

22nd
ANNUAL REPORT
2012 - 2013



R M MOHITE
INDUSTRIES LTD.



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BOARD OF DIRECTORS

Mr. Shivaji R. Mohite	Chairman & MD
Mrs. Monika S. Mohite.....	Joint MD
Mr. Abhay S. Bhide	Executive Director & CEO
CA Neehal M.Pathan	Non-executive Director
Mr. Sanjay D Patil	Independent Director
Mr. Dhiraj S. Patil	Independent Director
Mr. Ranjeet D. Patil	Independent Director
Mr. Sangramsinh S. Nimbalkar	Independent Director

REGISTERED OFFICE

R. S. No.347, Ambapwadi Phata
NH-4, Vadgaon, Tal-Hatkanangale,
Dist-Kolhapur INDIA 416112
Phone - +91 230 2471230 to 33
Fax - +91 230 2471229
email - mohitex@bsnl.in
web - mohite.com

BANKERS

Bank of Baroda, Shahupuri, Kolhapur
IDBI Bank Ltd, Nariman Point, Mumbai
State Bank of India, Udyamnagar, Kolhapur

STATUTORY AUDITORS

Moreshwar G. Deshpande
Chartered Accountants
F-2, Mayureshwar Appt.,
City Highschool Road, Sangli 416 416

HYDRO POWER PROJECTS

Radhanagari Hydro Power Project
Dam foot, Radhanagari Dam, A/p-Fejiwade,
Tal- Radhangari, Dist-Kolhapur.

Ambai Hydro Power Project
Dudhganga Dam Foot,
A/P. Dudhganga Nagar,
Tal-Radhangari, Dist-Kolhapur.

INTERNAL AUDITORS

Kunte & Chaugule
Chartered Accountants
Ayodhya Towers, 2nd Floor,
Station Road, Kolhapur 416 001

COMPANY SECRETARY

Mr. Sachin G. Bidkar
Company Secretary & Compliance Officer

NOTICE

Notice is hereby given that the 22nd Annual General Meeting of the Shareholders of R M MOHITE INDUSTRIES LIMITED will be held on Saturday, 21st September, 2013 at 11.30 a. m. at Registered Office of the Company, situated at R. S. No. 347, Ambapwadi Phata, Opp. NH - 4, Vadgaon - 416112, Dist - Kolhapur in the state of Maharashtra, to transact the following business:-

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2013 and the Profit and Loss Account for the year ended on that date together with the Auditors' Report and Directors' Report thereon.
2. To appoint a Director in place of Mr. Neehal M. Pathan, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Ranjeet D. Patil, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

For and on behalf of Board of Directors,

Vadgaon - 416 112

Date : 14th August, 2013

SHIVAJI MOHITE

CHAIRMAN & MANAGING DIRECTOR

Notes :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote on a poll instead of himself/herself and such proxy need not to be a member of the Company. The proxy, in order to be effective, must be lodged with the Company not less than 48 hours before the meeting. The blank proxy form is enclosed.
2. The Register of Members and Share Transfer Books of the Company shall remain closed from the 14th September 2013 to 20th September, 2013 [both days inclusive] for the purpose of Annual Book Closure.
3. Members holding shares in physical form are requested to notify the changes in their addresses, if any, at the earliest. Members holding shares in dematerialized form are requested to notify change in their addresses to their Depository Participants.
4. Pursuant to Section 205A of the Companies Act, 1956, there was no Unclaimed Dividends, hence the section is not applicable for the period up to 31st March, 2005.

5. Details of unclaimed Dividend along with due date to transfer it to Investor Education and Protection Fund are as below :

Sr. No	Year Ended	Date of Declaration	Due Date of Transfer to IEPF
1	31.03.2006(Interim)	26.05.2005	25.06.2012
2	31.03.2006	28.09.2006	27.10.2013
3	31.03.2007	22.09.2007	21.10.2014
4	31.03.2011(Interim)	15.10.2010	14.11.2017

Please note that, once the unclaimed dividend is transferred to the Investor Education and Protection Fund, no claims shall lie in respect of such amount against the Company.

INFORMATION REQUIRED TO BE FURNISHED UNDER THE LISTING AGREEMENT :

Details of the Directors retiring by rotation and seeking re-appointment (in pursuance of Clause 49 of the Listing Agreement).

