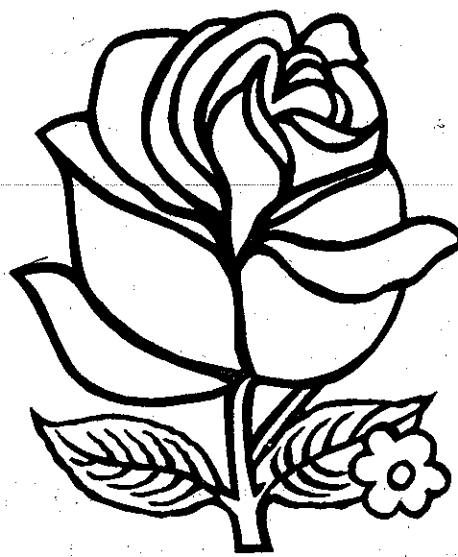




NAGARJUNA
AGRITECH LIMITED



26th ANNUAL REPORT
2013-2014

Board of Directors

Dr. K.V.L.N. Raju	-	Managing Director
K. Soma Raju	-	Director
K. Ravindra	-	Director
N. Viswanatha Raju	-	Director

AUDITORS

M/s Amar & Raju
Chartered Accountants
Hyderabad - 500 082.

R & T AGENT

XL Softech System Ltd.

#3, Sagar Society, Road No. 2, Banjara Hills,
Hyderabad - 500 034. Ph : 2354 5913 / 14 / 15

PRINCIPAL BANKERS AND FINANCIAL INSTITUTION

Corporation Bank - Banjara Hills Branch, Hyderabad.

REGISTERED OFFICE :

No. 56, Nagarjuna Hills,
Punjagutta,
Hyderabad - 500 082.
Telefax : 040-23357248
E-mail : natl@rediffmail.com

NAGARJUNA AGRI TECH LIMITED
PLOT NO 56, Nagarjuna Hills, punjagutta, Hyderabad 500 082

NOTICE

Notice is hereby given that the Twenty sixth Annual General Meeting of the Members of Nagarjuna Agri Tech Limited will be held on Tuesday, The 30th September 2014 at 11:00 A.M at Plot No 56, Nagarjuna Hills, Punjagutta, Hyderabad-500 082 (Registered office of the Company) to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited accounts of the company for the year ended 31st March 2014, together with the reports of the Director's and Auditor's thereon.
2. To appoint a director in the place of Dr. K V L N Raju (DIN:00116664) who retires by rotation and being eligible, offers him self for reappointment.
3. To appoint auditors M/s. Amar and Raju, Chartered Accountants, Hyderabad, who retires at the conclusion of this meeting and are eligible for reappointment and to fix their remuneration,

SPECIAL BUSINESS

4. To consider and, if thought fit, to pass with or without modifications the following resolution as an Ordinary Resolution:

"RESOLVED that pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of Listing Agreement, Sri K Ravindra (DIN:00021440) whose office is liable to retire by rotation and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of director, be and is hereby appointed as an Independent Director of the Company to hold office for 5 (Five) consecutive years for a term upto 29th September 2019."

5. To consider and if thought fit, to pass, with or without modification (s), the following resolution as an ordinary resolution.

"RESOLVED that pursuant to the provisions of Sections 149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Clause 49 of Listing Agreement with stock exchange, Sri K.Soma Raju (DIN:00018539) and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of director, be and is hereby appointed as an Independent Director of the Company to hold office for 5 (Five) consecutive years for a term up to 29th September 2014

6. to consider and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution.

"RESOLVED THAT pursuant to the provisions of section 196, 197, 203 and 152 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and Companies (appointment and remuneration of Managerial personnel) rules, 2014 as may be amended from time to time (including any statutory modifications or re-enactment thereof for the time being in force) the financial institutions/banks in terms of the loan agreements and such other approvals that may be necessary, the consent of the Board of Directors be and is hereby accorded to the appointment of Dr. K V L N Raju (00116664) as Managing Director of the Company, for a period of five years with effect from 03rd September 2014 without any remuneration "

7. To consider and if thought fit, to pass, with or without modification (s), the following resolution as an ordinary resolution

"RESOLVED that Smt. N. Rama devi (DIN : 06970266) in respect of whom the Company has received a notice in writing from a member under section 160 (1) of the Companies Act 2013 proposing her candidature for the office of director , be and is hereby appointed as a Director of the Company whose office is liable to retire by rotation ."

By order of the Board of Directors
For Nagarjuna Agri Tech Limited

(Dr. K. V. L. N. Raju)
Managing Director

Place : Hyderabad
Date : 03.09.2014

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll, instead of him / her. Proxy need not be a member of the company; Proxy form duly completed should be deposited at the company's registered office at least 48 hours before the commencement of the meeting.
2. An Explanatory Statement pursuant to section 102 (1) of the Companies Act, 2013 relating to items of Special Business to be transacted at the meeting is annexed hereto
3. The Register of Members and Share Transfer books of the company will remain closed from 25th September, 2014 to 30th September 2014 (both days inclusive).
4. Corporate members intending to send their authorized representatives are requested to send a duly certified copy of the Board Resolution authorizing their representatives to attend and vote at the Annual General Meeting.
5. Brief resumes of all the Directors being appointed/re-appointed have been incorporated elsewhere in this annual report

Explanatory statement pursuant to section 102(1) of the Companies Act, 2013

Item No.4

The provisions of the Companies Act, 2013 with respect to appointment and tenure of Independent Directors have come into effect from April 1, 2014. Further SEBI has amended Clause 49 of the Listing Agreement with respect to appointment and tenure of Independent Directors which shall come into force with effect from October 1, 2014. As per the said provisions, an Independent Director shall be appointed for not more than five years in each term and shall not be liable to retire by rotation.

The Board of Directors of the Company has decided to adopt the provisions with respect to appointment and tenure of the Independent Directors which is consistent with the Companies Act, 2013.

Sri K.Ravindra whose period of office as a director is liable to determination by retirement of directors by rotation under erstwhile applicable provisions of the Companies Act 1956, In terms of section 149 and other applicable provisions of the Companies Act 2013 and clause 49 (as amended) of the listing agreement, Sri K.Ravindra being eligible and offering himself for appointment, is proposed to be appointed as an independent director for five consecutive years for term up to 29th September 2013 a notice under section 160 of the Companies Act 2013 has been received from a member proposing as Sri K.Ravindra as a candidate for the office of director of the Company

As per the said Section 149 of the Act, an independent director can hold office for a term up to 5 (five) consecutive years on the Board of a company and he shall not be included in the total number of directors for retirement by rotation

The Company has received a declaration from him that he meets with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act.

This Statement may also be regarded as a disclosure under Clause 49 of the Listing Agreement with the Stock Exchange.

In the opinion of the Board, he fulfills the conditions for his appointment as an Independent Director as specified in the Act and the Listing Agreement. He is independent of the management.

The terms and conditions of appointment of Sri K.Ravindra as an Independent Director shall be open for inspection by the members at the Registered Office of the Company during normal business hours on any working day.

Except Sri K.Ravindra, none of Directors / Key Managerial Personnel of the Company or their relatives thereof is in any way, concerned or interested, in the resolution set out at Item No. 4 of the Notice.

