00
Profit After Tax and before Prior Period Items	3,917.50	1,397.72
Add: Prior Period Items [net of tax Rs. 1.50 lacs (PY: Rs. 0.31 lacs)]	4.42	0.91
Net Profit	3,921.92	1,398.63
Balance Brought Forward from Previous Year	4,231.03	3,539.60
Profit Available for Appropriation	8,152.95	4,938.23
APPROPRIATIONS		
- Dividend on Preference Shares	40.00	40.00
- Proposed Dividend on Equity Shares	557.07	222.57
- Tax on Dividend	101.47	44.64
- Transfer to General Reserve	500.00	400.00
Surplus Carried to Balance Sheet	6,954.41	4,231.03
Earnings Per Share (Basic and Diluted) (Rs.) (Nominal value of shares Rs. 10 (Previous Year: Rs. 10)) (Refer note 6 of Schedule 18)	34.78	12.13
Notes to Accounts	18	

The schedules referred to above and notes to accounts form an integral part of the Profit and Loss Account.

As per our Report of even date attached.

For S.V. Ghatalia & Associates
Firm Registration No. 103162W
Chartered Accountants

For and on behalf of the Board of Directors of
Riddhi Siddhi Gluco Biols Limited

per Santosh Aggarwal
Partner
Membership No. 093669

Sampatraj L. Chowdhary
Chairman

Ganpatraj L. Chowdhary
Managing Director

Place : Ahmedabad
Date : May 6, 2010

Kinjal Shah
Company Secretary

Cash Flow Statement

For the year ended 31st March, 2010

(Rs. in lacs)

	Year ended 31.03.2010		Year ended 31.03.2009	
A CASH FLOW FROM OPERATING ACTIVITIES				
Profit Before Tax (after adjustment of Prior Period Items)		7,645.36		2,153.97
<i>Adjusted for</i>				
Depreciation, Amortisation and Impairment	2,458.12		1,472.82	
Loss on sale Fixed Assets sold/discarded	109.47		-	
Provision for Doubtful Debts and Advances (Net)	106.38		-	
Provision for Diminution in value of Investment	5.00			
Amortised exchange differences	632.21		(675.74)	
Interest Income	(85.01)		(115.30)	
Bad Debts recovered	(0.97)		(0.61)	
Interest Expenses	1,931.63		2,634.52	
		5,156.83		3,315.69
Operating Profit before Working Capital Changes		12,802.19		5,469.66
<i>Movement in Working Capital:</i>				
(Increase) / Decrease in Sundry Debtors	(2,853.81)		1,706.52	
(Increase) / Decrease in Inventories	(555.51)		323.38	
(Increase) / Decrease in Loans and Advances	(1,226.50)		107.76	
Increase / (Decrease) in Current Liabilities and Provisions	2,359.56	(2,276.26)	396.15	2,533.81
Cash Generated from operations		10,525.93		8,003.47
Direct taxes paid (Net of refunds)		(1,060.66)		(237.97)
Net Cash from Operating Activities		9,465.27		7,765.50
B CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets (including Capital Work-in-Progress and Capital Advances)		(3,617.29)		(3,345.91)
Proceeds from sale of fixed assets		36.21		-
Proceeds from bank deposits matured		52.02		(83.94)
Proceeds from sale / maturity of investments		(0.36)		-
Interest received		85.01		115.30
Net Cash from Investing Activities		(3,444.41)		(3,314.55)

Cash Flow Statement (Contd.)

(Rs. in lacs)

	Year ended 31-03-2010	Year ended 31-03-2009
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long-term Borrowings	7,808.60	—
Repayment of Long-term Borrowings	(10,325.06)	(1,491.69)
Interest Paid	(1,923.42)	(2,634.52)
Dividends paid	(262.69)	(374.01)
Tax on dividend paid	(44.64)	(63.58)
Net Cash used in Financing Activities	(4,747.21)	(4,563.80)
Net increase in Cash and Cash Equivalents (A + B + C)	1,273.65	(112.85)
Cash and Cash Equivalents at the beginning of the year	307.41	420.26
Cash and Cash Equivalents at the end of the year	1,581.06	307.41
Components for Cash and Cash Equivalents:		
Cash and cheques on hand	21.75	32.97
With banks - on current accounts	1,543.50	261.83
- on deposits	250.15	302.16
- on unpaid dividend accounts *	15.81	12.61
Cash & Bank as per Schedule 9	1,831.21	609.57
Less: Fixed deposits not considered as cash equivalents	250.15	302.16
Cash and Cash Equivalents as per Cash Flow Statement	1,581.06	307.41

* These balances are not available for use by the Company as they represent corresponding unpaid dividend liabilities.

Note:

a) Figures in bracket indicate out-flow.

b) Figures of previous year have been regrouped and rearranged wherever necessary.

As per our Report of even date attached.

For S.V. Ghatalia & Associates
Firm Registration No. 103162W
Chartered Accountants

For and on behalf of the Board of Directors of
Riddhi Siddhi Gluco Bios Limited

per Santosh Aggarwal
Partner
Membership No. 093669

Sampatraj L. Chowdhary
Chairman

Ganpatraj L. Chowdhary
Managing Director

Place : Ahmedabad
Date : May 6, 2010

Kinjal Shah
Company Secretary

Schedules to the accounts

(Rs. in lacs)

	As at 31.03.2010	As at 31.03.2009
Schedule 1 SHARE CAPITAL		
Authorised		
140,00,000 (Previous Year: 140,00,000) Equity Shares of Rs.10/- each	1,400.00	1,400.00
120,00,000 (Previous Year: 120,00,000) Preference Shares of Rs.10/- each	1,200.00	1,200.00
	2,600.00	2,600.00
Issued, Subscribed and Paid up Capital		
111,41,400 (Previous Year: 111,41,400) Equity Shares of Rs.10/- each fully paid	1,114.14	1,114.14
Less: Calls in arrears - Other than Directors	0.35	0.35
	1,113.79	1,113.79
50,00,000 (Previous Year: 50,00,000) 8% Non Cumulative Redeemable Preference Share of Rs.10 each fully paid up (redeemable at par on November 3, 2013 with a put and call option after November 3, 2009)	500.00	500.00
	1,613.79	1,613.79