1) Name : Age: Qualifications : Experience : Other Directorship:	Mr. Neehal Mahamulal Pathan
	39 Years
	B. Com. F.C.A.
	He is a fellow member of The Institute of Chartered Accountants of India and having experience of more than 10 years in Finance, Accounts and Taxation.
	N. A
2) Name : Age: Qualifications : Experience : Other Directorship:	Mr. Ranjeet Dinkarrao Patil
	48 Years
	B. A.
	He is one of the successful businessman in Earth Moving Business and Dozer ripper since more than 20 years and also having experience of construction of Irrigation Projects.
	NA

GREEN INITIATIVE IN CORPORATE GOVERNANCE :

The Ministry of Corporate Affairs, Government of India, through its circular Nos.17/2011 dt. 21st April, 2011 and 18/2011 dt. 29th April, 2011, respectively, has allowed companies to send documents viz. Notices of meetings, Annual Reports and other shareholder communication to their shareholders electronically as part of its green initiatives in corporate governance.

Recognizing the spirit of circular, it is proposed that henceforth documents as mentioned above will be sent electronically to the email addresses provided by you and made available to the company by the RTA as and when there are changes in your email address. Shareholders can register their email addresses to the Company's RTA, M/s. Link Intime India Pvt Ltd. at email Id – rnt.helpdesk@linkintime.co.in.

DIRECTORS' REPORT

Dear Shareholders,

Your Directors' have pleasure in presenting the 22nd Annual Report of the Company along with the Audited Statements of Accounts for the year ended 31st March, 2013.

1. Financial Results

The salient features of the performance of the year are as follows: - (` in Lacs)

For the year ended	For the year ended on 31 st March 13	For the year ended on 31 st March 12
Gross Turnover	13923.96	8557.71
Profit Before Taxation	429.54	453.56
Provision for Taxation	30.34	43.88
Net Profit After Taxation	399.20	409.68
Balance of Profit Brought Forward	4225.93	3816.26
Profit available for appropriations	4625.13	4225.93
Appropriations :		
Dividend (Inclusive of Dividend Tax)	-	-
Transfer to Capital Redemption Reserve	-	-
Profit Carried to Balance Sheet	4625.13	4225.93

The performance of the Company has been comprehensively covered in the Management Discussion and Analysis Report.

2. Dividend

With a view to plough back the Profits, Board of Directors do not recommend the payment of dividend for the financial year 2012-13.

3. Report on Corporate Governance and Management Discussion & Analysis

The Company has complied with clause 49 of the Listing Agreement pursuant to SEBI guidelines, accordingly, report on Corporate Governance and Management Discussion & Analysis are enclosed and form part of this Report.

5. Insurance

Adequate insurance cover has been taken for the properties of the Company including building, plant & machineries and stock.

6. Directors

In accordance with the provisions of the Companies Act 1956, & Articles of Association of the Company Mr. Neehal M. Pathan and Mr. Ranjeet D. Patil retire by rotation and are eligible for re-appointment.

During the year Mr. Abhay S. Bhide and Mr. Sangramsinh S. Nimbalkar are appointed as Directors of the Company on 29th September, 2012.

7. Auditors

Moreshwar G. Deshpande, the Statutory Auditors of the company, will retire at the ensuing Annual General Meeting of the company and being eligible, offer themselves for re-appointment.

8. Cost Auditors

The Central Government had directed an audit of the cost accounts maintained by the Company. For conducting the cost audit for the financial year ended on March 31, 2014, the Central Government has approved the appointment of Shri. S. V. Vhatte, Cost Accountant, Solapur.

9. Directors Responsibility Statement

On the basis of compliance certificate received from the concerned officials of the Company and subject to disclosure in the Annual Accounts & on the basis of the discussion with the Statutory Auditors of the Company from time to time, we state:

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed and proper explanations provided relating to material departures, if any ;
- ii) that the Directors have selected appropriate 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 as at March 31, 2013 and of the profit of the Company for the year ended on that date.
- iii) that the Directors have taken proper and sufficient care to ensure 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, if any.
- iv) that the Directors have prepared the annual accounts on a going concern basis.

10. Conservation of Energy, Technology Absorption, Foreign Earnings and Outgo

A statement giving details of conservation of energy, technology absorption, foreign exchange earnings and outgo, in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 is annexed and marked Annexure 'A' and forms part of this Report.

11. Cash Flow Analysis

In conformity with the provisions of clause 32 of the Listing Agreement the Cash Flow Statement for the year ended 31st March, 2013 is annexed hereto.