The Board commends the Ordinary Resolution set out at Item No4 of the Notice for approval by the members

Item No.5

The provisions of the Companies Act, 2013 with respect to appointment and tenure of Independent Directors have come into effect from April 1, 2014. Further SEBI has amended Clause 49 of the Listing Agreement with respect to appointment and tenure of Independent Directors which shall come into force with effect from October 1, 2014. As per the said provisions, an Independent Director shall be appointed for not more than five years in each term and shall not be liable to retire by rotation.

The Board of Directors of the Company has decided to adopt the provisions with respect to appointment and tenure of the Independent Directors which is consistent with the Companies Act, 2013.

As per the said Section 149 of the Act, an independent director can hold office for a term up to 5 (five) consecutive years on the Board of a company and he shall not be included in the total number of directors for retirement by rotation

The Company has received a declaration from him that he meets with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act.

This Statement may also be regarded as a disclosure under Clause 49 of the Listing Agreement with the Stock Exchange.

In the opinion of the Board, he fulfills the conditions for his appointment as an Independent Director as specified in the Act and the Listing Agreement. He is independent of the management.

The terms and conditions of appointment of Sri K.Soma Raju as an Independent Director shall be open for inspection by the members at the Registered Office of the Company during normal business hours on any working day.

Except Sri K.Soma Raju, none of Directors / Key Managerial Personnel of the Company or their relatives thereof, is, in any way, concerned or interested, in the resolution set out at Item No. 5 of the Notice.

The Board commends the Ordinary Resolution set out at Item No.5 of the Notice for approval by the members

Item No.6

The Nomination and Remuneration Committee at their meeting held on August 14, 2014 and Board of Directors at their meeting held on September 03, 2014 have appointed Dr. K V L N Raju as Managing Director for a period of 5 years i.e., from September 3, 2014 to September 02, 2019 without any remuneration

Except Dr. K V L N Raju and Sri N.Rama Devi, being the relative, none of Directors / Key Managerial Personnel of the Company or their relatives thereof, is, in any way, concerned or interested, in the resolution set out at Item No. 5 of the Notice.

The Board commends the Ordinary Resolution set out at Item No6 of the Notice for approval by the members

Item No.7

Smt N. Rama Devi, who has been appointed as an Additional Director of the Company pursuant to the provision of Section 161(1) of the Companies Act, 2013 and the Articles of Association of the Company effective September 03 2014 holds office upto the date of this Annual General Meeting, The Company has received a notice under Section 160 of the Companies Act, 2013 from a member proposing her candidature for office of the director of the Company whose office is liable to retire by rotation

Except Smt N. Rama Devi, Sri N.Viswanath Raju and Dr. K V L N Raju , none of other Directors / Key Managerial Personnel of the Company or their relatives therof is in any way, concerned or interested, in the resolution set out at Item No. 7 of the Notice.

The Board commends the Ordinary Resolution set out at Item No.7 of the Notice for approval by the members

By order of the Board of Directors
For Nagarjuna Agri tech Lintied

(Dr. K. V. L. N. Raju)
Managing Director

Place : Hyderabad
Date : 03.09.2014

DIRECTOR'S REPORT

Your Directors present herewith the Twenty Sixth Annual Report and the Audited Accounts for the financial year ended 31st March 2014.

1. Financial results:

The results of operations for the year ended 31.03.2014 are as under
(Rs. in Lakhs)

	2013-14	2012-13
Turn over	15.40	78.45
Total	15.40	78.45
Manufacturing Administrative and Selling Expenditure	17.04	81.34
Depreciation	46.09	46.22
Profit / Loss before Taxation, before non recurring/Extraordinary items	(46.33)	(49.10)
Provision for Taxation	-	(0.93)
Profit / Loss after Taxation, before non recurring/Extraordinary items	(46.33)	(50.00)
Prior period adjustments	-	-
Profit / Loss after Taxation and non recurring/Extraordinary items	(46.33)	(50.00)

2. Operations:

During the year the company has made a turnover of Rs 15.40 Lakhs against previous year turnover of Rs 78.45 Lakhs and made a net loss of Rs 46.33 Lakhs as against net loss of Rs.50.00 Lakhs during the previous year.

Other details about the future outlook of the Company is given elsewhere in the directors report

3. Directors:

Dr. K.V.L N Raju retires by rotation at the ensuing annual general meeting and, being eligible, offers himself for re-appointment.

Sri K.Ravindra whose period of office as a director is liable to determination by retirement of directors by rotation under erstwhile applicable provisions of the Companies Act 1956, In terms of section 149 and other applicable provisions of the Companies Act 2013 and clause 49 (as amended) of the listing agreement, Sri K.Ravindra being eligible and offering himself for appointment, is proposed to be appointed as an independent

director for five consecutive years for term up to 29th September 2019 a notice under section 160 of the Companies Act 2013 has been received from a member proposing Sri K.Ravindra as a candidate for the office of director of the Company

The Nomination and Remuneration Committee at their meeting held on August 14, 2014 and Board of Directors at their meeting held on September 03, 2014 have recommended the appointment of Sri K.Soma raju as an Independent Director for a period of 5 years i.e., from September 30, 2014 to September 29, 2019

Smt N. RamaDevi appointed as an Additional Director on the Board of the company on 03rd September 2014 who holds office upto ensuing annual general meeting . The Company has received a notice from a member of the Company under section 160 of the Companies Act 2013 in respect of her appointment as director at the ensuing Annual general meeting of the Company alongwith deposit as prescribed there under

The Board of Directors accorded for appointment of Dr. K V LN Raju as Managing Director, for a period of five years with effect from September 03, 2014 without any remuneration

4. Auditors:

M/s Amar & Raju Chartered Accountants, Hyderabad, who are the present Auditors of the company, retire at the close of the ensuing Annual General Meeting and are eligible for reappointment.

5. Particulars of Employees:

The particulars required pursuant to provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules, 1975 are not furnished since there is no employees covered by the said rules.

6. Director's Responsibility Statement:

The Board of Directors of your company state

- a) That in preparation of annual accounts, the applicable accounting standards has been followed.
- b) That the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of profit and loss account of the company for that period.
- c) That the directors had 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:
- d) That the directors had prepared the annual accounts on a going concern basis:

7. Disclosures:

a) Conservation of Energy:

Floriculture industry is not power intensive. However, adequate measures have been taken to conserve energy, wherever possible.

b) Technology absorption, adoption & innovation:

The company has fully absorbed the technology from the suppliers / collaborators.

c) Foreign Exchange Earnings & Out go:

Foreign Exchange Earnings : Rs.10.73 lakhs

Foreign Exchange Out go : Rs. Nil

8. Auditor's Report:

The Auditors observations are self explanatory.

9. Corporate Governance:

In pursuance of Clause 49 of the Listing agreement entered into with the stock Exchanges, a separate section on Corporate Governance has been incorporated in the Annual report for the information of the shareholders. A certificate from the Auditors of the company regarding the compliance of conditions of Corporate Governance as stipulated under said clause also forms part of the Annual Report.

10. Acknowledgment:

The Directors gratefully acknowledge the timely support of the Bankers. The Directors wish to record their appreciation for the untiring efforts and team spirit of all the staff and executives.

**By order of the Board of Directors
For Nagarjuna Agri Tech Limited**

(K. SOMA RAJU)
Director

(Dr. K. V. L. N. Raju)
Managing Director

Place: Hyderabad
Date: 03.09.2014

MANAGEMENT DISCUSSION AND ANALYSIS REPORT
(Forms part of Director's Report)

The demand for the Floriculture products worldwide has witnessed an increasing trend. But unfortunately there is a serious drought situation prevailed for the last 5 years and particularly during the year 2006 it has become a serious threat to the project, this is a major reason for letting out of the project.

