

16th

Annual Report

2009-2010



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BOARD OF DIRECTORS

Sh Kartikeya Sharma, Director
 Sh. Vinod Dada, Director
 Sh. Harvinder Chopra, Managing Director
 Sh. Akhil Dada, Director

AUDITORS

M/s Jain & Associates
 SCO: 819-820, Sector-22-A, Chandigarh.

BANKER

Punjab National Bank

REGISTERED OFFICE & FACTORIES

Village Bhadson,
 Umri-Indri Road,
 Tehsil-Indri, Distt. Karnal
 Haryana

CORPORATE OFFICE

276, Capt. Gaur Marg,
 Srinivas Puri, New Delhi

AUDIT COMMITTEE

Sh. Harvinder Chopra, Managing Director
 Sh. Vinod Dada, Director
 Sh. Akhil Dada, Director

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NOTICE

Notice is hereby given that the 16th Annual General Meeting of the share holders of the company will be held on, Thursday, 23rd September, 2010 at 04.00 P.M. at the Registered office of the company i.e. Village Bhadson, Umri - Indri Road, Tehsil-Indri, District Karnal, Haryana to transact the following business:-

As Ordinary Business

- 1) To receive, consider and adopt the Audited Balance Sheet as at 31st March 2010 and the Profit & Loss account of the company for the year ended on that date and the Auditor's and Director's report thereon.
- 2) To declare a Dividend on equity shares
- 3) To appoint a Director in place of Sh. Kartikeya Sharma, who retires by rotation and being eligible offers himself for re-appointment.
- 4) To appoint a Director in place of Sh. Vinod Dada, who retires by rotation and being eligible offers himself for re-appointment.
- 5) To appoint Auditors and fix their remuneration.

As Special Business

6. To consider and if thought fit to pass with or without modification the following resolution as an ordinary resolution:

"Resolved that in accordance with the provisions of sections 198, 269, 309 and read Schedule XIII and other applicable provisions if any, of the Companies Act 1956, or any Statutory modification(s) or reenactment thereof, approval of the Company be and is hereby accorded to the appointment of Sh. Harvinder Chopra as Managing Director of the company for a period of three years with effect from 2nd August, 2010 on a monthly remuneration of Basic Pay Rs. 5,00,000/- (Rs Five lacs only) and other terms and conditions as set out in the Explanatory Statement annexed to the Notice convening this meeting, with a liberty to the Board of Directors (hereinafter referred to as " the Board " which term shall include any committee of the Board constituted to exercise its powers ,including the powers conferred by this resolution) to alter and vary the terms and conditions and/or remuneration , including increase in salary subject to the same not exceeding the limits specified under Schedule XIII to the Companies Act, 1956 or any statutory modification(s) or reenactment thereof.

Further resolved that the Board be & is here by authorized to take all such steps as may be necessary, proper or expedient to give effect to this resolution"

By order of the Board

Sd/-

Kartikeya Sharma

(Director)

Place: New Delhi

Dated 02.08.2010

Notes:-

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the company.
2. (a) The company has already notified closure of Register of members and Share Transfer Books from Thursday 16th September 2010 to Thursday 23rd September 2010 (both days inclusive) for determining the names of members eligible for dividend on Equity shares, if declared at the meeting.
(b) The dividend on Equity shares, if declared will be paid on or after 23rd September 2010 to those members whose names shall appear on the company's Register of members on September 15th 2010: in respect of the shares held in dematerialized form, the dividend will be paid to the members whose names are furnished by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as beneficial owners as on that date.
3. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository participants with whom they are maintaining demat accounts. Members holding shares in physical form are requested to advise any change of address to the Company/Registrar and Share Transfer Agent.
4. The proxy forms duly signed and completed must be received at the Registered office of the company not less than 48 hours before the time and date fixed for the meeting.
5. Members are requested to bring at the meeting their copies of the Annual Report.
6. Members desiring of any information as regards to accounts are requested to write to the company at an early date so as to enable the management to keep the information ready.

Explanatory Statement

ITEM No.6

The Board of Directors of the company at its meeting held on 2/8/2010, has appointed Sh. Harvinder Chopra as Managing Director of the Company for a period of three years w.e.f. 2/8/2010 subject to approval of members, earlier he was working as Executive Director of the company.

Sh Harvinder Chopra is a qualified Chartered Accountant and is having experience of 25 years in Finance, Accounts, Project implementation, administration etc. He has been associated with the company from the inception, designing, construction, commissioning, expansion & successful running of the units at Bhadson, Umri- Indri road, Indri, Kamal, Haryana.

Reimbursement of expenses incurred on travelling, telephone and club membership shall be reimbursed and not considered as perquisite

DIRECTORS' REPORT

Dear Share Holders,

Your Directors have the pleasure in presenting their 16th Annual Report together with Audited Accounts of the Company for the year ended 31st March 2010

FINANCIAL RESULTS:

Particulars	31st March '10	(Rs. In lacs)
		31st March '09
Total Income	16989.26	14318.65
Increase/(decrease) of Stock in trade	718.33	(2565.10)
Profit before Interest & Depreciation	2957.08	1932.02
Less : Interest	392.97	570.89
Depreciation	346.80	395.18
Profit before Tax	1993.22	1190.04
Provision for Tax/Deferred Tax	1008.67	288.62
Net Profit	984.55	901.42

Review of the operations of Sugar Mill**1) Sugar Mill**

Sugar Mill commenced crushing operations for the season 2009-10 on 8.12.2009 and closed on 25.03.2010. The comparative operational results over the last two seasons are as follows:

Particulars	Season 2009-10	Season 2008-09
Duration (Days)	110	96
Sugarcane Crushed (Quintals)	2910239	2258273
Recovery (%)	9.43	10.07
Sugar produced (Bags)	275275	227370

During the season, the mill operated for 110 days and crushed 29.10 Lac Quintals of sugar cane. The Sugar Mill has produced 275275 bags of Sugar at an average recovery of 9.43%. The mill also produced 136515 quintals of molasses at an average recovery of 4.69%. The Sugar unit of the company has achieved turnover & other income of Rs 8765.91 lacs and earned a net profit of Rs.254.50 lacs during the year.

2) Distillery Unit

The distillery has produced 37.95 lacs cases of country liquor. The products of the distillery are well accepted by the people and have become popular brands in the State of Haryana. The distillery division has achieved a turnover & other income of Rs 8223.35 lacs & earned a net profit of Rs.730.05 lacs during the year. The distillery has sold 37.98 lac cases of liquor during the year.

Dividend

Your Directors have recommended a dividend of 10 % (Rs 1/- per equity share) for the financial year ended 31st March 2010 amounting to Rs.275.93 lacs (Inclusive of Dividend tax of Rs 40.08 lacs). The dividend will be paid to the members whose names appear in the register of Members as on September 15,2010 ; In respect of shares held in dematerialised form ,it will be paid to members whose names are furnished by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as beneficial owners as on that date.

Indian Sugar Industry

The sugar output in India, which was 26 million tones in 2007-2008, declined to 14.7 million tones in 2008-2009 and the production for the current crushing year is estimated at about 16.0 million tones.

Indian Sugar Mills Association (ISMA) has projected an output of sugar to 25 million tones for the crushing season 2010-2011.

Details of the Sugar cane production are as under:

Season	Sugar cane production (In Million tones)
1st October to 30th September	
2007-2008	340
2008-2009	274
2009-2010	300 (estimated)

Source: Indian Sugar Mills Association (ISMA)

Directors

Sh. Kartikeya Sharma & Sh. Vinod Dada, Directors of the Company retire by rotation and are eligible for the reappointment.

Auditors

M/s. Jain & Associates, Chartered Accountants Chandigarh, the Statutory Auditors of the Company, retiring at the conclusion of this Annual General Meeting and being eligible offer themselves for re-appointment. The Board recommends their appointment as Statutory Auditors of the Company for the year 2010-11.

Corporate Governance

Pursuant to clause 49 of the Listing Agreement with the Stock Exchange Mumbai, Management discussion and Analysis, Corporate Governance Report and Auditors certificate regarding compliance of conditions of corporate governance are made part of the Annual Report.

Personnel

The particulars of employees as per Section 217 (2A) of Companies Act 1956 read with the Company's (particulars of employees) Rules 1975 is nil.

Conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo:

As required under Section 217(1)(e) of the Companies Act 1956 read with Companies (Disclosure of particulars in the report of Board of Directors) Rule 1988, the information relating to the conservation of the energy, technology absorption and foreign exchange earning and outgo, is annexed and forms part of the report.