	As at 31.03.2010	As at 31.03.2009
Schedule 2 RESERVES AND SURPLUS		
Securities Premium Account	6,802.90	6,802.90
Capital Reserve (Reserve on amalgamation)		
Balance as per last year	574.05	574.05
Government Capital Subsidy		
Balance as per last year	598.10	525.20
Add: Addition during the year	—	72.90
Less: Reversal during the year (Refer note 16 of Schedule 18)	30.00	—
	568.10	598.10
Revaluation reserve		
Balance as per last year	2,083.09	2,245.45
Less: Withdrawal on sale /discard of assets	18.53	—
Less: Withdrawal for depreciation (Refer note 18 of Schedule 18)	510.05	162.36
	1,554.51	2,083.09
Preference Share Capital Redemption Reserve		
Balance as per last year	500.00	500.00
General Reserve		
Balance as per last year	2,123.50	1,881.31
Add: Addition during the year	500.00	400.00
Less: Adjustment for Foreign Exchange Fluctuations on Monetary Assets (Refer note 11 of Schedule 18)	—	157.81
	2,623.50	2,123.50
Surplus as per Profit and Loss Account	6,954.41	4,231.03
	19,577.47	16,912.67

Schedules to the accounts

(Rs. in lacs)

	As at 31.03.2010	As at 31.03.2009
Schedule 3 SECURED LOANS		
Term Loans from Banks	11,251.31	10,929.08
Secured by first Pari-Passu charges on the present and future Fixed Assets of Gokak, Viramgam, Rudrapur and Puducherry units of the Company, by a second Pari-Passu charges on the Current Assets of these units and further secured by personal guarantee of some of the Directors of the Company		
Working Capital Loans including Cash Credit from Banks	8,740.66	11,353.87
Secured by way of the first Pari-Passu charges on Current Assets of the Company and Fixed Deposits with the Bank and second charge on entire Fixed Assets of the Company and further secured by personal guarantee of some of the Directors of the Company		
Hire Purchase Finance	32.61	43.97
Secured by Hypothecation of respective Vehicles purchased against Loans		
	20,024.58	22,326.92

Schedule 4 UNSECURED LOANS		
Short Term Loan from Banks	121.34	1,891.53
Sales Tax Deferment Loan under Sales Tax Incentive Scheme of Karnataka State Government		
[Due within one year Rs. Nil (Previous Year: Rs. Nil)] (Refer note 17 of Schedule 18)	2,473.34	1,829.21
	2,594.68	3,720.74

Schedule 5 FIXED ASSETS											
Particulars (31.03.2010)	GROSS BLOCK				DEPRECIATION / AMORTISATION / IMPAIRMENT				NET BLOCK		
	As on 01.04.2009	Additions	Deduction/ Adjustment	As on 31.03.2010	As on 01.04.2009	Additions	Impairment Provision	Deduction/ Adjustment	As on 31.03.2010	As on 01.04.2009	As on 31.03.2009
Intangible Assets											
Trade mark	4.91	-	-	4.91	0.94	3.97	-	-	4.91	-	3.97
ERP System	31.29	-	-	31.29	2.28	28.63	-	-	30.91	0.38	29.01
Tangible Assets											
Leasehold Land	1,151.80	-	-	1,151.80	-	51.19	-	-	51.19	1,100.61	1,151.80
Freehold Land	386.58	-	-	386.58	-	-	-	-	-	386.58	386.58
Buildings	7,705.41	255.06	202.11	7,758.36	1,439.70	316.68	-	1,756.38	6,001.98	6,001.98	6,265.71
Plant & Machineres	31,942.23	4,299.12	1,193.27	35,048.08	8,781.46	2,383.10	35.18	179.78	11,019.96	24,028.12	23,160.77
Furniture and Fixtures	305.19	16.93	40.31	281.81	64.61	88.82	-	40.31	113.12	168.69	240.58
Vehicles	182.32	19.46	25.12	176.66	57.84	16.57	-	20.37	54.04	122.62	124.48
Computer	11.24	8.19	10.37	109.06	35.66	44.03	-	10.07	69.62	39.44	75.58
	41,820.97	4,598.76	1,471.18	44,948.55	10,382.49	2,932.99	35.18	250.53	13,100.13	31,848.42	31,438.48
Capital Work in Progress										245.68	66.81
Capital Advances										433.75	962.95
Total										32,527.85	32,468.24
Previous Year	37,202.38	4,618.59	-	41,820.97	8,747.31	1,635.18	-	-	10,382.49	31,438.48	-

- Gross Block of Buildings and Plant & Machineres includes Rs. 3,869.02 lacs (Previous Year: Rs. 3,869.02 lacs) being the amount of revaluation made to the value of fixed assets in the year 1998-99. Depreciation for the year includes an amount of Rs. 510.05 lacs (Previous Year: Rs. 162.36 lacs) on the revalued value of fixed assets (Refer note 18 of Schedule 18).
- Additions / (Deductions) to assets includes Rs. (911.94) lacs (Previous Year: Rs. 2,187.61 lacs) due to decrease / increase in rupee liability on account of revaluation of foreign currency loans due to exchange rate fluctuations.

Schedules to the accounts

Schedule 5 FIXED ASSETS (contd.)