Strengths & Opportunities:

The company is still exploring the possibility of water resources to get better yields to get back routine productions like earlier, so that the lease can be terminated and company can run on its own.

Karnataka State Government is also supporting in subsidizing for the replacement of poly sheets and for the planting material and also power tariff is likely going to be reduced on par with other states like Maharashtra, this representation was already made to the State Government through SIFA (south Indian floriculture association) Bangalore.

Existing association with M/s. Moerheim Roses & Trading BV to develop new varieties through the demo house in our project will have substantial benefit continuously.

Risks & Weakness:

Professional competence has to be improved further through better training and HR development.

Central government Air Freight subsidies from Agro Products Export Development Authority (APEDA) not receiving on time/ substantial delays will affect company performance.

Cautionary statement:

The statements in the report of the board of directors and management discussion and analysis report describing the company's projections, estimates, expectations of predictions may be forward looking statements with in meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied since the company's operations are influenced by many external and internal factors beyond the control of the company.

REPORT ON CORPORATE GOVERNANCE

1. Company's philosophy:

The Company is committed to good Corporate Governance. The Company fully realizes the rights of its shareholders to information on the performance of the Company and considers itself a trustee of its shareholders. The Company provides detailed information on various issues concerning its business and performance to its shareholders.

2. Board Composition and Meetings:

i) Composition:

The Board presently consists of Four Directors. Out of them one is Promoter Managing Director, and other three are independent non-executive directors. The Board has no Institutional Directors. None of the Directors on the Board is a member on more than 10 committees and chairman of more than 5 committees across all the companies in which he is a Director. All the Directors have made the requisite disclosures regarding committee positions held by them in other companies.

ii) Number of Board Meetings:

The Company held 5 meetings of the Board of Directors during the financial year 2013-14. The Board met on the following dates:

31.05.2013, 12.08.2013, 19.08.2013, 14.11.2013 and 14.02.2014

iii) Board composition as on 31.03.2014:

Name of the Director	Category	Designation	No of Director Ships held in Other companies	No of Committee Positions in other companies
Dr. K.V.L.N.Raju	Executive Promoter	Managing Director	2	Nil
K. Soma Raju	Non Executive Independent Professional	Chairman	9	Nil
N. Viswanatha Raju	Non Executive	Director	1	Nil
K. Ravindra	Non Executive Independent	Director	2	Nil

iv) Shares held by Directors in the company:

Name of the Director	No of Shares held
Dr K. V. L. N. Raju	4,501
K. Soma Raju	Nil
N. Viswanatha Raju	Nil
K. Ravindra	Nil

v) Directors attendance in Board Meetings and AGM:

Name of the Director	Nature of Directorship	Number of Board Meetings attended	Attendance at the last AGM
Dr. K.V.L.N. Raju	Managing Director Executive Promoter	5	Yes
K. Soma Raju	Chairman Non executive Independent Professional	5	Yes
N. Viswanatha Raju	Non executive Independent	5	Yes
K. Ravindra	Non executive Independent	5	Yes

3. Audit Committee:

The Audit Committee consists of three directors and all of them are independent and non-executive Directors. Mr. K. Soma Raju, a non-executive, independent and professional Director who is a qualified Chartered Accountant, heads the committee.

Audit Committee has been constituted with powers to recommend to the Board on the following aspects:

- Overview of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Reviewing with management the annual financial statements before submission to the Board.
- Reviewing with management, and auditors, the adequacy of internal control systems.
- Reviewing the findings of any investigations by the auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Discussions with auditors before commencement of audit, nature and scope of audit as well as to have post-audit discussion to ascertain any area of concern.
- Reviewing the Company's financial and risk management policies.

During the year under review, the audit committee met four times on the following dates namely 31.05.2013, 12.08.2013, 14.11.2013 and 14.02.2014 and following is the attendance of the members.

Name of the Director	Position held	No. of Meetings attended
K. Soma Raju	Chairman	4
N. Viswanatha Raju	Member	4
K. Ravindra	Member	4

The following businesses were conducted during the year.

- Review of quarterly financial statements.
- Review of internal control systems.
- Review of annual financial statements

The Board of Directors accepted all the recommendations of the audit committee.

4. Investor Grievance Committee:

The Share Holders Grievance Committee which looks into redressal of Shareholders' and Investors' Complaints and requests like delay in transfer / transmission of shares, issue of duplicate share certificate, non-receipt of dividend, annual report, etc., The Committee consists of three Directors. Mr. K. Soma Raju, an independent non-executive Director, heads the Committee.

The Managing Director acts as compliance officer to look into shareholders grievances on a day-to-day basis. The committee comprises of the following members.

Name of the Director	Position held
K. Soma Raju	Chairman
Dr. K. V. L. N. Raju	Member
K. Ravindra	Member

5. Share Transfer system:

Shares lodged for physical transfer of shares would be registered within a period of 10 to 15 days, if the documents were clear in all respects. The Share Transfer committee would dispatch the shares duly transferred to the concerned shareholders within a week from the date of approval of transfer. For this purpose, the Share Transfer Committee meets as often as required. Adequate care has been taken to ensure that no transfers are pending for more than a fortnight.

6. Board procedure:

At least four board meetings are held every year. The Board Meetings are conducted at the Registered / Administrative office of the Company. The Board meets at least once in every quarter to review the financial results and other items on the agenda. Notice for the Board Meetings together with agenda is sent to all the directors in advance. The gap between two consequent board meetings did not exceed three months

7. Details of General Meetings:

The Annual General Meetings (AGMs) of the Company have been held at the following places in the last three years.

For the financial year	Venue	Day & Date	Time
2010-11	Registered office	Friday, 30.09.2011	15.30 P.m
2011-12	Registered office	Saturday 29.09.2012	15.30 p.m
2012-13	Registered office	Monday 30.09.2013	15.30 p.m

In the last AGM there were no resolutions received to be passed through postal ballot.

8. Material Disclosures:

(i) Disclosures on materially significant related party transactions.

There is no material transaction with any related party, which may have potential conflict with the interests of the Company at large. However, the company has annexed to the accounts a list of related parties as per Accounting Standard 18 and the transaction entered into with them.

(ii) Details of Non-Compliance by the Company, penalties and strictures imposed on the Company by the Stock Exchange, SEBI or any statutory authorities or any matter related to capital markets.

The Company has complied with all the requirements of the Listing Agreement with the Stock Exchanges as well as regulations and guidelines of SEBI. SEBI, Stock Exchanges or any other Statutory Authority has passed no penalties or strictures on matters relating to capital markets in the last three years.

9. Means of Communication:

The quarterly/ half-yearly / annual / un-audited / audited financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board of Directors.

The results are published in the Hyderabad editions of widely circulated English and Telugu daily.

10.CEO Certification:

As required by Clause 49 of the Listing Agreement, the CEO certification was submitted to the Board.

11.Auditors' Certification on Corporate Governance:

As required by Clause 49 of the Listing Agreement, the Auditors' Certification is provided elsewhere in the Annual Report.