Director's responsibility statement

Pursuant to the provisions of Section 217(2AA) of Companies Act 1956, the Directors give hereunder the Directors Responsibility Statement on the accounts of the Company:

1. All the applicable accounting standards have been followed in the preparation of the accompanying account.
2. The Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable & prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year 31st March 2010 and the Profit & Loss of the Company for the said period.
3. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities, and
4. The Directors have prepared the Annual Account on going concern basis.

Acknowledgement

Your Directors would like to express their grateful appreciation for the assistance and cooperation received from the Financial institutions, Banks, Suppliers, Customers, Farmers and all other concerned with the Company during the year under review.

For Piccadilly Agro Industries Limited

Sd/-

(Harvinder Chopra)
Managing Director

Sd/-

(Kartikeya Sharma)
Director.

Place : New Delhi

Date : 2/8/2010

Annexure to the Directors Report for the year 2009-2010

Information as per section 217(1) (e) read with Companies (Disclosure of particulars in the report of Board of Director's) Rules 1988 and forming part of the Directors Report for the year ended 31st March 2010

1. CONSERVATION OF ENERGY

1. As regard energy conservation your company is giving prime consideration for energy saving since beginning with the result, steam consumption and power consumption has been reduced considerably. The measures taken for this energy saving are as under :-
- The dampers of F.D. I.D. Fans of all boilers are under automation reducing the electric power considerably. Mill has also been taken fully in automation reducing the load on D.C. drive.
 - To reduce the steam consumption in boiling house, the boiling house system of juice boiling and pan boiling has been modified on latest technology.
 - The data achieved with regards to conservation of energy is furnished below:-
- The Sugar unit of the company commenced the crushing w.e.f. 6.12.2009 and distillery unit remained operational through out the year, all the necessary steps have been taken by the company to conserve the energy at all the levels by optimum utilization.

A POWER & FUEL CONSUMPTION		
1	2009-10	2008-09
ELECTRICITY		
a) Purchased Unit	KWH	KWH
Total Units	539903	500312
Total Amount(Rs.)	2521349	2341462
Rate per unit(Rs.)	4.67	4.68
b) OWN GENERATION		
i) Through Diesel Generator		
Unit	KWH	KWH
Total Unit	1253580	294362
Units per Liter of Diesel Oil	4.60	5.11
Cost Per Unit (Rs.)	6.48	6.38
ii) Through Steam Turbine/Generator		
Unit	KWH	KWH
Total Units	9732480	8651240
Units per Ton of fuel(Bagasse)	Steam produced by use of own bagasse	Steam produced by use of own bagasse
Cost per Unit(Rs.)		
iii) Through Steam Turbine/Generator		
Unit	KWH	KWH
Others (Rice Husk)		
Total Units	3254571	
Units per Ton of fuel (Rice Husk)	Rice Husk used for steam production, the produced steam is used for Alcohol & Power generation	
Cost per Unit(Rs.)		
2. Coal/Furnace Oil		
	N.A	N.A
3. Consumption of Per Unit of Production		
Sugar (in lac Qtls)	2.75	2.72
Other (no of cases in lacs)	37.95	28.67
Electricity(Units) - Sugar	20.0	28.50
Electricity(Units) - Case	0.86	0.83

B. Technology Absorption

i) Research and Development

No research and development work has been carried out by the company therefore; there is no expenditure under this head.

ii) Technology Adaptation & Innovation.

The company is using well-proved indigenous technology for its sugar plant. However, the company has imported engineering & technology consultancy for its Bio-Methanisation Gas plant from Aqua Techno Asia Company Ltd, Thailand.

C. FOREIGN EXCHANGE EARNING AND OUTGO

Foreign Exchange Earning
Foreign Exchange Outgo

Nil

Rs3.55 lacs

For Piccadily Agro Industries Limited

Sd/-

(Harvinder Chopra)
Managing Director

Sd/-

(Kartikaya Sharma)
Director.

Place : New Delhi
Date : 2/8/2010

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

With a favorable climate and more area sown for sugarcane, the Indian Sugar Mills Association (ISMA) has estimated production for the season 2010-2011 around 25 million tones against the domestic consumption of 23 million tones.

The sugar season 2009-2010 commenced with an opening stock of about 4 million tones against 10 million tones of 2008-2009, whereas estimated production was slightly higher at 16 million tones against 14.7 million tones of previous year. The supply & demand gap however, increased substantially to about 6 million tones on account of low carry forward stocks at the beginning of season. The government relaxed the import policy to facilitate import of sugar to meet the supply demand gap by permitting the imports at nil duty, free from levy obligation, and freedom from regulation of release as well as stock limits, denying the domestic industry all benefits. The bulk consumers who account for more than 60 % of total consumption in the country were virtually directed by the government to source their supply of raw material through imports. As a result the domestic industry lost its major customer and also faced competition with imported sugar which is not only duty free but is also free from regulations.

Imports of Sugar

Our country imported about 7 million tones of sugar in 2008-09 and 2009-10 seasons of which 6 million tones is by way of raw sugar and the balance one million tones as white sugar by the imported trade at very high prices and consequently domestic industry also paid much higher cane price.

Prices of Sugar

While the stock position continues to remain tight there has been a sharp correction in the sugar prices since the peaks seen in early this year around Rs 40000/-per tonne which had fallen to Rs.28000/- in the month of April 2010.

Decontrol of Sugar Industry

Sugar is one of the most controlled industries in India. Attempts to decontrol sugar were made in 1971-72 and again in 1978-79 only to be rolled back. It is once again Government of India initiated reform process for decontrol of sugar. The main areas of control are:

1. Allocation of cane area: This purely discretionary power of the State governments. The allocation of cane area becomes more ad hoc when two factories vie for the same area. There is no predictable policy guideline.
2. Restrictions on setting up new factories: There are clear guidelines on the distance between two factories, irrespective of productivity and area under sugarcane
3. Statutory Minimum price: The cane price is fixed through Fair & Reasonable Price (FRP) and State Advised Price (SAP) by the respective governments
4. Restrictions on sale of sugar: Sugar is being sold by factories on the basis of release orders issued monthly (recently weekly) by the Sugar Directorate, Government of India.
5. Levy Sugar: A certain percentage of production in each sugar mill is allocated as levy sugar. This year it is 20% on production of sugar by a Mill.

Recently Government of India has announced that it will prepare a proposal for the sugar sector decontrol and the same will be placed before the ministers of cabinet in the next three months.

Future prospects

Indian Sugar Mills Association (ISMA) has earlier forecasted 23 million tones of sugar for 2010-11 has been revised to 25 million tones of sugar due to better yield of sugarcane. Output of sugar cane which was 274 metric tones for year 2009-10 has been estimated 300 metric tones for the year 2010-2011. This will reduce the demand & supply gap following an increase in sugar production from 14.5 million tones in 2008-2009 & 16 million tones in 2009-2010

Ethanol

Presently 5 % is permitted by Government of India and Group of Ministers endorsed a price of Rs. 27 per liter last month. The price is yet to be notified

Distillery

The Distillery of the company was commissioned in the year 2007 and since then it has been continuously improving the various grades of spirits ENA/ RS.

The distillery plant meets out 100% pollution control norms, the treated effluent is not discharged outside and in turn is mixed and cured with organic mass like press mud of sugar mills and suitable organic manures to manufacture Bio compost, a bio fertilizer used successfully in growing the crop of sugarcane.

In a short span of time the company has been able to produce liquor along with Sugar. The Company's approach of understanding the market, market demands, consumer satisfaction has yielded it as one of topmost seller of country liquor in Haryana

Backward Integration

The very first backward integration project has come in the form of setting up automatic 750 ml & 180ml PET bottle plant. The unit is now producing 630 lacs of pet bottles per annum to cater for distillery's own consumption. The unit has not only eliminated the pressure of PET bottle suppliers but has also provided a kind of diversified manufacturing base for future business.

Out Look / Projection:

The company's projection on crushing of Sugarcane for the current year 2010-2011 is 35 lac quintals. Company has been making all out efforts to encourage & motivate the farmers to cultivate the crop of sugarcane by providing the guarantee for the cane loans, pesticides, seeds to the cane growers.

Risk and Concern

The urban people in India are now becoming Health conscious and firmly believe that consuming of sugar in any form has adverse effect on human health. As a result of this people have restricted the consumption of Sugar. Studies by various health organizations have found no evidence where the sugar has been related to Diabetics or any other illness.