- 3 During the year, the Company has received capital subsidy of Rs. 144.50 lacs (Previous Year: Rs. Nil) from Government of India towards Development of Biomethanation Project at Gokak Unit (Karnataka). The same has been reduced from value of specific assets capitalised during the year.
- 4 During the year, the Company has provided impairment loss of Rs. 35.18 lacs on account of closure of Puduchery unit, Puducherry. The gross value of Buildings and Plant & Machineries include Rs. 161.36 lacs (accumulated depreciation Rs. 20.97 lacs) and Rs. 120.08 lacs (accumulated depreciation Rs. 24.9 lacs and impairment loss Rs. 35.18 lacs) respectively, being assets held for sale at lower of carrying value or estimated realisable value.
- 5 Vehicles include Rs. 81.85 lacs (accumulated depreciation Rs. 14.20 lacs) obtained on Hire Purchase (Refer note 9 of Schedule 18)

(Rs. in lacs)

	As at 31.03.2010	As at 31.03.2009
Schedule 6 INVESTMENTS		
Long Term Investments (At Cost or below)		
Quoted - Non Trade		
900 (Previous Year: 900) Equity Shares of Indian Overseas Bank face value of Rs. 10 each	0.22	0.22
Unquoted - Non Trade		
National Saving Certificates (deposited with various Government Authorities)	5.85	5.49
80 (Previous Year: 80) IDBI Flexibond face value of Rs. 5,000 each	4.00	4.00
5,000 (Previous Year: 5,000) Equity Shares of Vishwas Organics face value of Rs. 10 each	5.00	5.00
Less: Provision for Diminution in value of Investments	5.00	-
	10.07	14.71
Aggregate amount of quoted Investments (Aggregate Market value of quoted Investments Rs. 0.83 lacs (Previous Year: Rs. 0.41 lacs)	0.22	0.22
Aggregate amount of unquoted Investments	9.85	14.49

Schedule 7 INVENTORIES

	As at 31.03.2010	As at 31.03.2009
(At lower of Cost and Net Realisable Value)		
Raw Materials (Including Stock in Transit of Rs. 55.21 lacs (Previous Year: Rs. Nil)	5,710.53	4,620.45
Coal, Fuel, Packing Materials, Stores and Spare Parts (Including Stock in Transit of Rs. 6.81 lacs (Previous Year: Rs. Nil)	1,212.93	1,060.95
Work In Progress	655.06	880.26
Finished Goods (Including Stock in Transit of Rs. 233.28 lacs (Previous Year: Rs. Nil)	819.18	1,280.53
	8,397.70	7,842.19

Schedule 8 SUNDRY DEBTORS (UNSECURED)

	As at 31.03.2010	As at 31.03.2009
Debts outstanding for a period exceeding six months		
Considered good	37.31	152.99
Considered doubtful	91.69	-
Other Debts		
Considered good	8,541.83	5,663.05
	8,670.83	5,816.04
Less: Provision for Doubtful Debts	91.69	-
	8,579.14	5,816.04

Schedules to the accounts

(Rs. in lacs)

	As at 31.03.2010	As at 31.03.2009
Schedule 9: CASH AND BANK BALANCES		
Cash on Hand	21.75	32.97
Balances with Scheduled Banks		
In Current Accounts	1,543.50	261.83
In Fixed Deposit Accounts (lien against working capital facilities)	250.15	302.16
In Dividend Accounts	15.81	12.61
	1,831.21	609.57
Schedule 10: LOANS AND ADVANCES		
Unsecured, Considered good		
Advances recoverable in cash or in kind for value to be received [includes doubtful advances of Rs. 14.69 lacs (Previous year: Rs. Nil)]	1,983.18	961.62
Balances with Excise	88.93	84.31
VAT Receivable	131.41	57.00
Inter Corporate Deposit	33.69	31.43
Deposits	301.54	207.88
	2,538.75	1,342.24
Less: Provision for Doubtful Advances	14.69	-
	2,524.06	1,342.24
Schedule 11: CURRENT LIABILITIES AND PROVISIONS		
Current Liabilities		
Acceptances	28.86	-
Sundry Creditors for Goods and Services (Other than MSMED)*	3,464.16	1,211.25
Sundry Creditors for Capital Expenditure (Other than MSMED)*	906.52	419.88
Advances from Customers	101.71	92.05
Sundry Deposits	53.66	21.02
Unclaimed Dividend **	15.81	12.61
Interest accrued but not due on Loans	8.24	-
Other Liabilities	164.97	135.09
	4,743.93	1,891.90
* (Refer note 12 of Schedule 18)		
** Investor Education and Protection Fund shall be credited as and when due.		
Provisions		
Proposed Dividend	597.07	262.69
Tax on Proposed Dividend	101.47	44.64
Income Tax (net of advance taxes paid)	1,166.34	66.81
Wealth Tax	0.40	0.55
Leave Encashment	75.56	66.66
Gratuity (Refer note 13 of Schedule 18)	19.82	26.30
	1,960.66	467.65

Schedules to the accounts

(Rs. in lacs)

	Year ended 31.03.2010	Year ended 31.03.2009
Schedule 12 OTHER INCOME		
Insurance Claims	42.04	13.97
Bad-Debts recovered	0.97	0.61
Interest on Fixed Deposits (Tax Deducted at Source Rs. 10.56 lacs (Previous Year: Rs. 20.89 lacs))	50.48	95.60
Interest on Others (Tax Deducted at Source Rs. 0.61 lacs (Previous Year: Rs. 2.65 lacs))	34.53	19.70
Miscellaneous Income	25.84	61.68
	153.86	191.56

Schedule 13 RAW MATERIALS CONSUMED		
Inventories as at April 1	4,620.45	5,841.53
Add - Purchases	46,407.51	32,935.79
Less - Inventories as at March 31	5,710.53	4,620.45
	45,317.43	34,156.87

Schedule 14 DECREASE / INCREASE IN INVENTORIES		
Inventories as at March 31		
Finished goods	819.18	1,280.53
Work In Progress	655.05	880.26
	1,474.23	2,160.79
Inventories as at April 1		
Finished goods	1,280.53	526.51
Work In Progress	880.26	719.57
	2,160.79	1,246.08
Decrease in Excise Duty	(21.04)	(10.76)
	665.52	(925.47)

Schedule 15 PERSONNEL EXPENSES		
Salaries Wages, Bonus, Allowances, etc	1,497.58	1,311.68
Contribution to Provident and other Funds	128.13	103.60
Gratuity Expenses (Refer note 13 of Schedule 18)	46.29	18.64
Welfare Expenses	122.38	77.80
	1,794.39	1,511.72

Schedules to the accounts

(Rs. in lacs)