12. General Shareholders' Information:

i) Annual General Meeting:

Day, Date and time	Tues day 30-09-2014, 11:00 A.M.
Venue	Registered Office

ii) Profile of Directors seeking the Appointment/re-appointment at the ensuing Annual General Meeting

Name	Dr. K V L N Raju	K Ravindra	K. Soma Raju	N. Ramadevi
Date of appointment	24.11.1987	16.11.2005	24.11.1987	03.09.2014
Educational Qualification	Graduate	Graduate & M B A	C.A.,	Graduate
Expertise in specific filed	Technical & Administration	Management	Finance	Administration

III) Financial Calendar:

Indicative calendar of events for the year 2014-15 is as under:

First Quarter financial results	14.08.2014
Second Quarter financial results	On or before 15.11.2014
Third Quarter financial results	On or before 15.02.2015
Fourth Quarter & Annual results of financial year 2014-15 (audited)	On or before 31.05.2015

iv) Book Closure:

The Company's Register of Members and Share Transfer books will remain closed for the.	25-09-14 to 30-09-14 (Both days Inclusive)
----------------------------------------------------------------------------------------	-----------------------------------------------

v) Listing on Stock Exchanges:

The Company's equity shares are listed on the following stock Exchanges.

Name	Address
Bombay Stock Exchange	Pheroje Jeejeebhoy Towers, Dalal street, Mumbai - 400 001

The listing fee for the year 2014-15 has been paid to the above stock exchange

Stock Code: 531832 (BSE)

vi) Outstanding GDR, ADR or Warrants: The Company has no outstanding GDR, ADR or warrants convertible into equity shares as on 31.03.2014.

vii) Plant Location: Aralumallige village, Dodballpur taluk, Bangalore Rural Dist.

viii) Address for Correspondence: # 56, Nagarjuna Hills, Punjagutta, Hyderabad- 82.

ix) Registrar and Transfer Agent: XL SOFTECH SYSTEMS LTD
3, Sagar Society, Road No 2,
Banjara Hills, Hyderabad - 500 034
Ph No: 23545912/13/14

x) Stock Market Data:

S. No	Month	High (Rs.)	Low (Rs.)
1.	April 2013	2.00	1.89
2.	May 2013	1.90	1.90
3.	June 2013	1.90	1.81
4.	July 2013	1.81	1.02
5.	August 2013	1.16	1.07

6.	September 2013	1.11	0.75
7.	October 2013	0.78	0.52
8.	November 2013	0.57	0.48
9.	December 2013	0.60	0.48
10.	January 2014	0.85	0.52
11.	February 2014	1.11	0.89
12.	March 2014	1.73	1.06

xi) Distribution schedule & Shareholding pattern:

The table below gives the distribution of share holding according to the size clause as on 31st March 2014

Shareholding Nominal value of Rs.	Shareholders		Shares held in each class	
	Number	% of Total	Number	% of Total
1-5,000	1796	70.40	753403	8.04
5,001-10,000	517	20.27	485733	5.18
10,001-20,000	109	4.27	182837	1.95
20,001-30,000	23	0.90	62297	0.66
30,001-40,000	11	0.43	40500	0.43
40,001-50,000	29	1.14	139427	1.49
50,001-1,00,000	30	1.18	232503	2.48
1,00,001 & above	36	1.41	7472320	79.75
TOTAL:	2,551	100.00	93,69,100	100.00

xii) Share holding pattern:

CATEGORY	NO OF SHARES HELD	% OF SHARE HOLDING
A. PROMOTERS HOLDING		
1) PROMOTERS		
Indian Promoters	2884600	30.79
Foreign Promoters	0	0
2) PERSONS ACTING INCONCERT	0	0
Sub Total (i)	2884600	30.79
B. NON-PROMOTERS HOLDING		
3) INSTITUTIONAL INVESTERS		
a) Mutual Funds & UTI	49500	0.53
b)-Banks, Financial Institutions, Insurance Comp.,(Central/State Govt.Inst./Non.Govt.Inst.) - Inds.Devp.Bank of Ind.(IDBI)	250000	2.67
c)- FIs	0	0
Sub Total (ii)	299500	3.20
4) OTHERS		

a)- Private Corporate Bodies	3852631	41.11
b)- Indian Public	2263319	24.16
c)- NRIs/OCBs	50500	0.54
d)- Others (Clearing Members)	18550	0.20
Sub Total (iii)	6185000	66.01
GRAND TOTAL (i+ii+iii)	9369100	100.00

xiii) Investor Complaints:

During the year the company has attended to most of the investor's grievances/complaints within a reasonable time of receipt of the same and aptly solved them. The delays in few cases were due to compliance of legal requirements.

Status report of for the period 01.04.2012 to 31.03.2013

Sl. No	Name of the Complaint	Received	Disposed	Pending
1.	Change/correction of address	11	11	NIL
2.	Deletion/Inclusion of joint name and transmission	NIL	NIL	NIL
3.	Non -receipt of annual reports	3	3	NIL
3.	Others	14	14	NIL

xiv) Dematerialization of shares and liquidity: The Company shares are under Compulsory De-materialization

xv) Address for Investor Correspondence:

- a) For transfer of Shares : #56, Nagarjuna hills, Punjagutta, Hyderabad-82
- b) For query on Annual Report and any other query relating to the shares of the company : #56, Nagarjuna hills, Punjagutta, Hyderabad-82

13. Declaration:

All members of the Board and senior management personnel have complied with the code of conduct adopted by the company

Place: Hyderabad
Date : 03.09.2014

On behalf of the Board of Directors
For NAGARJUNA AGRI TECH LIMITED

K. SOMA RAJU
Director

(Dr. K. V. L. N. RAJU)
Managing Director

CEO/MD CERTIFICATE

The Board of Directors
Nagarjuna Agri-Tech Limited
I certify that:

1. I have reviewed the financial statement, read with the cash flow statement of Nagarjuna Agri-Tech Limited (the Company) for the year ended 31st March, 2014 and to the best of my Knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements and other financial information included in this report present a true and fair view of the company's affair and are in compliance with the existing accounting standards, applicable laws and regulations.
2. There are, to the best of my knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or volatile of the company's code of conduct;
3. Based on the recent most evaluation on internal controls and systems I have to state
 - (i) That there were no deficiencies in the design or operation of internal controls, which I am aware;
 - (ii) That there have been adequate internal control in the Company,
 - (iii) That there was no fraud, which I have become aware of and that involves management or other employees who have a significant role in the company's internal control systems;

Date : 3-9-2014
Place : Hyderabad

Dr. KVLNRAJU
MANAGING DIRECTOR

DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

Pursuant to circular No. SEBI/CFD/DIL/CG/1/2004/12/10 dated 29th October, 2004, it is hereby Declared that The Company has obtained conformation from all Board Members and Senior Management Personnel of the Company for the compliance of the code of conduct of the Company for the year 2013-14 as envisaged in clause 49 of the Listing agreement with Stock Exchange

Date: 3-9-2014
Place: Hyderabad

Dr. KVLNRAJU
MANAGING DIRECTOR

**AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CONDITION OF
CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

To
The Members of
M/S. NAGARJUNA AGRI TECH LIMITED
Hyderabad.

We have examined the compliance of conditions of Corporate Governance by **M/s. NAGARJUNA AGRI TECH LIMITED** ("the Company") for the year ended on 31st March 2014 as stipulated in clause 49 of the Listing Agreement of the said company with the Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to 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.

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

We state that no investor grievances are pending for a period exceeding one month against the company as per the records maintained by the Share Holders / Investors Grievance Committee.