Internal Control System & their adequacy

The auditors have felt that the company has a reasonable system of authorization at proper levels with necessary controls on the purchase of sugar cane, issue of materials and components & other related system of Internal control is commensurate with the size of the company. They also felt that the company has a reasonable system of recording receipts of raw materials and components and the company is recording the sales and purchase through the software. The Software engineers regularly check software programme.

Material Development In HRD/IR

The current strength of the company is 70 and company engages the contract labour during off-season and in season.

CORPORATE GOVERNANCE REPORT

In compliance with the Corporate Governance requirements as stipulated in clause 49 of the Listing Agreement with the Stock Exchange, the company has been incorporating for the past few years, a separate section on Corporate Governance in its Annual report. The shareholders and investors would have found the information informative and useful.

Company's policies on the Corporate Governance and due compliance report on specific areas where ever applicable for the financial year ended 31st March 2010 are given here under divided into following areas:

1. Company's philosophy on Corporate Governance

The company adheres to good corporate practices and is constantly striving to better them and adopt the best practices. It is believed that adherence to business ethics and commitment corporate social responsibility would help the company achieve its goal of maximizing value of its stakeholders.

2. Board of Directors

The Board consists of four Directors. The Directors on our board are highly qualified and experienced individuals who are active participants in the decision-making process and provide guidance and objective judgment to the company. The names of the director are following: -

	Name of Directors	Nature
1	Sh.Kartikeya Sharma	Promoter Director
2	Sh. Vinod Dada	Independent Director
3	Sh. Akhil Dada	Independent Director
4	Sh. Harvinder Chopra	Professional Director

Attendance of each director at the Board meeting, last Annual General Meeting and number of other directorship of each Director in various companies.

Name of Directors	Attendance Particulars		No. of other Directorship	Member of Committee
	Board Meeting	Last AGM		
Sh. Kartikeya Sharma	6	No	18	-
Sh. Vinod Dada	8	Yes	2	4
Sh Akhill Dada	8	No	-	2
Sh. Harvinder Chopra	8	Yes	6	3

During the period starting from June 2009 to May 2010, eight Board Meetings were held on 30th June 2009, 31st July 2009, 29th September 2009, 31st October 2009, 30th November 2009, 30th January 2010, 23rd March 2010, 29th May 2010

3 Audit Committee

The Board of the company has constituted an Audit Committee of three Directors, Sh. Harvinder Chopra, Sh. Vinod Dada & Akhil Dada. The constitution of Audit Committee meets with the requirements of Section 292 A of the Companies Act, 1956.

Terms of Reference

The terms of reference stipulated by the Board to the Audit Committee are following

- ▶ The members of the Audit Committee shall elect the Chairman from amongst themselves.
- ▶ The Annual Report of the company shall disclose the composition of the Audit Committee.
- ▶ Every Audit Committee shall act in accordance with terms of reference to be specified in writing by the Board.
- ▶ The Audit Committee should have discussions with the Auditors periodically about internal control systems, the scope of Audit including the observations of the Auditors and review the half yearly and annual financial statement before submission to the Board and also ensure compliance of internal control systems.
- ▶ The Audit Committee should have authority to investigate into any matter in relation to the items specified in section 292 A of the Companies Act 1956 or referred to it by the Board and for this purpose, shall have full access to the information contained in the records of the company and external professional advice, if necessary.
- ▶ The Chairman of the Audit Committee shall attend the Annual General Meeting of the company to provide any clarification on matters relating to audit.
- ▶ To seek information from any employee.
- ▶ To investigate any activity within its terms of reference.
- ▶ To obtain outside legal or professional advice.
- ▶ To secure attendance of outsiders with relevant expertise, if it considers necessary.
- ▶ Discussion with the internal auditors any significant findings and follow up thereon.
- ▶ The Chairman of the Audit Committee shall attend the Annual General Meeting of the company to provide any clarification on matters relating to audit sought by the members of the company.

During the year the Audit Committee meetings were held on 29/06/2009, 30/10/2009, 28/01/2010 & 28/5/2010

4. (A) General Body Meeting

Location and time for last 3 Annual General Meetings:

Year	Meeting	Location	Date	Time
2007	AGM	Piccadily Agro Industries Limited, Village Bhadson, Umri-Indri Road, Tehsil Indri, Distt Kamal, Haryana	Saturday 29/09/2007	10.30AM
2008	AGM	Piccadily Agro Industries Limited, Village Bhadson, Umri-Indri Road, Tehsil Indri, Distt Kamal, Haryana	Saturday 27/9/2008	10.30 AM
2009	AGM	Piccadily Agro Industries Limited, Village Bhadson, Umri-Indri Road, Tehsil Indri, Distt Kamal, Haryana	Saturday 26/9/2009	4.00 PM

During the year postal ballots were invited for amending Memorandum of Association in pursuance to Section 17 read with Section 192 A and rules issued there under and other applicable provisions, if any, of the Companies Act, 1956. The Object Clause - III A of the Memorandum of Association of the company stands altered through Postal Ballot by the members of the company by inserting the following sub clause no. 4 & 5 after sub clause no 3:

4. To carry on all or any of the business of manufacturers, importers, exporters, dealers in all types and grades of Beer and its allied products.
5. To carry on all or any of the business of manufacturers, importers, exporters, dealers in all types and grades of milk, milk products, diary products, chocolates etc., and its allied products.

In terms of the scrutinizer Report, the result on the proposed special resolution as per the votes, cast through ballot papers received by post was passed as per following details :

- A. 1,61,73,839 votes were casted in favour of the Resolution
- B. 2,400 votes were casted against the Resolution
- C. 20 no's ballot Forms considered invalid

(B) Book Closure Date

16th September 2010 to 23rd September 2010 for payment of dividend is 10% of the face value.

(C) Dividend Payment Date

The company has declared dividend of Rs 1.00 per Equity share will be paid on or after 23rd September 2010

5. Means of Communication

The quarterly results are published in the Business Standard (English & Hindi)

6. Listing of Stock Exchange & Stock Code

The shares of the company continue to be listed on The Stock Exchange, Mumbai. (BSE) & Stock code of the company is 530305

Note: Company has already made the payment of Annual listing Fees for the year 2010-2011

7. Stock Market Data

The details of monthly highest and lowest closing quotations of the Equity Shares of the company and number of shares traded during the each calendar month at Bombay Stock Exchange Limited during the year ended 31st March 2010 as are under :

Month	High (Rs.)	Low (Rs)	Total no shares traded
April 2009	8.25	5.93	730563
May 2009	9.05	6.65	526731
June 2009	10.49	7.01	267964
July 2009	11.50	7.09	427966
August 2009	20.79	10.45	1804218
September 2009	16.65	12.15	571506
October 2009	17.80	12.70	828718
November 2009	17.80	13.00	431599
December 2009	18.90	15.20	640622
January 2010	28.10	16.90	1710054
February 2010	24.50	18.50	566684
March 2010	20.70	16.95	819763

8 Share Transfer System

Shares after transfer are dispatched within the time subject to the documents being valid and complete in all respect through share transfer committee. During the year 11 Share Transfer Committee Meeting were held.

9 Distribution of Shareholding as at 31st March 2010

Shares holding of nominal value of Rs.10/- each	Share holders		Number of shares	Amount (In Rs)	Total (In %)
	Number	(In %)			
Upto 2500	4318	38.53	752276	7522760	3.19
2501-5000	4527	40.39	1664146	16641460	7.06
5001-10000	1527	13.63	1120272	11202720	4.75
10001-20000	461	4.11	656916	6569160	2.79
20001-30000	141	1.26	359415	3594150	1.52
30001-40000	49	0.44	178547	1785470	0.76
40001-50000	57	0.51	269440	2694400	1.14
50001-100000	67	0.59	471133	4711330	2.00
100001 & above	60	0.54	18112675	181126750	76.79
Total	11207	100.00	23584820	235848200	100.00

Share Holding Pattern at 31st March 2010

	Number of Equity Shares	Percentage
Promoters	18165305	68.54
Bodies Corporate	773929	3.28
Individuals	6260771	26.55
NRI	254619	1.08
Clearing Members	36417	0.15
HUF	93779	0.40
Total	23584820	100

10. Outstanding GDRs/ ADRs warrants or convertible instruments, conversion data and likely impact on equity. N.A.

11. Demat of Shares as on 31/03/2010

The detail of demat of shares is as under:

	Number of Equity Shares	Percentage
NSDL	6360212	26.97
CDSL	4274368	18.12
PHYSICAL	12950240	54.91
TOTAL	23584820	100.00

Company has already made the Annual Payment Fees of both NSDL & CDSL

12. DISCLOSURES

- a) Disclosure on materially significant related party transaction i.e. transactions of the company of material nature, with its promoters, directors or the management, their subsidiaries or relatives etc., that may have potential conflict with the interest of the company at large.
There are no transactions with any of the related Parties were in conflict with the interests of the company.
- b) Details of non-compliance by the company, penalties and strictures imposed on the company by Stock Exchange or SEBI or any statutory Authority, on any matter related to capital markets, during the last three years.
No penalties, strictures were imposed on the company by Stock Exchange or SEBI or any Statutory Authority, on any matter related to capital markets, during the last three years.