	Year ended 31.03.2010	Year ended 31.03.2009
Schedule 16 OPERATING AND OTHER EXPENSES		
Power and Fuel	6,589.49	5,465.04
Packing Materials Consumed (Refer note 15.3 of schedule 18)	2,685.34	2,119.63
Consumable Stores and Spares (Refer note 15.3 of Schedule 18)	1,272.44	1,023.02
Wages & Material handling Charges	1,119.54	860.39
Rent	78.96	111.42
Rates & Taxes	74.48	116.95
Selling and Distribution expenses	305.88	294.40
Freight and Forwarding Expenses	118.07	73.22
Insurance	108.31	110.71
Discount on Sales	138.24	123.73
Commission on Sales (Other than Sole Selling Agents)	65.90	46.97
Provision for Doubtful Debts and Advances	106.38	-
Travelling Expenses	179.90	142.52
Communication Cost	63.89	58.64
Legal, Professional and Consultancy Fees	62.29	64.71
Advertisement and Publicity	12.14	7.04
Directors Fees	0.60	0.90
Repair & Maintenance		
Machinery	333.42	269.72
Buildings	59.45	57.33
Others	34.60	23.40
Loss on assets sold/scrapped/discarded and written off	109.47	-
Payment to Auditor:		
Audit Fee	13.24	4.69
Limited Review	4.46	0.83
Tax and other matter	-	0.72
Out of Pocket Expenses	0.25	-
Security Expenses	103.33	93.87
Provision for Diminution in value of Investment	5.00	-
Miscellaneous Expenses	163.35	135.36
	13,808.42	11,205.21

Schedule 17 FINANCIAL EXPENSES		
Interest		
On Term Loans	946.14	1,199.62
On Working Capital Loans	885.96	1,409.03
On Others	99.53	25.87
Bank Charges	151.02	82.77
	2,082.65	2,717.29

Schedules to the accounts

Schedule 18. NOTES TO ACCOUNTS

1. Nature of Operations

Riddhi Siddhi Gluco Biols Limited ('the Company') is primarily a Corn Wet Milling Company which manufacture Starch, its derivatives and related By-products. Company has manufacturing locations situated at Viramgam (Gujarat), Gokak (Karnataka) and Pantnagar (Uttarakhand).

The Company is also engaged in trading of maize and chemical products.

2. Statement of Significant Accounting Policies

a) Basis of Preparation

The financial statements have been prepared to comply in all material respects with the Accounting Standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets for which provision for impairment is made and revaluation is carried out. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year, except to the extent stated in note c) below.

b) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

c) Change in Accounting Policy

Change in method of amortisation of leasehold land

In the current year, the Company changed (with retrospective effect) its method of providing depreciation on leasehold land from the amortization over the last fifteen years of the residual lease period to the actual lease period. The management believes that such change will result in a more appropriate presentation of value of leasehold land and will give a systematic basis of amortisation charge more representation of time pattern in which the economic benefit will be derived from use of leasehold land.

Had the Company continued to use the earlier basis of amortisation of leasehold land, the charge to the Profit and Loss Account after taxation for the current year would have been lower by Rs. 51.19 lacs and the net block of fixed assets would correspondingly have been higher by the respective amount.

d) Fixed Assets and Depreciation

Fixed Assets

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition and construction of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

In respect of accounting period commencing on or after December 07, 2006, exchange difference arising on reporting of the long-term foreign currency monetary items at the rates different from those at which they were initially recorded during the period, or reported in the previous financial statements are added to or deducted from the cost of the assets and are depreciated over the balance life of the asset, if these monetary items pertain to the acquisition of a depreciable fixed asset.

Depreciation

Depreciation is provided using the Straight Line Method (SLM) at the rates and in the manner prescribed under Schedule XIV of the Companies Act, 1956 on all assets except for the following assets which are depreciated at the higher rates based on the management's estimate of the useful life:

Leasehold Land : Over the Lease period

Depreciation on revalued assets is provided on expected useful life of the asset and the incremental depreciation on account of revaluation is recouped from Revaluation Reserve.

In respect of fixed assets added during the year, depreciation is provided on a pro-rata basis from the date on which such asset is ready to be put to use.

Schedules to the accounts

Schedule 13 NOTES TO ACCOUNTS (Contd.)

Intangible Assets and Amortisation

Intangible assets are amortized, based on management's estimate of its useful economic life on pro-rata straight-line basis as under:

- a) Trademark : 5 Years
- b) Software : 3 Years

e) Impairment

- i) The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital
- ii) After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

f) Expenditure on new projects and substantial expansion

Expenditure directly relating to construction activity (net of income, if any) is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is indirectly related to construction or is incidental thereto. Other indirect expenditure (including borrowing costs) incurred during the construction period, which is not related to the construction activity nor is incidental thereto, is charged to the Profit and Loss Account. Income earned during construction period is deducted from the total of the indirect expenditure.

All direct capital expenditure on expansion is capitalized. The same is treated as preoperative expenditure pending allocation to fixed assets / capital work in progress and is shown under "Capital Work-in-Progress". The same is transferred to fixed assets on commencement of commercial activities.

g) Leases

Where the Company is the lessee

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalised.

If there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account on a straight-line basis over the lease term.

h) Government Grants and Subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy received is revenue in nature, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensate or adjusted against the specific expense.

Where the grant or subsidy relates towards specific fixed assets, its value is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

Government grants of the nature of promoters' contribution are credited to capital reserve and treated as a part of shareholders' funds.

i) Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

Schedules to the accounts

Schedule 18 NOTES TO ACCOUNTS (Contd.)

j) Inventories

Inventories are valued as follows:

Raw Materials, Packing Materials, Consumable Stores and Spares

Lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a FIFO basis.

Work-in-progress and finished goods

Lower of cost and net realisable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost of finished goods includes excise duty. Cost is determined on a FIFO basis.

By-products are valued at Net Realisable Value (NRV)

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

k) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of Goods/By-products

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Excise Duty is deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability arising during the year.