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 AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

Place: Hyderabad
Date: 3-9-2014

AMAR & RAJU
CHARTERED ACCOUNTANTS

Flat No: 201, KOR Residency
H. No: 8-3-966/16, Road No:3,
Nagarjuna Nagar, Srinagar Colony (PO)
Hyderabad-500073

☎ 23748129

INDEPENDENT AUDITOR'S REPORT

TO The Members of
NAGARJUNA AGRI TECH LIMITED

Report on the Financial Statements:

We have audited the accompanying financial statements of **NAGARJUNA AGRI TECH LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the financial statements 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, 2014;
- (b) in the case of the Profit and Loss Account, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements:

- 1** As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
- 2** As required by section 227(3) of the Act, 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 proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;

e on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

Place: Hyderabad
Date: 30-05-2014

(G. AMARANATHA REDDY)
Partner
Membership No: 019711

Annexure to Auditor's Report
NAGARJUNA AGRI TECH LIMITED
Referred to in Paragraph 1 of our report of even date

- i) a) The Company has maintained proper records, showing full particulars, including quantitative details and situation of fixed assets.
- b) The management has conducted the physical verification of fixed assets during the year under audit, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) The company has not disposed substantial part of the fixed assets during the year under audit.
- ii) The company does not have any inventory during the period under audit
- iii) During the year the company has not granted any loans to parties covered in the register maintained under section 301 of the Companies Act, 1956. During the year the company has taken interest free unsecured loan from one party covered in the register maintained under section 301 of the Companies Act, 1956 and the maximum amount involved was Rs.8,00,000/- and the year end outstanding balance was Rs. Nil. According to the information and explanations given to us the terms and conditions of the loan are not prima facie prejudicial to the interests of the company.
- iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and the nature of its business with regard to the purchases of inventory, fixed assets and with regard to the sale of goods. During the course of audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- v) During the year the company has not entered into any transactions that need to be entered into the register maintained under Section 301 of the Companies Act, 1956.
- vi) The company has not accepted any deposits from the public. Accordingly, the provisions of clause 4(vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- vii) As per the information and explanations given to us by the Management, the company's internal control procedure together with the internal checks conducted by the Management staff during the year can be considered as an internal audit system commensurate with the size and nature of its business.
- viii) According to the information and explanations given to us, maintenance of cost records under section 209(1)(d) of the Companies act, 1956 are not applicable to the activities carried on by the company.
- ix) a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues applicable to it.
- b) According to the information and explanations given to us no undisputed statutory dues applicable to it were outstanding as at 31st March, 2014 for a period of more than six months from the date they became payable.

- c) According to the information and explanations given to us, there are no statutory dues which have not been deposited on account of any dispute.
- x) In our opinion, the accumulated losses of the company are not more than fifty percent of its net worth. The company has incurred cash loss during the financial year covered by our audit and in the immediately preceding financial year.
- xi) The company does not have any dues payable to financial institutions or banks or debenture holders. Accordingly, the provisions of clause 4(xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xii) The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiii) In our opinion, the Company is not a Chit Fund or a Nidhi/Mutual Benefit Fund/Society. Accordingly, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) In our opinion, the company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from Banks or Financial Institutions. Accordingly, the provisions of clause 4(xv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- xvi) The company has not obtained any term loans from banks and financial institutions during the year under audit. In our opinion and according to the information and explanations given to us the term loans obtained in the earlier years have been applied for the purpose for which they were obtained.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that funds raised on short-term basis have not been used for long-term investment.
- xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to the parties and companies covered in the register maintained U/Sec.301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(xviii) of the Companies (Auditor's Report) Order are not applicable to the company.
- xix) The company has not issued any debentures. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.

xx) During the current financial year under review and in the immediately preceding financial year the company has not raised any money by way of public issue and there was no unutilized money raised through public issues at the beginning of the period covered by the audit report. Accordingly, the provisions of clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.

xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

Place: Hyderabad
Date: 30-05-2014

(G. AMARANATHA REDDY)
Partner
Membership No: 019711



NAGARJUNA AGRI TECH LIMITED

BALANCE SHEET AS AT 31st MARCH, 2014

Particulars	Note No	AS AT 31-03-2014	Amount In Rupees AS AT 31-03-2013
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2.1	93,691,000	93,691,000
(b) Reserves and Surplus	2.2	(33,182,719)	(28,549,322)
		60,508,281	65,141,678
(2) Non-Current Liabilities			
(a) Other Long-term Liabilities	2.3	-	166,667
		-	166,667
(3) Current Liabilities			
(a) Short term borrowings	2.4	-	800,000
(b) Trade Payables	2.5	5,000	38,140
(c) Other Current Liabilities	2.6	318,951	632,905
		323,951	1,471,045
Total		60,832,232	66,779,390
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	2.7	40,312,875	44,922,037
(b) Long-term Loans and Advances	2.8	6,307,195	1,707,195
(c) Other Non-Current Assets	2.9	13,456,300	13,456,300
		60,076,370	60,085,532
(2) Current Assets			
(a) Trade Receivables	2.10	-	80,757
(b) Cash and Bank Balances	2.11	620,091	6,383,769
(c) Other Current Assets	2.12	135,771	229,332
		755,862	6,693,858
Total		60,832,232	66,779,390
Significant Accounting Policies	1	-	-
Notes on Accounts	2	-	-

As per our report of even date

For and on behalf of the Board

For AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

(Dr. K. V. L. N. RAJU)
Managing Director

(K. SOMA RAJU)
Director

(G. AMARANATHA REDDY)
Partner
Membership No: 019711

(N. VISWANATHA RAJU)
Director

Place: HYDERABAD
Date : 30-05-2014

NAGARJUNA AGRI TECH LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH, 2014

Particulars	Note No	Amount In Rupees	
		Year ended 31-03-2014	Year ended 31-03-2013
Revenue from Operations - Horticulture	2.13	1,540,227	7,544,393
Other Income	2.14	56,177	301,526
Total Revenue		1,596,404	7,845,919
Expenses:			
Purchases of Stock-in-trade (Cut Flowers)		660,127	609,946
Changes in Inventories of Finished Goods and Stock-in-trade	2.15	-	210,000
Employee Benefit Expense	2.16	120,401	426,000
Depreciation	2.7	4,609,162	4,622,422
Other Expenses	2.17	923,310	6,887,955
Total Expenses		6,313,000	12,756,324
Profit / (Loss) before Exceptional Items and Tax		(4,716,596)	(4,910,404)
Exceptional Items		83,199	-
Profit / (Loss) before Tax		(4,633,397)	(4,910,404)
Tax Expense:			
Current Tax		-	(93,172)
Deferred Tax		-	-
Profit / (Loss) for the Period from Continuing Operations		(4,633,397)	(5,003,576)
EPS: (In Rupees) (Face Value Rs.10/-)	2.19		
Basic and Diluted Earnings Per Share		(0.49)	(0.53)
Significant Accounting Policies	1		
Notes on Accounts	2		