13. Registrar for Demat & Transfer of Shares

Abhipra Capital Ltd.,
Ground Floor, Abhipra complex, Dilkhush Industrial Area,
A-387, GT Karnal Road, Azadpur, Delhi-110033

14. Address for Correspondence

Piccadily Agro Industries Limited
Village Bhadson, Umri Indri Road, Tehsil-Indri,
District Karnal, Haryana

15. Plants Location

Piccadily Agro Industries Limited
Village Bhadson, Umri Indri Road, Tehsil-Indri,
District Karnal, Haryana

16. Annual General Meeting Date, Time & Venue

Date : 23rd September 2010 (Thursday)

Time : 4.00 P.M.

Venue : Village Bhadson, Umri Indri Road, Tehsil-Indri, District Karnal, Haryana

**AUDITOR'S CERTIFICATE ON COMPLIANCE OF CONDITIONS
OF CORPORATE GOVERNANCE**

We have examined the compliance of the conditions of Corporate Governance by Piccadily Agro Industries Ltd. for the year ended 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange, Mumbai.

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

In our opinion and to the best of our information and explanations given to us, we certify that company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

On the basis of representation received from company, we state that during the year ended 31st March 2010 no investor grievances were pending for a period exceeding one month except where dispute or for want of completion of legal formalities. 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.

Place : New Delhi
Dated : 2-8-2010

For Jain & Associates
Chartered Accountants
Sd/-
Neeraj Jain
PARTNER

AUDITOR'S REPORT

To

The Members of

PICCADILY AGRO INDUSTRIES LIMITED,

We have audited the attached Balance Sheet of M/s PICCADILY AGRO INDUSTRIES LIMITED as at 31st March 2010 and the Profit & Loss Account and Cash Flow Statement of the Company for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount 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.

1. As required by Companies (Auditors' Report) Order 2003, issued by the Central Government of India in terms of Section 227(4A) of the Companies Act 1956, we annex hereto a statement on the matters specified in paragraph 4 and 5 of the said order.
2. Further to our comments in the annexure referred to in paragraph 1 above, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion, the Company has kept proper books of account as required by law so far as appears from our examination of the books.
 - c) The Balance Sheet and Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet, Profit & Loss Account are in compliance with accounting standards specified by The Institute Of Chartered Accountants of India referred to in Section 211(3C) of Companies Act, 1956 .
 - e) On the basis of the written representations received from the Directors as on 31.3.2010 & taken on record by the Board of Directors, we report that none of the Directors is disqualified from being appointed as a Director in terms of Clause (g) of sub-section (1) of Sec 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to explanations given to us, the said accounts read together with notes thereon, give the information required by the Companies Act, 1956 in the manner so required and also give a true and fair view.
 - i) In the case the Balance Sheet, of the state of affairs of the Company as at 31st March 2010.
 - ii) In the case of Profit and Loss Account, of the Profit for the year ended on that date.
 - iii) In case of Cash Flow Statement, of the cash flows for the year ended on that date.

Place : New Delhi
Dated : 29-05-2010

For Jain & Associates
Chartered Accountants
Neeraj Jain
PARTNER
M.No. 89477

ANNEXURE TO THE AUDITORS' REPORT

- I. In respect of its fixed assets:
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) According to the information and explanations given to us, the company has a system of physical verification of all its fixed assets during the year . In our opinion having regard to the size of the company and the nature of its assets, the programme of verification is reasonable. No material discrepancies have been noticed in respect of assets physically verified.
 - c) During the year, Company has not disposed of any substantial / major part of fixed assets.
- II. In respect of its inventories:
 - a) The inventory was physically verified during the year by the management. In our opinion, frequency of verification is reasonable.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us and on the basis of our examination of the

- records of inventory, the Company is maintaining proper records of its inventory. The discrepancies noticed on physical verification of inventory as compared to the book records were not material and have been properly dealt with in the books of account.
- III. a) According to the information and explanations given to us, 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.
b) According to the information and explanations given to us, the company has not taken secured or unsecured loans from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act 1956.
 - IV. 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.
 - V. In respect of particulars of contracts or arrangements and transactions entered in the register maintained in pursuance of section 301 of the Companies Act 1956. To the best of our knowledge and belief and according to the information and explanation given to us, the Company has not entered into any transaction that needed to be entered into the register maintained u/s 301 of the Companies Act, 1956.
 - VI. In our opinion, the Company has not accepted deposit under the provisions of section 58A and 58AA of the Companies Act 1956 and the rules framed there under and the directives issued by the Reserve Bank of India.
 - VII. In our opinion, the Company has internal audit system which commensurate with the size and nature of its business.
 - VIII. The Company is required to maintain cost records under section 209(1)(d) of the Companies Act, 1956 for the products of the company and according to the information and explanation given to us, the company has maintained proper records as prescribed by the Central Government .
 - IX. According to the information and explanations given to us in respect of Statutory and other dues:
 - a) The company is regular in depositing undisputed statutory and other dues, including provident fund, Investor Education & Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other statutory dues with the appropriate authorities during the year.
 - b) As per the information and explanation given to us, no disputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty and Cess were outstanding as on 31.03.2010.
 - X. The Company has no accumulated losses as at the end of the year and the Company has not incurred cash losses during the current and the immediately preceding financial year.
 - XI. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to financial institutions and banks.
 - XII. According to the information and explanations, given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
 - XIII. The Company does not fall within the category of Chit fund/Nidhi/Mutual Benefit fund/Society and hence the related reporting requirements are not applicable.
 - XIV. According to information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments and hence the related reporting requirements are not applicable.
 - XV. The Company has not given any guarantee to third party from banks or financial institutions.
 - XVI. To the best of our knowledge and belief and according to the information and explanations given to us, term loans availed by the company were, prima facie, applied by the company during the year for the purposes for which the loans were obtained.
 - XVII. According to the records examined and as per the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima facie, have not been used during the year for long term investment and vice-versa.
 - XVIII. The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act 1956, during the year.
 - XIX. The Company has not issued any debentures during the year.
 - XX. The Company has not raised any monies by way of public issue during the year .
 - XXI. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the year.

For Jain & Associates
Chartered Accountants

Sd/-
Neeraj Jain
PARTNER
M.No. 89477

Place : New Delhi
Dated : 29-05-2010

BALANCE SHEET AS ON 31.03.2010

(Amount in Rs.)

	SCH.	CURRENT YEAR 2009-10	PREVIOUS YEAR 2008-09
I SOURCES OF FUNDS			
1. SHARE CAPITAL	1	239,067,200.00	239,067,200.00
2. RESERVES & SURPLUS	2		
a) Reserves		84,905,530.04	14,043,726.02
b) Capital Receipt		194,891,714.17	194,891,714.17
3. LOAN FUNDS			
Secured Loans	3	602,234,317.05	621,950,390.46
4. DEFERRED TAX LIABILITY		83,828,764.16	16,930,829.16
TOTAL		1,204,925,525.42	1,086,883,659.81
II APPLICATION OF FUNDS			
1. FIXED ASSETS	4		
a) Gross Block		1,167,478,844.74	836,236,785.72
b) Less: Depreciation		432,018,110.18	374,929,264.90
c) Net Block		735,460,534.56	461,307,520.82
d) Capital Work-in-Progress		137,548,581.94	432,903,944.51
TOTAL 'A'		873,007,116.50	894,211,465.33
2. INVESTMENTS	5	7,388,364.45	7,388,364.45
TOTAL 'B'		7,388,364.45	7,388,364.45
3. CURRENT ASSETS, LOANS & ADVANCES	6		
Inventories		435,193,150.87	326,175,308.99
Sundry Debtors		19,870,483.89	15,880,309.39
Cash & Bank Balances		16,185,740.76	2,598,755.19
Loans & Advances		228,540,139.48	94,281,418.71
		699,789,515.00	438,935,792.28
Less: Current Liabilities & Provisions	7		
Current Liabilities		312,246,194.53	240,711,199.06
Provisions		63,013,276.00	12,940,783.19
Net Current Assets	TOTAL 'C'	324,530,044.47	185,283,830.03
TOTAL (A) + (B) + (C) :-		1,204,925,525.42	1,086,883,659.81
ACCOUNTING POLICIES, NOTES FORMING PART OF ACCOUNTS & GENERAL BUSINESS ABSTRACT	15		