Interest

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividends

Revenue is recognised when the shareholders' right to receive payment is established by the balance sheet date.

l) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

m) Foreign Currency Translations

i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

iii) Exchange Differences

Exchange differences, in respect of accounting periods commencing on or after December 07, 2006, arising on reporting of long-term foreign currency monetary items at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, in so far as they relate to the acquisition of a depreciable capital asset, are added to or deducted from the cost of the asset and are depreciated over the balance life of the asset, and in other cases, are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" in the Company's financial statements and amortized over the balance period of such long-term asset/liability but not beyond accounting period ending on or before March 31, 2011.

Exchange differences arising on the settlement of monetary items not covered above, or on reporting such monetary items of Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expense in the year in which they arise.

iv) Forward Exchange Contracts not intended for trading or speculation purposes

The premium or discount arising at the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or as expense for the year.

Schedules to the accounts

Schedule 18: NOTES TO ACCOUNTS (Contd.)

n) Retirement and other employee benefits

- i) Retirement benefits in the form of Provident Fund, Super Annuation and Employee State Insurance (ESI), are defined contribution scheme and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.
- ii) Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.
- iii) Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation at the year end. The actuarial valuation is done as per projected unit credit method
- iv) Actuarial gains/losses are immediately taken to profit and loss account and are not deferred.

o) Income Taxes

Tax expense comprises of current, deferred and fringe benefit tax. Current income tax and fringe benefit tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

p) Segment Reporting Policies

Identification of Segment

The Company's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the locations of the customer.

q) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

r) Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity

Schedules to the accounts

Schedule 18: NOTES TO ACCOUNTS (Contd.)

shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

s) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements.

3. Segment Reporting

Business Segment:

The Company's business consists of manufacturing, sales and trading of Corn-Wet-Milling, Starch and its derivatives. Since the Company's business falls within a single reportable business segment, disclosure requirements of Accounting Standard (AS) 17 – Segment Reporting are not reported upon separately.

Geographical Segment:

Secondary segmental reporting is based on the geographical location of customers. The geographical segments have been identified based on revenues within India (sales to customers within India) and revenues outside India (sales to customers located outside India).

Since the export market revenue, results and assets constitute less than 10% of the total revenue, results and assets, the same has not been disclosed.

4. Capital Commitments

(Rs. in lacs)

Particulars	2009-10	2008-09
Estimated amount of contracts remaining to be executed on capital account and not provided for [Net of advance Rs. 433.75 lacs (Previous Year: Rs. 962.95 lacs)]	316.43	848.00
	316.43	848.00

5. Contingent Liabilities not provided for

(Rs. in lacs)

Particulars	2009-10	2008-09
i) Guarantees and Corporate Guarantees given by the Company	6,748.69	86.00
ii) Claims against the Company not acknowledged as debts		
Excise Duty [Refer note (a)]	3,123.33	2,422.18
Sales Tax [Refer note (b)]	2.23	6.81
Service Tax [Refer note (c)]	6.34	–
Income Tax [Refer note (d)]	83.58	–
Other matters [Refer note (e)]	55.50	10.85
iii) Bills discounted with Banks	286.20	766.82
	10,305.87	3,292.66

a) Towards levy of Excise duty, including penalty but other than interest thereof on account of dispute in classification of finished goods, against which Company has appealed before an Appellate Authorities and Commissioner (Appeals)

b) Towards penalty charges on account of dispute for sales tax demand against the pending Form 19 to be submitted to tax authorities.

c) Towards Service Tax demand on refund claimed on services availed on export of goods i.e. CHA Service, Port Service and Goods Transport Service.

d) Towards Income Tax liability, on account of disallowance of deferent of sales tax liability.

e) Others include possible claim relating to dispute with workers of Rs. 50.50 lacs (Previous Year: 5.50 lacs) and a case lodged against Company for an accident in MSP plant of Gokak unit amounting to Rs. 5 lacs (Previous Year: 5 lacs).

Schedules to the accounts

Schedule 18: NOTES TO ACCOUNTS (contd.)

It is not practicable to estimate the timing of cash outflows, if any, in respect of matter 'a' to 'e' above, pending resolution of the proceeding with the appellate authority.

- iv) As per the demand-cum-attachment notice received from Employees' State Insurance Corporation (Puducherry) under Section 45A of the ESI Act 1948, the Company has been made Party to the ESI dues of Rs. 85.66 lacs payable in respect of its Puducherry unit for the period from 1/1997 to 12/2005 when the unit was not owned by the Company. The Puducherry unit was purchased by the Company vide Business Transfer Agreement dated 9/2005 and as per agreement all the statutory liabilities for the earlier period is required to be settled by previous owner of the said unit. The previous owner has taken-up the matter with ESI department and is in the process of settling the dues. The management is of the opinion that, no liability is likely to devolve on the Company in the matter based on the action initiated by the previous owner of the unit.

6 Earnings Per Share

(Rs. in lacs)

Particulars	2009-10	2008-09
Net Profit as per Profit & Loss Account	3,921.92	1,398.63
Dividends on Redeemable Preference Shares and Tax thereon	(46.80)	(46.80)
Net Profit for calculation of basic / diluted EPS	3,875.13	1,351.83
Weighted Average Number of Equity Shares in calculating Basic EPS	11,141,400	11,141,400
Weighted Average Number of Equity Shares in calculating Diluted EPS	11,141,400	11,141,400
Basic and Diluted Earning Per Share (Rs.)	34.78	12.13
Nominal Value of Shares	10.00	10.00

7 Deferred Tax Liabilities (net)

(Rs. in lacs)

Particulars	2009-10	2008-09
Deferred Tax Assets		
Effect of expenditure debited to profit & loss account in the current year, but allowable for tax purpose in following year(s):		
1) Expenditure disallowed u/s 43B of the Income Tax Act, 1961	41.36	25.02
2) Provision for Excise Duty	6.83	14.13
3) Provision for Doubtful Loans and Advances	31.16	-
Gross Deferred Tax Assets	79.35	39.15
Deferred Tax Liabilities		
Differences in depreciation and other differences in block of fixed assets and intangible assets as per tax books and financial books *	3,477.81	1,874.21
Gross Deferred Tax Liabilities	3,477.81	1,874.21
Deferred Tax Liabilities (net)	(3,398.46)	(1,835.06)