12. Listing of Equity Shares

The Equity Shares of Your Company are presently listed on Bombay Stock Exchange Limited, (BSE). The Company has duly paid the listing fees to Bombay Stock Exchange Limited for the financial year 2013-2014.

13. Depository System

As the members are aware, your Company's shares are tradable compulsorily in electronic form and your Company has established connectivity with both the depositories, i.e. National Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL). In view of the numerous advantages offered by the Depository system, members are requested to avail of the facility of dematerialization of the Company shares on either of the Depositories as aforesaid.

14. Particulars of Employees

The statement of particulars of employees required under Section 217(2A) of the Companies Act, 1956 reads with the Companies (Particulars of Employees) Rules 1975. As no any employee is receiving salary more than limits prescribed under this section, separate statement is not attached.

15. Appreciation

Your directors wish to place on record their appreciation to employees at all levels for their hard work, dedication and commitment. The enthusiasm and unstinting efforts of the employees have enabled the Company to remain at the forefront of the Industry despite increased competition from several existing and new players.

16. Acknowledgments

The Board desires to place on record its appreciation for the support and co-operation that the Company received from all the customers, investors, marketing agents, clearing and forwarding agents, financial institutions, banker's, insurance companies, consultants, advisors and shareholders for their continued support. The company has always looked upon them as partners in its progress and has happily shared with them rewards of growth.

Your Directors are grateful to Government of India, Ministry of Commerce, Ministry of Textiles, Port Authorities and various authorities from Central and State Government for their co-operation and support. Your Directors look forward for their continued support.

on behalf of the Board

Vadgaon - 416 112

Date : 14th August, 2013

SHIVAJI MOHITE
CHAIRMAN & MANAGING DIRECTOR

ANNEXURE 'A' TO THE DIRECTORS REPORT

Additional information as required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988.

A. CONSERVATION OF ENERGY

(a) Energy Conservation Measures Taken :

The Company has been taking continuous steps to conserve the energy and minimize energy cost at all levels.

(b) Total energy consumption and energy consumption per unit of production in the prescribed Form 'A' Attached.

B. TECHNOLOGY ABSORPTION

Efforts made in Technology Absorption as per Form 'B' given below :

FORM B

RESEARCH AND DEVELOPMENT (R & D)

1. Specific areas in which R & D has been carried out by the Company :

R & D activities are carried out continuously to produce good quality of Yarn and Fabric for exports.

2. Benefits derived as a result of the above R & D :

With the result of the R & D activities carried out, the Company has been able to produce quality Yarn.

3. Future Plan of Action:

i) The Company continues its efforts to maximize its productivity and at the same time enhance quality of its products.

4. Expenditure on R & D :

Expenditure on R & D has been shown under respective heads of expenditure in the profit and loss account as no separate account is maintained.

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION :

The Company is constantly making efforts to adopt latest technology wherever possible to improve quality of product, productivity and efficiency of the machineries. The company is also at a continuous endeavor to improve the efficiency of process by way of deep study of new technologies and exchange of information with other mills and machinery manufacturers.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

(a) The Company has achieved export sales of ` 6199.19 Lacs. Out of which export through merchant export is worth ` 5235.63 Lacs and ` 963.55 by direct export. The Company has earned foreign exchange to the tune of \$1756455.66 through direct export as given in schedule.

(b) Total Foreign Exchange used and earned.

The information on foreign exchange earnings and outgo is contained in note no. 24B(iv) of Notes to financial statements.

on behalf of the Board

Vadgaon - 416 112

Date : 14th August, 2013

SHIVAJI MOHITE
CHAIRMAN & MANAGING DIRECTOR



FORM 'A'

Form for disclosure of particulars with respect to conservation of energy

Particulars	2012-13	2011-12
A. Power & Fuel Consumption		
Electricity :		
Total Consumption during the year : (Kwh)	2,54,76,600	1,74,69,732
Total Amount (Rs.)	19,05,30,755	12,23,74,467
Own Generation through :		
Hydro Power Project (Kwh)	1,72,00,919	1,69,93,018
Purchased Units (Kwh)	82,75,681	4,76,714
B. Consumption per unit of Production		
1. Cotton Yarn		
Electricity	3.57	4.97
Diesel	--	--
Coal Per Kg	--	--
Others	--	--
2. Knit-Fabric		
Electricity	--	--
Diesel	--	--
Coal Per Kg	--	--
Others	--	--

CORPORATE GOVERNANCE REPORT

COMPANY'S CORPORATE GOVERNANCE PHILOSOPHY

Corporate Governance refers to the systems and policies that influence a corporation's administration. It involves regulatory and market mechanism, and the roles and relationships between a company's management, board, shareholders and other stakeholders.