In terms of our separate report of even date

Sd/-
(Kartikya Sharma)
Director

Sd/-
(Harvinder Chopra)
Executive Director

for Jain & Associates
Chartered Accountants

Sd/-
(Neeraj Jain)
Partner

Place : New Delhi
Date: 29-05-2010

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

PARTICULARS	SCHEDULE	(Amount in Rs.)	
		CURRENT YEAR 2009-10	PREVIOUS YEAR 2008-09
INCOME			
Sales	8	1,879,741,389.47	1,455,826,467.00
Less:- Excise Duty		(206,880,330.00)	(60,903,774.00)
Sales net of Excise Duty		1,672,861,059.47	1,394,922,693.00
Other Miscellaneous Income		26,065,003.85	36,941,611.48
Closing Stock :			
Work In Progress		16,109,483.26	29,412,934.74
Finished goods		367,186,563.00	282,050,785.55
		<u>2,082,222,109.58</u>	<u>1,743,328,024.77</u>
EXPENDITURE			
Opening Stock :			
Work In Progress		29,412,934.74	11,776,739.59
Finished goods		282,050,785.55	556,197,022.46
Raw Material Consumed	9	1,103,807,639.28	704,628,886.57
Manufacturing Expenses	10	286,611,706.68	211,114,049.26
Employment Costs	11	40,070,253.00	34,252,987.94
Administrative & other Expenses	12	34,798,857.67	25,553,404.63
Financial Expenses	13	39,296,990.99	34,679,535.06
Selling Expenses	14	3,487,912.00	6,602,767.00
Depreciation	4	57,088,845.29	39,518,408.52
Previous year Expenses		6,273,955.37	-
		<u>1,882,899,880.57</u>	<u>1,624,323,801.03</u>
Profit Before Tax		199,322,229.01	119,004,223.74
Wealth-Tax (Previous Years)		67,334.00	62,471.00
Fringe Benefit Tax(Previous Years)		29,083.00	424,875.00
Provision for deferred tax assets/liability		66,896,135.00	16,856,122.00
Provision for M.A.T.		33,674,813.00	11,518,100.19
Profit After Tax		98,454,864.01	90,142,655.55
Appropriations			
Provision for Dividend on Equity Shares		23,584,820.00	-
Provision for Tax on Dividend		4,008,240.00	-
Balance Carried to Balance Sheet		70,861,804.01	90,142,655.55
Basic /Diluted Earning Per Share		4.17	3.82
Nominal Value of each share		10.00	10.00

In terms of our separate report of even date

Sd/-
(Kartikeya Sharma)
Director

Sd/-
(Harvinder Chopra)
Executive Director

for Jain & Associates
Chartered Accountants

Sd/-
(Neeraj Jain)
Partner

Place : New Delhi
Date: 29-05-2010

SCHEDULE '1' FORMING PART OF BALANCE SHEET

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2009-10	PREVIOUS YEAR 2008-09
SHARE CAPITAL		
(A) Authorised		
27000000 Equity Shares of Rs.10/- each	<u>270,000,000.00</u>	<u>270,000,000.00</u>
(B) Issued, Subscribed and Paid up		
23584820 Equity Shares of Rs. 10/- each fully Called up & paid up.	<u>235,848,200.00</u>	<u>235,848,200.00</u>
Add Forfeited Shares:- (643800 Shares of Rs.10 Each on which Rs.5/- paid up)	<u>3,219,000.00</u> <u>239,067,200.00</u>	<u>3,219,000.00</u> <u>239,067,200.00</u>

SCHEDULE '2' FORMING PART OF BALANCE SHEET**RESERVES & SURPLUS**

A) Reserves		
Share Premium Account	<u>9,721,800.00</u>	<u>9,721,800.00</u>
General Reserve		
Transfer From Profit & Loss A/c	<u>70,861,804.01</u>	<u>90,142,655.55</u>
Add/Less(-) Opening Balance of Profit & Loss A/c	<u>4,321,926.03</u>	<u>(85,820,729.53)</u>
Total (A) :-	<u>84,905,530.04</u>	<u>14,043,726.02</u>

B) CAPITAL RECEIPT

Capital receipt in pursuance of Sugar Incentive scheme 1993 for repayment of Term Loans	<u>194,891,714.17</u>	<u>194,891,714.17</u>
Total (B) :-	<u>194,891,714.17</u>	<u>194,891,714.17</u>
Total (A+B) :-	<u>279,797,244.21</u>	<u>208,935,440.19</u>

SCHEDULE '3' FORMING PART OF BALANCE SHEET

PARTICULARS	CURRENT YEAR	(Amount in Rs.) PREVIOUS YEAR
	2009-10	2008-09
SECURED LOAN		
A. Loans and Advances from Bank		
i) Cash Credit Accounts	<u>326,010,839.86</u>	<u>301,689,366.76</u>
Total A	<u>326,010,839.86</u>	<u>301,689,366.76</u>
B) From Others:-		
i) Term Loan Agst. Excise - P.N.B. A/c 2515	90,800,000.00	94,800,000.00
ii) Interest Accrued on Above Excise Loan	960,770.00	989,105.00
iii) Term Loan From P.N.B. - Ethanol Project	71,832,951.00	86,232,951.00
iv) Interest Due But not Paid on Above Term Loan - Ethanol Project	709,809.00	966,957.00
v) Term Loan from SDF (Modernisation & Expansion)	28,448,800.00	42,673,200.00
vi) Interest on Above SDF Loan	13,014,998.80	19,353,040.80
vii) Term Loan from SDF Loan - Ethanol Project	49,692,500.00	67,762,500.00
viii) Interest on Above SDF Loan	562,388.00	1,493,412.00
viii) Term Loan from SDF Loan(Raw Sugar Machinery)	16,000,000.00	-
ix) Interest on Above SDF Loan	35,068.00	-
x) Vehicle Loans	4,366,182.39	6,209,857.90
Total B	<u>276,223,477.19</u>	<u>320,261,023.70</u>
Total A+B	<u>602,234,317.05</u>	<u>621,950,390.46</u>

- A i) Cash Credit accounts are secured by first charge on present & future book debts, whole of current assets namely stock of raw material, stock in process, semi finished & finished goods, stores & spares relating to plant & machinery (consumable Store & spares) bills receivable and book debts and all other moveable both present & future & further secured by third charge on fixed assets of the company and personally guaranteed by promoters.
- B i) Term loan from Punjab National Bank against Excise Duty 906.00 Lacs (946.00 Lacs) is secured against 3rd Charge on the block assets of the company at Village Bhadson, Umri-Indri Road, Tehsil - Indri, Distt. - Kamal, Haryana & the charge shall rank pari passu with existing charges created or agreed to create thereon in favour of Punjab National Bank.
- ii) Interest accrued but not due Rs.130.15 Lacs (Rs. 193.53 lacs) is as per terms and condition for date & year from which repayment will commence as stipulated by SDF of Govt. of India Ministry of Consumer Affairs, Food and Public Distribution, New Delhi.
- iii) Term Loan for Ethanol Project from is secured against Hypothecation of all the moveable/fixed Assets acquired/forming part of Manufacturing Unit/Plant for manufacture of Ethanol from molasses etc. at Village Bhadson, Tehsil - Indri, Distt. - Kamal, Haryana along with indigenous/imported Plant & Machinery/Equipments and other Miscellaneous fixed assets and first charge on all present & future block of assets situated at Village Bhadson, Umri - Indri Road, Kamal, Haryana.
- iv) Term loan from SDF (for Moderination & Expansion) Rs.284.49 Lacs (Rs.426.73 Lacs) and Term Loan From SDF (Machinery for processing of Raw Sugar) Rs.160 Lacs (Previous Year Nil) is secured against second charge on movable properties including its movable plant and machinery , machinery spares , tools & accesories and other movable and further secured on second charge against land ,Building ,Plant & Machinery, Furniture & Fixtures of the company.
- v) Vehicle Loans from banks are secured by hypothecation of vehicles under Hire purchase Agreement.