* Including Rs. 1,510.94 lacs (Previous Year: Rs. Nil) recognised in Current Year for previously unrecognised Deferred Tax Liabilities

8 Information in respect of Related Parties

A) Key Management Personnel (KMP)

Mr. Sampatraj L. Chowdhary	Chairman
Mr. Ganpatraj L. Chowdhary	Managing Director
Mr. Mukeshkumar S. Chowdhary	Executive Director

B) Relatives of Key Management Personnel (RKMP)

Mr. Shrenik S. Chowdhary	Employee
Mr. Shreepal S. Chowdhary	Employee
Mr. Siddharth G. Chowdhary	Employee

c) Enterprises commonly controlled or influenced by Directors/ Key Management Personnel of the Company and their relatives (EHSI)

Shreepal Startch Products
 Vicas Vehicles Private Limited
 Creelotex Engineering Private Limited
 Vascroft Design Private Limited

Schedules to the accounts

Schedule 18. NOTES TO ACCOUNTS (Contd.)

(Rs. in lacs)

	2009-10	2008-09	2007-08	Total
Remuneration Paid				
- Mr. Sampatraj L. Chowdhary	67.76	-	-	67.76
	<i>48.89</i>	-	-	<i>48.89</i>
- Mr. Ganpatraj L. Chowdhary	69.16	-	-	69.16
	<i>50.13</i>	-	-	<i>50.13</i>
- Mr. Mukeshkumar S. Chowdhary	48.03	-	-	48.03
	<i>35.23</i>	-	-	<i>35.23</i>
- Mr. Shrenik Chowdhary	-	12.00	-	12.00
	-	<i>9.00</i>	-	<i>9.00</i>
- Mr. Shripal Chowdhary	-	12.00	-	12.00
	-	<i>9.00</i>	-	<i>9.00</i>
- Mr. Siddharth Chowdhary	-	6.00	-	6.00
	-	<i>3.00</i>	-	<i>3.00</i>
Total	184.95	30.00	-	214.95
	<i>134.25</i>	<i>21.00</i>	-	<i>155.25</i>
Dividend Paid				
- Creelotex Engineers Private Limited	-	-	21.97	21.97
	-	-	<i>29.66</i>	<i>29.66</i>
- Vicas Vehicles Private Limited	-	-	20.44	20.44
	-	-	<i>30.66</i>	<i>30.66</i>
- Vascroft Design Private Limited	-	-	10.00	10.00
	-	-	<i>15.00</i>	<i>15.00</i>
- Mr. Ganpatraj L. Chowdhary	4.40	-	-	4.40
	<i>6.60</i>	-	-	<i>6.60</i>
- Mr. Sampatraj L. Chowdhary	4.00	-	-	4.00
	<i>6.00</i>	-	-	<i>6.00</i>
- Mr. Mukeshkumar S. Chowdhary	1.08	-	-	1.08
	<i>1.59</i>	-	-	<i>1.59</i>
- Mr. Shrenik Chowdhary	-	0.70	-	0.70
	-	<i>1.05</i>	-	<i>1.05</i>
- Mr. Shripal Chowdhary	-	0.40	-	0.40
	-	<i>0.60</i>	-	<i>0.60</i>
- Mr. Siddharth Chowdhary	-	0.40	-	0.40
	-	<i>0.60</i>	-	<i>0.60</i>
Total	9.48	1.50	52.41	63.39
	<i>14.19</i>	<i>2.25</i>	<i>75.32</i>	<i>91.76</i>

Figures in Italic represents Previous Year's amount.

9 Leases

In case of assets taken on lease

Vehicles include vehicles obtained on finance lease. The lease term is for 3-5 years and at the end of lease term, the legal title is passed to the lessee. There is no escalation clause in the lease agreement. There are no restrictions imposed by lease arrangements. There are no subleases.

(Rs. in lacs)

Particulars	2009-10	2008-09
Total Minimum Lease Payments at the Year end	35.04	60.68
Less: Amount representing Financial Expenses	2.43	16.72
Present Value of Minimum Lease Payments (Rate of Interest: 9%)	32.61	43.97
Minimum Lease Payments		
Not later than one year	25.17	22.40
Later than one year but not later than five years	7.44	21.57

Schedules to the accounts

Schedule 18 NOTES TO ACCOUNTS (Contd.)

10 Derivative Instruments and Unhedged Foreign Currency Exposure

a) Forward Contract outstanding as at Balance Sheet Date

(Rs. in lacs)

Particulars of Derivative	Purpose
Sell US \$ 2,019,000 (Previous Year: Nil)	Hedge against receivables

b) Particulars of Unhedged of Foreign Currency Exposure

Particulars	Foreign currency	Rs. lacs	Rate (Rs.)
Loans Payable			
2009-10			
US \$	29,414,827	13,213.14	44.92
Euro	117,000	70.74	60.46
2008-09			
US \$	26,964,692	13,681.70	50.74
Euro	905,792	612.04	67.57
Receivables			
2009-10			
US \$	1,547,244	695.02	44.92
2008-09			
US \$	29,400	14.92	50.74

11 Foreign Currency Monetary Translation Difference Account

The Company has exercised the option as per the Companies Accounting Standard Rules, 2009. As per the option, exchange differences related to long term foreign currency monetary items so far as they relate to the acquisition of a depreciable capital assets are capitalized and depreciated the same over the useful life of the assets and in other cases, have transferred to Foreign Currency Monetary Translation Difference Account and amortized over the balance period of such long term assets/liabilities, but not beyond accounting period ending on or before March 31, 2011. The unamortised balance in this account is Rs. 43.54 lacs (Previous Year: Rs. 675.74 lacs)

(Rs. in lacs)

Particulars	2009-10	2008-09
Balance as on April 1	675.74	-
Add: Exchange Differences arising during the year	(588.66)	1,013.61
Less: Amortisation for the year	(43.54)	(337.87)
Balance as on March 31	43.54	675.74

12 There are no suppliers who are registered as micro, small or medium enterprise under "The Micro, Small and Medium Enterprise Development Act, 2006" as at March 31, 2010. The information regarding micro, small or medium enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company.