As per our report of even date

For and on behalf of the Board

FOR AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

(Dr. K. V. L. N. RAJU)
Managing Director

(K. SOMA RAJU)
Director

(G. AMARANATHA REDDY)
Partner
Membership No: 019711

(N. VISWANATHA RAJU)
Director

Place: HYDERABAD
Date : 30-05-2014

NAGARJUNA AGRI TECH LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2014

A) <u>Cash Flow from Operating Activities:</u>	31-03-2014		31-03-2013	
Net Profit / (Loss) Before Tax		(4,716,596)		(4,910,404)
Adjustments for:				
Depreciation	4,609,162		4,622,422	
Bad Debts & Deposits Written off	-		1,140,607	
Interest received	(56,177)		(301,526)	
Income tax paid	-		(93,172)	
Operating Profit Before Working Capital Changes		4,552,985		5,368,331
		(163,611)		457,927
Adjustments for:				
Trade & Other Receivables	91,694		1,445,638	
Trade Payable	(513,761)		(1,173,420)	
Inventories	-		698,942	
Net Cash from Operating Activities		(422,067)		971,160
		(585,678)		1,429,087
B) <u>Cash Flow from Investing Activities:</u>				
Advance for capital goods	(4,600,000)			
Interest received on fixed deposits	222,000		135,703	
Net Cash Used In Investing Activities		(4,378,000)		135,703

CASH FLOW STATEMENT

C) Cash Flow from Financing Activities:				
Unsecured loans taken	-		1,300,000	
Unsecured loans repaid	(800,000)		(500,000)	
Net Cash Used in Financing Activities		(800,000)		800,000
Net Increase in Cash & Cash Equivalents (A-B-C)		(5,763,678)		2,364,790
Cash & Cash Equivalents at the Beginning				
Cash on Hand	215,443		48,760	
Balance with Sch., Banks in CA	5,983,265		3,785,158	
Cash & Cash Equivalents at the End		6,198,708		3,833,918
Cash on Hand	372,500		215,443	
Balance with Sch., Banks in CA	62,530		5,983,265	
		435,030		6,198,708
		(0.00)		-

As per our report of even date

for AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

For and on behalf of the Board

(G. AMARANATHA REDDY)
Partner
Membership No: 019711

(Dr. K. V. L. N. RAJU)
Managing Director.

(K. SOMA RAJU)
Director

(N. VISWANATHA RAJU)
Director

Place: HYDERABAD
Date : 30-05-2014

NAGARJUNA AGRI TECH LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS STATEMENT FOR THE YEAR ENDING 31st MARCH, 2014

1. SIGNIFICANT ACCOUNTING POLICIES:

a) Basis of preparation of Financial Statements:

The Financial Statements have been prepared under the historical cost convention in accordance with generally accepted accounting principles in India and comply in all material aspects with the applicable Accounting Standards notified under section 211 (3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956 as adopted consistently by the Company.

Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles followed by the Company.

b) Fixed Assets:

Fixed Assets are valued at historical cost less depreciation. Attributable costs and expenses including borrowing costs for bringing the respective assets to working condition for their intended use are capitalized.

c) Depreciation:

Depreciation is provided on straight line method as per the rates prescribed under Schedule XIV of the Companies Act, 1956.

d) Valuation of Inventories:

Closing stock of inventories are valued at lower of cost or net realisable value. Cost has been ascertained on FIFO basis.

e) Revenue Recognition:

Revenue from the sale of grown items is recognised upon passage of the title to the customers which generally consists with the delivery and acceptance thereof.

Interest income is recognized on accrual basis.

Operating lease rentals are accounted on mercantile basis as per the terms of the lease agreement.

f) Foreign Exchange transactions:

All foreign currency transactions were initially recognized at the rate on the date of transaction.

Exchange differences arising on the settlement of monetary items were recognized as income/expense.

Monetary items as on the date of Balance Sheet are stated at the closing rate/realistic rate.

g) Cash Flow Statement:

The Cash Flow Statement has been compiled from and is based on the Balance Sheet and the related Statement of Profit and Loss for the year ended on that date. The Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standard - 3 on Cash Flow Statement issued by ICAI

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

SIGNIFICANT ACCOUNTING POLICIES:

h) Accounting for Taxes on Income:

Current Tax: Provision for Current Income Tax is made on the basis of the taxable income for the year as determined in accordance with the provisions of Income Tax Act, 1961.

Deferred Tax: Deferred income tax is recognized, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The tax effect is calculated on the accumulated timing differences at the year end based on tax rates and laws, enacted or substantially enacted as of the Balance Sheet date.

i) Impairment of Assets:

The Management assesses using external and internal sources whether there is any indication that an asset may be impaired. Impairment of an asset occurs where the carrying value exceeds the present value of cash flow expected to arise from the continuing use of the asset and its eventual disposal. The provision for impairment loss is made when recoverable amount of the asset is lower than the carrying amount.

j) Provisions and Contingent Liabilities and Contingent Assets:

Provisions in respect of present obligations arising out of past events are made in the accounts when reliable estimate can be made of the amount of obligations and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but if material, are disclosed in the notes to accounts. Contingent assets are not recognized or disclosed in the financial statements.

k) Operating Lease:

Operating Lease payments are recognized as an expense in the Profit and Loss Statement of the year to which they relate

l) Earnings Per Share:

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

m) Government Grants:

Air freight subsidy towards reimbursement of Air freight charges/expenses is deducted from the related expenditure. Capital Subsidy towards reimbursement of capital expenditure is deducted from the concerned capital expenditure.

n) Use of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.



2. NOTES ON ACCOUNTS:

2.1 SHARE CAPITAL

Particulars	Amount in Rupees	
	As At 31-03-2014	31-03-2013
A) Authorised Share Capital:		
1,00,00,000 Equity Shares of Rs.10/- each	100,000,000	100,000,000
B) Issued, Subscribed and Fully Paid-up Share Capital:		
93,69,100 Equity Shares of Rs.10/- each fully paid up	93,691,000	93,691,000
Total	93,691,000	93,691,000

Disclosure pursuant to Note No. 6(A)(d) of Part I of Schedule VI to the Companies Act, 1956

Reconciliation of the Number of Shares Outstanding:

	As At	
	31-03-2014	31-03-2013
Shares outstanding at the beginning of the year	9,369,100	9,369,100
Add: Shares Issued during the year	-	-
Add: Bonus Shares Issued	-	-
Less: Shares bought back during the year	-	-
Shares outstanding at the end of the year	9,369,100	9,369,100

Disclosure pursuant to Note No. 6(A)(e) of Part I of Schedule VI to the Companies Act, 1956

The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital;

a) The Company has only one class of shares referred to as equity shares having a par value of Rs.10/-. Each holder of equity shares is entitled to one vote per share

b) The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

c) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

NOTES ON ACCOUNTS

Disclosure pursuant to Note No. 6(A)(g) of Part I of Schedule VI to the Companies Act, 1956

Shares in the Company held by each Share Holder holding more than 5% shares

	As At	
	31-03-2014	31-03-2013
	No of shares	No of shares
	%	%
a) Subhkam Ventures (I) Private Limited	3,414,200	3,414,200
	36.44%	36.44%
b) Jinnur Investments Private Limited	2,133,405	2,133,405
	22.77%	22.77%

Disclosure pursuant to Note No. 6(A)(h) of Part I of Schedule VI to the Companies Act, 1956

Shares reserved for issue under options and contracts / commitments for the sale of shares / disinvestment;	NIL	NIL
-------------------------------------------------------------------------------------------------------------	-----	-----

Disclosure pursuant to Note No. 6(A)(i) of Part I of Schedule VI to the Companies Act, 1956

a) Aggregate number of equity shares allotted as fully paid up pursuant to contract(s) without payment being received in cash in the last five years immediately preceeding the Balance Sheet date	NIL	NIL
b) Aggregate number of bonus shares (Equity) issued in the last five years immediately preceeding the Balance Sheet date		
c) Aggregate number of equity shares bought back in the last five years immediately preceeding the Balance Sheet date	NIL	NIL