SCHEDULE "4" FORMING PART OF BALANCE SHEET AS ON 31.3.2010

FIXED ASSETS-	G R O S S B L O C K A T C O S T				D E P R E C I A T I O N			N E T B L O C K	
	GROSS BLOCK AT COST ON 01/04/09	ADDITIONS/ADJUSTMENTS DURING THE YEAR	TRANSFERS/SALE	TOTAL COST AS ON 31/03/2010	DEPRECIATION UPTO 31/03/09	DEPRECIATION DURING THE YEAR	DEPRECIATION WRITTEN BACK	TOTAL DEPRECIATION AS ON 31.03.2010	BALANCE AS ON 31.03.2009
Land	26,105,761.44	-	-	26,105,761.44	-	-	-	26,105,761.44	26,105,761.44
Building	127,770,240.09	32,604,011.16	-	160,374,251.25	42,993,075.76	5,294,629.60	-	48,277,705.36	112,096,545.89
Plant & Machinery	644,797,251.41	291,899,370.81	-	936,696,622.22	316,787,721.41	48,243,349.89	-	365,031,071.30	571,665,550.92
Building/Office Flat	2,578,000.00	-	-	2,578,000.00	228,403.94	96,105.20	-	314,509.14	2,263,490.86
Furniture & Fixture	5,220,483.01	200,866.00	-	5,421,349.01	1,640,703.84	344,485.56	-	1,985,189.40	3,436,179.61
Office Equipment	4,213,206.26	828,204.60	-	5,041,410.86	1,973,662.69	332,990.75	-	2,306,483.43	2,734,927.43
Vehicle	24,512,465.51	5,719,406.45	-	30,231,871.96	11,016,532.73	2,752,176.44	-	13,768,709.17	16,463,162.79
Tractor	1,039,438.00	-	-	1,039,438.00	289,334.54	40,127.64	-	329,462.18	709,975.82
TOTAL:-	636,236,785.72	331,241,459.02	-	1,167,478,244.74	374,929,264.90	57,980,845.29	-	432,918,110.19	735,489,134.56
PREVIOUS YEAR	772,643,733.64	63,593,052.06	-	836,236,785.72	335,410,656.38	36,516,408.52	-	371,929,264.90	461,307,520.82
Capital Work in Progress									
1. Ethanol Unit									
Building under construction	22,212,056.29	10,118,738.87	32,330,786.16	-	-	-	-	-	22,212,056.29
Exp. pending capitalisation	38,074,482.89	902,012.00	39,976,494.89	-	-	-	-	-	38,074,482.89
Machinery Under Installation	231,111,101.84	173,502,143.54	286,582,864.05	116,330,381.33	-	-	-	116,330,381.33	231,111,101.84
Misc. Fixed Assets	50,643,312.34	-	50,643,312.34	-	-	-	-	-	50,643,312.34
Land & Site Development	565,202.75	-	565,202.75	-	-	-	-	-	565,202.75
Vehicle	1,422,483.45	-	1,422,483.45	-	-	-	-	-	1,422,483.45
Office Equipment	171,608.14	-	171,608.14	-	-	-	-	-	171,608.14
Furniture & Fixture	171,009.00	-	171,009.00	-	-	-	-	-	171,009.00
Advances for Capital Goods	86,282,567.83	(81,087,796.23)	-	5,194,769.61	-	-	-	-	5,194,769.61
2. Expansion Under Implementation									
Furniture & Fixture	1,250,118.00	16,021,431.00	1,250,118.00	16,021,431.00	-	-	-	16,021,431.00	1,250,118.00
Advances for Capital Goods	432,963,844.53	119,756,928.19	416,113,880.79	137,646,591.94	-	-	-	137,646,591.94	432,963,844.53
TOTAL:-	274,362,753.51	189,362,298.05	1,781,873.99	432,963,844.53	-	-	-	432,963,844.53	274,362,753.51
PREVIOUS YEAR									

SCHEDULE '5' FORMING PART OF BALANCE SHEET

PARTICULARS	(Amount in Rs.)	
	CURRENT YEAR 2009-10	PREVIOUS YEAR 2008-09
INVESTMENT		
Piccadily Sugar & Allied Industries Ltd.	7,388,364.45	7,388,364.45
Total	<u>7,388,364.45</u>	<u>7,388,364.45</u>

SCHEDULE '6' FORMING PART OF BALANCE SHEET**CURRENT ASSETS, LOANS AND ADVANCES****A. CURRENT ASSETS****INVENTORIES**

(As per inventories taken valued & certified by the management)

i) STORES & SPARES	22,185,236.48	13,157,380.00
ii) STOCK IN TRADE		
Raw Material	29,711,868.13	1,554,208.70
Work in process	16,109,483.26	29,412,934.74
Finished Goods	367,186,563.00	282,050,785.55
Total 'A'	<u>435,193,150.87</u>	<u>326,175,308.99</u>

SUNDRY DEBTORS

(Unsecured but considered good)

Debts Outstanding for a period exceeding six months

Other Debts

	88,104.00	169,095.00
	19,782,379.89	15,711,214.39
Total 'B'	<u>19,870,483.89</u>	<u>15,880,309.39</u>

CASH IN HAND & BANK BALANCES

a) CASH IN HAND

b) BALANCES WITH SCHEDULED BANKS

i) Current Accounts

ii) Fixed Deposits

iii) Interest Accrued on FDR

	1,840,084.06	104,979.06
	13,196,352.70	1,017,320.13
	1,100,000.00	1,200,000.00
	49,304.00	276,456.00
Total 'C'	<u>16,185,740.76</u>	<u>2,598,755.19</u>

B. LOANS AND ADVANCES

(Unsecured but considered good unless otherwise stated)

Advances recoverable in cash or in kind or for value to be received
Security Deposit

	226,787,509.48	92,530,788.71
	1,752,630.00	1,750,630.00
Total 'D'	<u>228,540,139.48</u>	<u>94,281,418.71</u>

TOTAL (A+B+C+D)699,789,515.00 438,935,792.28

SCHEDULE '7' FORMING PART OF BALANCE SHEET

PARTICULARS	(Amount in Rs.)	
	CURRENT YEAR 2009-10	PREVIOUS YEAR 2008-09
CURRENT LIABILITIES & PROVISIONS		
A. CURRENT LIABILITIES		
Sundry Creditors - Micro & Small Enterprises		
Sundry Creditors - Other than Micro & Small Enterprises	106,515,420.58	109,568,901.66
Creditor for Capital goods	14,023,148.33	5,937,403.37
Expenses Payable	6,161,279.00	3,752,060.00
Statutory Liabilities	35,746,706.38	23,939,288.00
Other Liabilities	149,799,640.24	97,513,546.03
Total (A) :-	312,246,194.53	240,711,199.66
B. PROVISIONS		
Gratuity	1,545,403.00	1,422,663.00
Dividend on Equity Shares	23,584,820.00	-
Tax on Dividend	4,008,240.00	-
Minimum Alternate Tax (MAT)	33,874,813.00	11,518,100.19
Total (B) :-	63,013,276.00	12,940,763.19
Total (A+B) :-	375,259,470.53	253,651,962.25

SCHEDULE '8' FORMING PART OF BALANCE SHEET**SALES & OTHER INCOME**

Sugar Sale	826,212,573.00	828,317,136.00
Molasses Sales	80,198,523.00	151,569,502.00
Country Liquor Sale	928,603,013.00	466,139,933.00
D-Nature Sale	2,808,500.00	428,016.00
Bottling Charges	-	924,818.00
Sale of Grain	24,325,580.47	-
Hire Charges Income	-	2,346,774.00
Sale Bio-Compost Fertilizers	17,593,200.00	8,100,290.00
TOTAL (A) :-	1,879,741,389.47	1,455,826,467.00
Misc Income	26,065,003.85	36,941,611.48
TOTAL (B) :-	26,065,003.85	36,941,611.48
TOTAL (A+B) :-	1,905,806,393.32	1,492,768,078.48

SCHEDULE '9' FORMING PART OF BALANCE SHEET**COST OF RAW MATERIAL**

Opening stock of cane	-	87,969.00
Opening stock of Molasses	1,456.50	753,063.79
Opening stock of Grain	1,552,752.20	-
Opening stock of R.S.	-	627,200.00
Sugar cane purchased	760,928,049.90	440,791,596.38
Rectified Spirit Purchased	141,375,536.00	100,060,589.00
Rectified Spirit Import Fee	3,183,020.00	3,465,835.00
Molasses Purchased	111,821,122.38	158,844,089.90
Grain Purchased	114,657,570.43	1,552,752.20
Closing Stock of Raw Material	-	-
Molasses	(49,300.00)	(1,456.50)
Grain	(29,662,588.13)	(1,552,752.20)
TOTAL	1,103,607,639.28	704,628,886.57