13 Details of Employee Benefits - Gratuity

The company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with the Life Insurance Corporation of India in the form of a qualifying insurance policy.

The following tables summaries the components of net benefit expense recognised in the profit and loss account and the funded status and amounts recognised in the balance sheet for the plan.

Profit and Loss account

(Rs. in lacs)

	2009-10	2008-09
Net employee benefit expense (recognised in employee cost):		
Current service cost	27.92	22.32
Interest cost on benefit obligation	9.68	7.66
Expected return on plan assets	(9.18)	(8.02)
Net actuarial loss / (gain) recognised in the year	17.88	(3.32)
Net benefit expense	46.29	18.64
Actual return on plan assets	11.49	9.19

Schedules to the accounts

Schedule 18 NOTES TO ACCOUNTS (Contd.)

Balance Sheet

(Rs. in lacs)

	2009-10	2008-09
Details of provision for Gratuity:		
Defined benefit obligation	(165.59)	(120.97)
Fair value of plan assets	145.77	114.79
	(19.82)	(6.18)
Less: Unrecognized past service cost	-	-
Plan liability	(19.82)	(6.18)
Changes in the present value of the defined benefit obligation are as follows:		
Opening defined benefit obligation	120.97	98.85
Interest cost	9.68	7.66
Current service cost	27.92	22.32
Benefits paid	(13.17)	(5.70)
Actuarial losses / (gains) on obligation	20.19	(2.16)
Closing defined benefit obligation	165.58	120.97
Changes in the fair value of plan assets are as follows:		
Opening fair value of plan assets	114.79	103.52
Expected return	9.18	8.02
Contributions by employer	32.65	7.79
Benefits paid	(13.17)	(5.70)
Actuarial gains	2.31	1.16
Closing fair value of plan assets	145.77	114.79

The company expects to contribute Rs. 33 lacs (Previous Year: Rs. 9 lacs) towards gratuity in 2010-11.

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	2009-10	2008-09
Investments with insurers	100	100

The overall expected rate of return on assets is determined based on the market price prevailing on that date, applicable to the period over which the obligation is to be settled.

The principle assumption used in determining gratuity obligation for the Company's plan are shown below:

	2009-10	2008-09
Discount Rate	8.00	8.00
Expected rate of return on plan assets	8.00	8.00
Employee Turnover	1.00	1.00
Increase in compensation cost	6.00	6.00

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employment market.

(Rs. in lacs)

	2009-10	2008-09
Amounts for the current year and previous year are as follows:		
Defined benefit obligation	165.59	120.97
Plan Assets	145.77	114.79
Experience adjustments on plan liabilities *	-	-
Experience adjustments on plan assets *	-	-
Deficit	(19.82)	(6.18)

* In the absence of availability of relevant information, the experience adjustments on plan assets and liabilities have not been furnished above.

Schedules to the accounts

Schedule 18: NOTES TO ACCOUNTS (contd.)

(Rs. in lacs)

	2009-10	2008-09
Defined Contribution Plan:		
Amounts recognized as expense for the period towards contribution to following funds:		
Employer's Contribution to Provident Fund	84.69	69.42
Employer's Contribution to ESI	22.77	20.18
Employer's Contribution to Super Annuation	20.66	14.00
	128.13	103.60

14 The Company's significant leasing arrangements are primarily in respect of operating leases for premises (office, residential, warehouses etc.). As these leasing arrangements which are not non-cancellable are usually renewable on mutually agreed terms. The aggregate lease rental charged to the Profit and Loss Account is Rs. 78.39 lacs (Previous Year: Rs. 97.51 lacs).

15 Additional information pursuant to the provisions of paragraphs 3, 4C and 4D of Part II of Schedule VI to the Companies Act, 1955.

15.1) Sales

(Rs. in lacs)

Class of goods	Unit	2009-10		2008-09	
		Quantity	Amount	Quantity	Amount
Starch and Allied Products	MT	323,706.93	58,899.46	264,846.14	40,836.14
By-products and others	MT	51,205.46	14,453.59	38,204.19	11,020.12
		374,912.39	73,353.05	303,050.33	51,856.26

a) Sales amount is stated at net of Sales Tax and Excise Duty.

b) Quantitative information relating to husk and fibre included in By-products and others above has not been disclosed as it is not practicable to furnish such information, each being less than 10% of the value in total.

15.2) Consumption of Raw Materials

(Rs. in lacs)

Type of Material	Unit	Quantity		Amount (Rs.)	
		2009-10	2008-09	2009-10	2008-09
Maize Grain	MT	485,890.73	399,915.00	44,056.88	32,592.12
Others	MT	1,196.00	2,785.61	1,260.55	1,564.75
		487,086.73	402,700.61	45,317.43	34,156.87

15.3) Imported and Indigenous Materials Consumed

(Rs. in lacs)

Raw Material and Chemical	% of total consumption		Amount (Rs.)	
	2009-10	2008-09	2009-10	2008-09
a) Imported	0.50	0.99	224.35	336.81
b) Indigenous	99.50	99.01	45,093.08	33,820.06
	100.00	100.00	45,317.43	34,156.87

Packaging Material, Stationery etc.	% of total consumption		Amount (Rs.)	
	2009-10	2008-09	2009-10	2008-09
a) Imported	1.79	0.59	70.92	18.65
b) Indigenous	98.21	99.41	3,886.86	3,124.00
	100.00	100.00	3,957.78	3,142.65

Schedules to the accounts

Schedule 18 NOTES TO ACCOUNTS (Contd.)