Disclosure pursuant to Note No. 6(A)(j) of Part I of Schedule VI to the Companies Act, 1956

Securities convertible into equity / preference shares issued	NIL	NIL
---------------------------------------------------------------	-----	-----

NOTES ON ACCOUNTS

2.2 RESERVES & SURPLUS

Particulars	As At	
	31-03-2014	31-03-2013
A) Subsidy from APEDA (A)	100,000	100,000
B) Capital Reserve (B) /	7,372,050	7,372,050
C) Surplus:		
Opening balance	(36,021,372)	(31,017,796)
Add / (Less): Net Profit / (Loss) after Tax transferred from Statement of Profit & Loss	(4,633,397)	(5,003,576)
Balance in Profit & Loss Account (.C)	(40,654,769)	(36,021,372)
Total (A+B+C)	(33,182,719)	(28,549,322)

2.3 OTHER LONG-TERM LIABILITIES

Particulars	As At	
	31-03-2014	31-03-2013
Lease Rent Received In Advance	-	166,667
Total	-	166,667

2.4 SHORT-TERM BORROWINGS

Particulars	As At	
	31-03-2014	31-03-2013
Unsecured Short-Term Borrowings: From Related Parties	-	800,000
Total	-	800,000
Aggregate amount of loans Guaranteed by Directors & Others	NIL	NIL
Amount of default as on the balance sheet date in repayment of loans and interest there on	NIL	NIL

NOTES ON ACCOUNTS

2.5 TRADE PAYABLES

Particulars	As At	
	31-03-2014	31-03-2013
Accrued Salaries and other benefits		
Salaries	5,000	15,000
For Other Liabilities		
For Supplies	-	23,140
Total	5,000	38,140

2.6 OTHER CURRENT LIABILITIES

Particulars	As At	
	31-03-2014	31-03-2013
For Services & Expenses	135,462	114,829
Withholding and Other Taxes Payable	16,822	18,076
Lease Rent received in advance	166,667	500,000
Total	318,951	632,905

NOTES ON ACCOUNTS

2.7 FIXED ASSETS

Amount in Rupees

DESCRIPTION	Rate of Dep.,	GROSS BLOCK			DEPRECIATION		NET BLOCK	
		AS ON 1/4/2013	ADDITIONS	AS ON 31/03/2014	UP TO 1/4/2013	FOR THE PERIOD 31/03/2014	AS ON 31/03/2014	AS ON 31/03/2013
TANGIBLE ASSETS								
Furniture	6.33%	633,710	-	633,710	622,476	1,395	9,839	11,234
Office Equipment	4.75%	304,214	-	304,214	227,183	14,450	62,581	77,031
Computers	16.21%	295,337	-	295,337	289,105	1,762	4,470	6,232
Vehicles	-	263,403	-	263,403	263,403	-	-	-
Assets given on Operating Lease:								
Land	-	16,863,722	-	16,863,722	-	-	16,863,722	16,863,722
Buildings	3.34%	10,175,108	-	10,175,108	5,617,046	339,849	4,218,213	4,558,062
Plant & Machinery	4.75%	89,509,607	-	89,509,607	66,103,851	4,251,706	19,154,050	23,405,756
TOTAL		118,045,101	-	118,045,101	73,123,064	4,609,162	40,312,875	44,922,037
PRE, YEAR TOTAL		118,045,101	-	118,045,101	68,500,642	4,622,422	44,922,037	49,544,459

NOTES ON ACCOUNTS

2.8 LONG-TERM LOANS AND ADVANCES

Particulars	As At	
	31-03-2014	31-03-2013
Unsecured Considered Good		
Advances for capital goods/works	5,600,000	1,000,000
Security Deposits	707,195	707,195
Total	6,307,195	1,707,195

2.9 OTHER NON-CURRENT ASSETS

Particulars	As At	
	31-03-2014	31-03-2013
Others:		
Share Application Money	13,456,300	13,456,300
Total	13,456,300	13,456,300

2.10 TRADE RECEIVABLES

Particulars	As At	
	31-03-2014	31-03-2013
Unsecured Considered Good		
Outstanding for a period exceeding six months	-	-
Others	-	80,757
Total	-	80,757

NOTES ON ACCOUNTS

2.11 CASH AND BANK BALANCES

Particulars	As At	
	31-03-2014	31-03-2013
A) Cash and Cash Equivalents:		
Balances with Banks	62,530	5,983,265
Cash on Hand	372,500	215,443
Total Cash and Cash Equivalents (A)	<u>435,030</u>	<u>6,198,708</u>
B) Other Bank Balances:		
Balances with Banks	185,061	185,061
Total Other Bank Balances (B)	<u>185,061</u>	<u>185,061</u>
Total Cash and Bank Balances (A + B)	<u>620,091</u>	<u>6,383,769</u>
Other Bank Balances includes:		
a) Earmarked balances with banks	-	-
b) Deposit accounts with more than 12 months maturity	-	-
c) Held as margin money deposits against guarantees	185,061	185,061

2.12 OTHER CURRENT ASSETS

Particulars	As At	
	31-03-2014	31-03-2013
Air Freight Subsidy Receivable	-	25,849
Interest receivable on deposits	-	165,823
Income tax refund due	135,771	37,660
Total	<u>135,771</u>	<u>229,332</u>

NOTES ON ACCOUNTS

2.13 REVENUE FROM OPERATIONS

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
A) From Sale of Products		
Cut Flowers	-	7,211,060
Cut Flowers - Trading Sales	1,040,227	-
B) Other Operating Revenue		
Rent Received	500,000	333,333
Total	1,540,227	7,544,393

2.14 OTHER INCOME

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Interest Received	56,177	301,526
Total	56,177	301,526

2.15 CHANGES IN INVENTORIES

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Inventories at the end of the period		
Finished Goods	-	-
Cut Flowers	-	-
Total (A)	-	-
Inventories at the beginning of the period		
Finished Goods	-	210,000
Cut Flowers	-	-
Total (B)	-	210,000
Change in Inventories (A - B)	-	210,000

NOTES ON ACCOUNTS

2.16 EMPLOYEE BENEFIT EXPENSES

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Salaries, Wages & Other Benefits	115,000	368,800
Staff Welfare Expenses	5,401	57,200
Total	120,401	426,000

2.17 OTHER EXPENSES

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Fertilizers & Pesticides Consumed	-	1,697,067
Power & Fuel	-	616,170
Plant Maintenance	-	1,303,456
Repairs & Maintenance	-	160,373
Travelling & Conveyance	57,710	244,646
Printing & Stationery	4,106	33,840
Postage & Telephone	5,220	30,032
Rent	126,500	117,750
Rates & Taxes	61,444	61,798
Auditors Remuneration	112,360	112,360
Professional Charges	363,720	163,403
Bank Charges & Commission	38,922	22,099
General Expenses	14,347	6,924
Freight, Clearing & Forwarding Charges	116,088	882,335
Packing Material Consumed	22,892	295,095
Bad Debts Written Off	-	1,105,034
Deposits written off	-	35,573
Total	923,310	6,887,955



NOTES ON ACCOUNTS

2.18 EXCEPTIONAL ITEMS

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Prior period adjustments	83,199	-
Total	83,199	-

Prior period tax adjustments represents income tax and other adjustments relating to earlier years.