SCHEDULE '10' FORMING PART OF BALANCE SHEET

PARTICULARS	CURRENT YEAR 2009-10	(Amount in Rs.)
		PREVIOUS YEAR 2008-09
MANUFACTURING EXPENSES		
Chemicals, Oil & Lubricants	22,177,609.21	15,198,938.09
Power & Fuel	56,145,960.90	20,218,733.84
Packing Material	157,519,757.66	143,438,028.03
Electricals Repair	861,014.08	1,990,433.94
Plant & Machinery Repair	19,171,516.85	24,823,402.26
Holograms	6,237,327.00	-
Sugar Loading & Unloading	1,727,916.00	1,292,699.00
Cane Development Expenses	22,463,434.98	3,761,451.10
Environmental & E.T.P. Expenses	307,170.00	390,363.00
TOTAL	286,611,706.68	211,114,049.26

SCHEDULE '11' FORMING PART OF BALANCE SHEET

EMPLOYMENT COST		
Salary, Wages & Bonus	36,898,468.00	31,335,436.94
Staff Welfare	2,516,278.00	2,198,881.00
Contribution to Provident Fund	355,855.00	341,689.00
Gratuity	122,740.00	170,281.00
Retrenchment & Compensation	176,892.00	206,700.00
TOTAL	40,070,253.00	34,252,987.94

SCHEDULE '12' FORMING PART OF BALANCE SHEET

ADMINISTRATIVE & OTHER EXPENSES		
Rent	4,947,238.00	3,032,150.00
Lease Rent/Hire Charges	1,315,429.49	2,118,132.27
Insurance	658,945.00	1,369,832.00
Fee & taxes	16,321,521.00	5,674,108.00
Service Tax	202,501.00	90,423.00
Professional Charges	884,112.00	1,676,296.33
Running & Maintenance of Vehicle	2,152,587.60	2,252,923.86
Postage & Telephone expenses	1,342,115.00	1,155,482.58
Audit Fees	100,000.00	100,000.00
Tax Audit Fees	25,000.00	25,000.00
Directors Remuneration	600,000.00	642,000.00
Printing, Stationery & publishing	367,797.20	313,100.60
Travelling & Conveyance	-	-
Director	109,736.00	155,435.00
Others	1,441,521.00	1,592,832.82
Repair & Maintenance	-	-
Building	686,745.50	600,262.55
Others	3,550,627.60	3,120,572.78
Donation	-	1,004,001.00
Sundry Balance W/off	10,074.28	444,437.84
Advertisement	82,907.00	186,414.00
TOTAL	34,798,857.67	25,553,404.63

SCHEDULE '13' FORMING PART OF BALANCE SHEET

PARTICULARS	(Amount in Rs.)	
	CURRENT YEAR 2009-10	PREVIOUS YEAR 2008-09
FINANCIAL EXPENSES		
Interest	38,213,588.00	30,235,555.00
Bank Charges	3,083,402.99	4,443,980.06
TOTAL	39,296,990.99	34,679,535.06

SCHEDULE '14' FORMING PART OF BALANCE SHEET

SELLING EXPENSES		
Commission	2,627,109.00	3,849,429.00
Loading Unloading	477,713.00	611,305.00
Freight Outward	23,245.00	1,745,950.00
Export Duty	-	148,885.00
Advertisement	359,845.00	447,198.00
TOTAL	3,487,912.00	6,602,767.00

SCHEDULE '15' FORMING PART OF BALANCE SHEET**ACCOUNTING POLICIES AND NOTES ON ACCOUNTS AS ON 31-03-2010****A. ACCOUNTING POLICIES**

1. The Company prepares its accounts on accrual basis, except otherwise stated, in accordance with the normally accepted accounting principles and Accounting Standards & Relevant Provisions of The Companies Act, 1956.
2. Fixed Assets & Depreciation
 - a) Fixed Assets are stated at their original cost of acquisition including all related expenses on acquisition and installation. Depreciation on fixed assets (includes composite depreciation charged on factory building and other building) has been provided on straight line method on pro-rata basis as per rates briefed in schedule - XIV of the Companies Act, 1956. Fixed Assets individually costing less than Rs. 5,000/- are depreciated at the rate of 100% in the year of purchase.
3. Inventories:
 - a) Raw Material : At cost on FIFO basis.
 - b) Work in Process : At estimated cost including expenses attributable to production on percentage completion basis/ Net Realisable value, whichever is low.
 - c) Finished Goods:- At weighted average cost/net realisable value which ever is low, including Excise duty and all expenses attributable to production.
 - d) By Products: At Net realisable value inclusive of Excise Duty.
 - e) Stores and spares : At cost
4. Sales are inclusive of Excise Duty.
5. Gratuity Liability has been provided on the basis of actuarial valuation.
6. Borrowing cost directly attributable to acquisition / construction of qualifying assets have been capitalized as part of cost of that asset.
7. Long term investments are carried at cost.
8. Contingent liabilities are not provided for and are disclosed by way of notes.
9. Accounting policies not specifically referred to are consistent with generally accepted accounting principles.

B. NOTES ON ACCOUNTS

1. Contingent Liabilities:	Current Year (Rs. in lacs)	Previous Year (Rs. in lacs)
a) Guarantee given to banks in respect of advance given by banks to cane growers	NIL	1000
b) In respect of unassessed cases of Income Tax, Sales Tax, Excise Duty & Service Tax	Amount unascertained	
2. Remuneration paid to Executive Director	CURRENT YEAR	PREVIOUS YEAR
a) Salary	Rs. 6,00,000/-	Rs. 6,00,000/-
b) House Rent		Rs. 42,000/-

3. Other Miscellaneous income includes interest income amounting to Rs.42.59 lacs (Rs. 28.86 lacs) on which TDS is deducted Rs. 4.26 lacs (Rs. 5.84 lacs).
4. Fixed deposit with banks of Rs 11.00 Lacs is under lien with Sales Tax Department, Haryana.
5. Investments of Rs 73.88Lacs (Rs 73.88 lacs) (At Cost) is consist of 1383871 Equity shares of Rs.10/- each fully paid up of Piccadily Sugar & Allied Industries Ltd. (Market value of Rs.6.36 per share) is long term investment.
6. The previous year expense of Rs.62.74 Lacs is net of the expenses relating to previous years of Rs.65.62 Lacs and income relating to previous years of Rs.2.88 Lacs.
7. Interest charged under the head Financial Expenses in Profit & Loss Account includes interest on Term loans amounting to Rs.139.42 lacs (Rs. 19.40 lacs)
8. Segment Reporting : - As per the Accounting standard No. 17 issued by the Institute of Chartered Accountants of India, New Delhi. Segment reporting is applicable to the company as the company has two profit centers i.e. Sugar Unit & Distillery Unit. The main Financials of the reporting is given as under: -

	SUGAR UNIT (Rs. In Lac)	Distillery Unit (Rs. In Lac)	TOTAL (Rs. In Lac)
a) Segment Revenue			
Sales & Other Income	8765.91	8223.35	16989.26
Less: Inter Segment Revenue			711.06
TOTAL			16278.20
b) Segment Results			
Profit before Interest, Depreciation & Taxation	877.76	2079.32	2957.08
Depreciation	365.76	205.13	570.89
Profit After Depreciation	512.00	1874.19	2386.19
Interest Expenses	256.83	136.14	392.97
Profit Before Tax	255.17	1738.05	1993.22
Wealth Tax	0.67	0.00	0.67
Fringe benefit Tax	0	0.29	0.29
Deferred Tax	0	668.96	668.96
Provision for MAT	0	338.75	338.75
Profit After Tax (PAT)	254.50	730.05	984.55
Provision For Dividend			235.85
Provision for Dividend Tax			40.08
Net Profit			708.62
c) Other information			
Segment Assets	9194.50	6607.34	15801.84
Segment Liabilities	5883.67	1595.98	7479.65
Capital Employed	3310.83	5011.36	8322.19
Capital Expenditure Depreciation debited to P&L A/c	365.76	205.13	570.89

Notes :-

- a) The Company has identified Business Segments as primary Segments. The reportable business Segments are "Sugar" and "Distillery".
- b) The type of products in each business segments are as under:
 1. Sugar : Sugar, Molasses and Bagasse
 2. Distillery - Ethanol, Liquor
- c) Inter-divisional transfers have been valued at prevailing market price.
- d) There is no unallocated amount of revenue /expenses
9. Sundry Creditors and loan and advances are subject to confirmation, reconciliation and adjustment and the amount is unascertained.
10. In the opinion of the board, the current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business. The provision for known liabilities is adequate and not in excess of amount reasonably necessary.
11. Installment of term loans Payable with in one year period is Rs.466.94 lacs (Rs. 376.59 lacs)
12. In compliance with Accounting Standard 20 issued by The Institute of Chartered Accountants of India, the following information is disclosed for basic and diluted earning per share.