15.4) Installed Capacity, Actual Production and Details of Finished Goods

(Rs. in lacs)

Class of goods	Installed Capacity Quantity (M.T.)	Actual Production Quantity (M.T.)	Details of Finished Goods			
			Closing Stock		Opening Stock	
			Quantity (M.T.)	Amount (Rs.)	Quantity (M.T.)	Amount (Rs.)
2009-10						
Starch and Allied Products	440,000	320,882.72	3,173.63	480.01	5,997.84	877.58
By products and Others			1,366.23	339.17	1,877.25	402.95
			4,539.86	819.18	7,875.09	1,280.53
2008-09						
Starch and Allied Products	325,000	268,185.85	5,997.84	877.58	2,658.13	442.16
By products and Others			1,877.25	402.95	132.87	78.70
			7,875.09	1,280.53	2,791.00	520.86

Notes :

- As per the industrial policy of the Government of India, Starch manufacturing industry is delicensed.
- Installed capacity has been certified by the Company and as relied upon by the auditors, this being a technical matter.

15.5) Details of Trading Goods

(Rs. in lacs)

Maize and Chemical Products	Unit	Quantity		Amount (Rs.)	
		2009-10	2008-09	2009-10	2008-09
Opening Stock	MT	—	39.85	—	5.64
Purchases	MT	516.48	5,208.00	948.10	1,299.09
		516.48	5,247.85	948.10	1304.72
Sales	MT	516.48	5,247.85	1,208.66	1,542.77

15.6) Managerial Remuneration

(Rs. in lacs)

Particulars	2009-10	2008-09
- Salaries	154.28	106.63
- Perquisites	12.37	14.82
- Contribution to Provident Fund	18.30	12.80
	184.95	134.25

Note :

As the future liability for gratuity and leave encashment is provided on an actuarial basis for the Company as a whole, the amount pertaining to the directors is not ascertainable and, therefore, not included above.

15.7) Expenditure in Foreign Currency (on accrual basis)

(Rs. in lacs)

Particulars	2009-10	2008-09
Legal and Professional Fees	3.81	12.93
Traveling Expenses	27.18	12.44
Others	15.41	
	46.40	25.37

15.8) Earnings in Foreign Currency calculated on F. O. B basis

(Rs. in lacs)

Particulars	2009-10	2008-09
Export Sales	5,752.16	5,400.01

Schedules to the accounts

Schedule 18. NOTES TO ACCOUNTS (Contd.)

15.9) Value of imports calculated on CIF basis

(Rs. in lacs)

Particulars	2009-10	2008-09
Raw Materials	224.35	336.81
Capital Goods	405.50	208.17
	629.85	544.98

15.10) Net Dividend remitted in Foreign Currency

Particulars	2009-10	2008-09
Period to which it Relates	2008-09	2007-08
Number of non-resident shareholder(s)	1	1
Number of equity shares held on which dividend was due	1,663,100	1,663,100
Amount remitted (In Euro)	47,810.83	78,571.65

15.11) Exchange Differences on transactions on account of fluctuations in foreign currency rates have been accounted under the following heads:

(Rs. in lacs)

Particulars	2009-10	2008-09
Financial Expenses interest	139.17	563.18
Operating and Other Expenses	67.82	(10.52)
	206.99	552.66

16. During the year, the Company has reversed the Government Grant of Rs. 30 lacs in the nature of Promoters' Contribution from the opening balance of capital reserve, which was pending to be received from Government authorities. The amount has been reversed considering that receipt of grant is possible in nature and same shall be accounted on actual receipt basis.
17. Out of Sales Tax Deferment Loan of Rs. 2,473.34 lacs (Previous Year: Rs. 1,829.21 lacs) shown under the head "Unsecured Loans" (Schedule 4), an amount of Rs. 1,078.76 lacs (Previous Year: 1,829.21 lacs) is subject to final assessment by the Commercial Tax Department.
18. The Current Year's incremental depreciation charge on account of revaluation value of assets include additional depreciation charge of Rs. 290.35 lacs (Previous Year: Rs. Nil) on account of short provision of depreciation in the earlier years. An equivalent amount thereof has been withdrawn from revaluation reserve.
19. Prior period items consist personnel expenses related to previous year.
20. The figures of the previous year were audited by a firm of Chartered Accountants other than S.V. Ghatalia & Associates. These have been regrouped/rearranged wherever necessary to confirm to current year's classifications.

As per our Report of even date attached.

For S.V. Ghatalia & Associates
Firm Registration No. 103162W
Chartered Accountants

For and on behalf of the Board of Directors of
Riddhi Siddhi Gluco Biols Limited

per Santosh Aggarwal
Partner
Membership No. 093669

Sampatraj L. Chowdhary
Chairman

Ganpatraj L. Chowdhary
Managing Director

Place : Ahmedabad
Date : May 6, 2010

Kinjal Shah
Company Secretary

Balance Sheet Abstract

Additional Information pursuant to part IV of Schedule VI to the Companies Act, 1956

I Registration Details	
Registration No.	
State Code	13967
Balance Sheet Date	04
II Capital Raised During the year (Amount in thousands)	
Public Issue	31-03-2010
Bonus Issue	Nil
Right Issue	Nil
III. Position of Mobilization and Deployment of Funds (Amount in thousands)	
Total Liabilities	
Total Assets	4720898
Sources of Funds	4720898
Paid-up Capital	
Reserves & Surplus	161379
Secured Loans	1957747
Unsecured Loans	2002458
Deferred Tax Liability	259468
Application of Funds	339846
Net Fixed Assets & Capital Work in progress	
Investments	3252785
Net Current Assets	1007
Foreign currency monetary translation difference account	1462752
	4354
IV Performance of Company (Amount in thousands)	
Turnover with excise, sales tax and other income	
Total Expenditure	7632336
Profit before extraordinary items and tax	6707463
Profit before tax	764093
Profit after tax	764535
Earning Per Share (Rs.)-Basic & Diluted	392192
Dividend Rate	34.78
	Rs 5 per share
V Generic Name of Main Principal Products	
Product Description	Item Code No. (ITC Code)
i) Starch	
ii) Liquid Glucose	110812
iii) Dextrose Monohydrates	170230
	170230

For and on behalf of the Board of Directors of
Riddhi Siddhi Gluco Biols Limited

Sampatraj L. Chowdhary
Chairman

Ganpatraj L. Chowdhary
Managing Director

Place : Ahmedabad
Date : May 6, 2010

Kinjai Shah
Company Secretary