2.19 EARNINGS PER SHARE

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
No. of Equity Shares outstanding at the beginning of the year	9,369,100	9,369,100
Weighted Average No. of Equity Shares issued during the year	-	-
Total number of Shares outstanding at the end of the year (used as denominator for calculating EPS)	9,369,100	9,369,100
Profit / (Loss) available to share holders (used as numerator for calculating EPS)	(4,633,397)	(5,003,576)
Basic & Diluted Earnings Per Share in Rs. (Face Value Rs.10/-)	(0.49)	(0.53)

**2.20 VALUE OF PURCHASE OF STOCK-IN-TRADE,
 TURNOVER, OPENING & CLOSING STOCK-IN-TRADE:**

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
A) Purchase of Stock-in-trade: Cut Flowers	660,127	609,946
B) Turnover: Sale of Cut Flowers and Bloomed Roses	-	6,890,439
Trading sales of Cut Flowers	1,073,497	-
Foreign Exchange Fluctuations	(33,270)	320,622
C) Opening Stock-in trade: Finished goods - Cut Flowers	-	210,000
D) Closing Stock-in-trade: Finished goods - Cut Flowers	-	-

NOTES ON ACCOUNTS

2.21 AUDITORS REMUNERATION

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Audit Fee	70,000	70,000
Tax Audit Fee	15,000	15,000
For Certification, Taxation and other matters	15,000	15,000
Service Tax	12,360	12,360
Total	112,360	112,360

2.22 FOREIGN EXCHANGE TRANSACTIONS

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Earnings in Foreign Currency: FOB Value of Exports	1,073,497	3,497,545

2.23 CONTINGENT LIABILITIES

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
Guarantees to Banks	510,113	510,113

NOTES ON ACCOUNTS

2.24 Disclosure under Clause 32 of the Listing Agreement

Particulars	Year ended 31-03-2014	Year ended 31-03-2013
a) Loans and advances in the nature of loans to Subsidiary Company:	NIL	NIL
b) Loans and advances in the nature of loans to Associate Company:	NIL	NIL
c) Loans and advances in the nature of loans where there is:		
i) No repayment schedule or repayment beyond seven years:	NIL	NIL
ii) No interest or interest below Sec. 372A of Companies Act:	NIL	NIL
d) Loans and advances in the nature of loans to firms/companies in which Directors are interested:	NIL	NIL
e) Investments by the loanee in the shares of the parent company and subsidiary company, when the company has made a loan or advance in the nature of loan	NIL	NIL

2.25 Related Party Disclosures:

Related party - Smt. K. Lakshmi Raju

Loan taken from the related party

Maximum amount of loan

Balance loan payable

800,000

1,300,000

800,000

2.26 Segment Reporting:

As the Company's business activities falls within single segment the disclosure requirement of Accounting Standard 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India is not applicable.

2.27 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006:

There are no Micro, Small and Medium Enterprise, to whom the company owes dues, which are outstanding for more than 45 days as at 31st March, 2014. This information as required to be disclosed under the Micro, Small Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

NOTES ON ACCOUNTS

2.28 Deferred Tax Asset / Liability:

The management has taken the view that, flowri culture activity comes under agricultural activity and since agricultural income is exempted from income tax, there is no need to recognise deferred tax asset/liability in the books of account.

2.29 Foreign Exchange Fluctuations:

As per the above stated accounting policy, amount of foreign exchange fluctuations debited to Profit and Loss Account during the period was Rs.33,270/- (previous year credited Rs.3,20,622/-)

2.30 Note on Land:

The company has acquired land in the name of individuals. The rules in Karnataka State do not permit the companies to hold agricultural land in their names. However, the company has entered into agreement with the respective individuals for execution of necessary legal documents in respect of the title of the land. The consideration for purchase of said land has already been paid out of the company's funds, hence treated as an asset of the company.

2.31 Previous Years Figures:

The previous year's figures have been reworked / regrouped / rearranged / reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

2.32 Balances subject to Confirmation:

Balances under sundry creditors, deposits, Investment in share application money, advances, amounts payable / receivable are subject to confirmation and reconciliation.

As per our report of even date

FOR AMAR & RAJU
CHARTERED ACCOUNTANTS
Firm Registration No: 000092S

(G. AMARANATHA REDDY)
Partner
Membership No: 019711

Place: HYDERABAD
Date : 30-05-2014

For and on behalf of the Board

(Dr. K. V. L. N. RAJU)
Managing Director

(K. SOMA RAJU)
Director

(N. VISWANATHA RAJU)
Director

NAGARJUNA AGRI TECH LIMITED
Plot No.56, Nagarjuna Hills, Punjagutta, Hyderabad 500 082
(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

CIN: U01119AP1987PLC007981

Name of the Company : Nagarjuna Agritech Limited

Registered Office : Plot No.56 ,Nagarjuna Hills, Punjagutta, Hyderabad 500 082

Name of the Member (s) :

Registered address :

E-mail id :

Folio No. / Client Id :

DP ID :

I / We, being the member(s) of _____ Equity Shares of Nagarjuna Agritech Limited hereby appoint

1. Name : _____
Address : _____
E-mail Id : _____
Signature : _____, or falling him / her
2. Name : _____
Address : _____
E-mail Id : _____
Signature : _____, or falling him / her
3. Name : _____
Address : _____
E-mail Id : _____
Signature : _____, or falling him / her

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at Annual General Meeting of the Company to be held on the 30th day of September 2014 at 11:00 A.M., at Plot No.56, Nagarjuna Hills, Punjagutta, Hyderabad 500 082 and at any adjournment thereof, in respect of such resolutions set out in AGM Notice convening the meeting, as are indicated below:

Resolution No.

1. To receive, consider and adopt the audited accounts of the company for the year ended March 2014, together with the reports of the Director's and Auditor's thereon.

Revenue
Stamp

2. To re-appoint a director in the place of Dr. K V L N Raju who retires by rotation and being eligible, offers him self for reappointment.
3. To appoint auditors and to fix their remuneration
4. To appointment of Mr. K.Ravindra as an independent director
5. To appointment of Mr. K.Soma Raju as an Independent Director
6. To Appointment of Dr. K V L N Raju as a Managing Director
7. To Appointment of Smt N, Rma devi as a director

Signed this day of 2014

Signature of Proxy Holder(s)

Note: The proxy must be returned so as to reach the Registered Office of the Company not later than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.

(To be handed over at the Registration Counter)

Folio No./ DP ID -

Client ID No.:

No. of Shares:

NAGARJUNA AGRITECH LIMITED

HYDERABAD

Reg office : Plot No.56 ,Nagarjuna Hills, Punjagutta,

Hyderabad 500 082

I/We hereby record my/our presence at the Extraordinary General Meeting of the Company being held on 30th day of September 2014 at 11:00 A.M. at Plot No.56 ,Nagarjuna Hills, Punjagutta, Hyderabad 500 082

1. Name(s) of the Member : 1. Mr./Ms.

and Joint Holder(s) 2. Mr./Ms.

(in block letters) 3. Mr./Ms.

2. Address :

3. Father's/Husband's

Name (of the Member) : Mr

4. Name of Proxy : Mr./Ms.

1.

2.

3.

Signature of the Proxy

Signature(s) of Member and Joint Holder(s)

Note: Please complete the Attendance slip and hand it over at the Registration Counter at the venue.

BOOK-POST
PRINTED MATTER



If undelivered, please return to :



NAGARJUNA
AGRITECH LIMITED

PLOT No. 56, Nagarjuna Hills,
Punjagutta, Hyderabad - 500 082.