Particulars	Current year	Previous year
Profit during the year	Rs 98454864	Rs 90142656
No. of shares	23584820	23584820
Face value	10	10
Basic/Diluted Earning Per Shares	4.17	3.82
13. Disclosure regarding Deferred Tax :		
Particulars	31-03-2010	31-03-2009
	(Rs. In Lacs)	(Rs. In Lacs)
A. Deferred Tax Assets		
1. On account of carry Forward tax losses & Unabsorbed depreciation	0	500.19
2. On Account of Section 43B of I.T. Act	26.81	22.48
TOTAL (A)	26.81	522.67
B. Deferred Tax Liability		
1. Timing Difference on account of Depreciation	865.07	691.97
TOTAL (B)	865.07	691.97
Net Deferred Tax Liability/ Assets (A-B)	(838.26)	(169.30)
Deferred Tax Liability for the current year Rs. 668.96 lacs has been charged to Profit & Loss Account .(Rs 838.26 Lacs-169.30 lacs)		
14. Advances recoverable in cash or kind amounting to Rs 2287.87 lacs (Rs 925.31 lacs) includes loans advanced Rs 630.99 (Rs. 259.93 lacs) out of which Rs. 250.00 lacs (Rs.250.00 Lacs) are secured against Plant & Machinery and balance is unsecured. It also includes Rs 816.61 lacs as advances against shares.		
15. The information as required by para 3,4c and 4D of part II of Schedule VI of the Companies Act,1956:-		
A. PARTICULARS OF LICENCED/INSTALLED CAPACITY/PRODUCTION		
I) Licenced & Installed Capacity.	UNIT	CURRENT YEAR
Sugar Unit	TCD	5000 (5000)
Ethanol Unit	KL PD	60 (60)
(The installed capacity has been certified by the management and has not been verified by the Auditors being a technical matter.)		
II) Production		(Qty In Lacs)
i) Sugar	Qtls	2.75 (2.72)
ii) Molasses	Qtls	1.37 (1.44)
iii) Others	Cases in Lacs	37.95 (28.67)
B. PARTICULARS OF RAW MATERIAL CONSUMED:(INDEGENIOUS 100%)		
	UNIT	CURRENT YEAR
	(Qty and Value in Lacs)	
Sugar Cane	Qtls	Qty 29.10 (26.48)
Molasses	Qtls	Value 7,809.28 (4,408.80)
Grain	Qtls	1.71 (2.56)
		1,117.73 (1,595.95)
		0.72 (Nil)
		622.22* (Nil)
*Net of Grain Sale of 0.22 Lac Qtls. Of Rs.243.26 Lacs		
C. PARTICULARS OF SALES	UNIT	CURRENT YEAR
	(Qty and Value in Lacs)	
1. Sugar	Qtls	2.93 (4.32)
2. Molasses	Qtls	8,262.13 (8,283.17)
3. Others	Cases in Lacs	1.18 (2.53)
		801.99 (1,515.70)
		37.98 (28.61)
		9286.03 (4,661.40)

D. OPENING AND CLOSING STOCK OF WORK IN PROCESS

	UNIT	CURRENT YEAR			
		OPENING STOCK		CLOSING STOCK	
		Qty	Value	Qty	Value
1. Sugar	Qtls	Nil	Nil	Nil	Nil
		(Nil)	(Nil)	(Nil)	(Nil)
2. Molasses	Qtls	Nil	Nil	Nil	Nil
		(Nil)	(Nil)	(Nil)	(Nil)
3. Others	Bulk Litres	9.57	294.12	5.42	161.09
	In Lacs	(2.89)	(70.34)	(9.57)	(294.12)

E. OPENING & CLOSING STOCK OF FINISHED GOODS

Class of Goods	Unit	Current year (Qty & Value in lacs)			
		OPENING STOCK		CLOSING STOCK	
		Qty	Value	Qty	Value
1. Sugar	Qtls	1.43	2,734.06	1.25	3,466.49
		(3.04)	(4,934.14)	(1.43)	(2,734.06)
2. Molasses	Qtls	0.07	52.05	0.26	178.94
		(1.17)	(569.43)	(0.07)	(52.05)
3. Miscellaneous			7.20		1.08
			(40.00)		(7.20)
4. Others	Cases in Lacs	0.20	27.20	0.17	27.18
		(0.14)	(18.39)	(0.20)	(27.20)
F. CIF value of imports			Nil		(Nil)
G. Expenditure in foreign currency			Rs.3.55 Lacs		(Nil)
H. Earning in foreign exchange			Nil		(Nil)

16. Figures in brackets relates to Previous Year.

17. Figures of the Previous Year have been regrouped and recast to make them comparable with those of current year wherever considered necessary.

18. Schedule 1 to 15 forms an integral part of Balance Sheet and Profit & Loss Account.

In terms of our separate report of even date

Sd/-
(Kartikya Sharma)
DirectorSd/-
(Harvinder Chopra)
Executive Directorfor Jain & Associates
Chartered AccountantsSd/-
(Neeraj Jain)
PartnerPlace : New Delhi
Date: 29-05-2010

C. CASH FLOW FROM FINANCING ACTIVITIES

i) Repayment of Term Loans	(600.37)	(456.84)
ii) Receipt of Term Loans	160.00	361.40
ii) Interest Paid on Term Loans	(139.42)	(19.40)
Net Cash flow from Financing Activities	(579.79)	(114.84)
Net Increase in Cash or Cash Equivalents	135.87	(2,631.76)
Cash & Cash Equivalents as on 31.3.2009	25.99	2,657.75
Cash & Cash Equivalents as on 31.3.2010	161.86	25.99

for and on behalf of the Board

(Kartikya Sharma)

(Harvinder Chopra)

Director

Executive Director

For Jain & Associates

Chartered Accountants

(Neeraj Jain)

Partner

Place: New Delhi

Date: - 29-05-2010

AUDITORS' CERTIFICATE

We have verified the above Cash Flow Statement of Piccadily Agro Industries Limited, derived from the audited financial statements for the year ended 31st March 2010 and found the same to drawn in accordance therewith and also with requirements of clause 32 of the Listing Agreement with the Stock Exchange.

for JAIN & ASSOCIATES

Chartered Accountants

Sd/-

NEERAJ JAIN

Partner

Date: - 29-05-2010

PLACE : NEW DELHI

PROXY FORM

PICCADILY AGRO INDUSTRIES LTD.

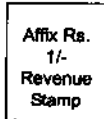
Regd. Office: Vill. Bhadson, Umri-Indri Road, Tehsil Indri, Distt. Karnal, Haryana

I/We _____ of
 _____ in the District of _____
 (Address) Being a member(s) of PICCADILY AGRO INDUSTRIES LTD. hereby appoint _____ of
 _____ in the District of _____ or failing him _____ of
 _____ as my/our Proxy to vote for me/us on my/our behalf at the 16th Annual General Meeting
 of the Company to be held on Thursday, 23rd September, 2010 at 4.00 P.M. at the Registered Office of the company Vill. Bhadson, Umri-
 Indri Road, Tehsil Indri, Distt. Karnal, Haryana

AS WITNESS my/our hand(s) this _____ day of _____ 2010.

Regd. Folio No./Client ID

Signature



Note:

1. The Proxy must be returned so as to reach the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.
2. Please write complete address and Regd. Folio Number.

ATTENDANCE SLIP

PICCADILY AGRO INDUSTRIES LTD.

Regd. Office: Vill. Bhadson, Umri-Indri Road, Tehsil Indri, Distt. Karnal, Haryana

I Hereby record my presence at the 16th Annual General Meeting of Piccadily Agro Industries Limited-held at the Registered Office of the Company Vill. Bhadson, Umri-Indri Road, Tehsil Indri, Distt. Karnal, Haryana on the Thursday, 23rd September, 2010 at 4.00 P.M.

Full Name of the Shareholder/Proxy _____

Full Address of the First Shareholder _____

Regd. Folio No./Client ID _____

No. of Shares Held _____

ShareHolder's/Proxy's Signature _____

To be used when share holder First named is not attending. Please give full name; of the 1st Joint holder Mr./Mrs./Miss.

piccadily

PICCADILY Agro Industries Ltd.

BOOK POST

If undelivered, please return to:
PICCADILY AGRO INDUSTRIES LTD.
Regd. Office: Village Bhadson, Umri-Indri Road,
Tehsil Indri, Distt. Karnal, Haryana