Corporate Governance at the R M Mohite Industries Ltd. is a continuing process. The group is committed to the adoption of best governance practices and their adherence in true spirit at all times. Your company continuously strives to achieve excellence in corporate governance through its values-Integrity, Commitment, Passion, Seamlessness and Speed.

A. BOARD OF DIRECTORS

(i) Composition :

The composition of the Board is in conformity with Clause 49 of the Listing Agreement, which stipulates that 50% of the Board should comprise of Non-executive Directors. Further, if the Chairman is Executive Director, 50% of the Board should be independent.

The Board of Directors comprises Chairman & Managing Director, Joint Managing Director, Executive Director & CEO and Five Non-executive Directors, of which four are Independent Directors.

Name of the Director	Position
Executive	
Mr. Shivaji R. Mohite	Chairman & Managing Director
Mrs. Monika S. Mohite	Joint Managing Director
Mr. Abhay S. Bhide	Executive Director & CEO
Non-Executive	
CA Neehal M. Pathan	Director
Independent	
Mr. Sanjay D. Patil	Director
Mr. Dhiraj S. Patil	Director
Mr. Ranjit D. Patil	Director
Mr. Sangramsinh S. Nimbalkar	Director

(ii) Meetings of the Board of Directors :

The meetings of the Board of Directors are held at the Registered Office of the Company at 'Ambapwadi Phata, R. S. No.347, Off NH - 4, Vadgaon – 416 112. During the year under review, 08 Board meetings were held on 21-04-2012, 30-05-2012, 22-06-2012, 14-08-2012, 29-09-2012, 12-11-2012, 29-01-2013 & 21-03-2013. The Agenda and the Explanatory Notes are prepared in consultation with Chairman and Managing Director, for each meeting, and are circulated the same in advance to the Directors. Every Director is free to suggest the inclusion of the items on the Agenda.

The attendance of the Board of Directors at the Meetings held during the year, number of other Directorships & Memberships of Committees as on March 31, 2013 are as follows:

Name of Director & Category of Directorship	No. of Board meetings attended	Attendance at last AGM	No. of other Directorships	No. of outside Committee position(s) held	
				Member	Chairman
Mr. Shivaji R. Mohite	08	Yes	23	-	-
Mrs. Monika S. Mohite	08	Yes	17	-	-
Mr. Sanjay D. Patil	08	Yes	02	-	-
Mr. Dhiraj S. Patil	08	Yes	-	-	-
CA. Neehal M. Pathan (w.e.f 22/06/2012)	06	Yes	-	-	-
Mr. Ranjeet D. Patil (w.e.f 22/006/2012)	06	Yes	-	-	-
Mr. Abhay S. Bhide (w.e.f. 29/09/2012)	04	Yes	-	-	-
Mr. Sangramsinh S. Nimbalkar (w.e.f. 29/09/2012)	04	Yes	-	-	-

(iii) Information to the Board of Directors :

The Board of Directors has complete access to the information within the Company, which includes:

- Annual operating plan and budgets and any updates.
- Capital budgets and any updates.
- Quarterly results and result of operations.
- Financing plans of the Company
- Minutes of Meetings of Audit and Nomination & Compensation Committees
- Any materially relevant default, if any, in financial obligations to and by the Company or substantial non-payment of goods sold,
- Any issue, which involves possible public or product liability claims of substantial nature.
- Developments in respect of Human Resources
- Compliance or Non-compliance of any Regulatory, Statutory or Listing requirements and investor service.

B. BOARD COMMITTEES

The Board currently has three committees: the Audit Committee, the Nomination & Compensation Committee and the Shareholders'/Investors' Grievance Committee. The Board is responsible for constituting, assigning and co-opting the Members of the Committee.

(i) Audit committee

(a) The Audit Committee is responsible for:

- Overseeing the Company's financial reporting process and disclosure of its financial information.
- Recommending the appointment of the Statutory Auditors and fixation of their remuneration.

- Reviewing and discussing with the Statutory Auditors.
 - Reviewing major accounting policies and practices and adoption of applicable Accounting Standards.
 - Disclosure of contingent liabilities.
 - Reviewing the risk management mechanisms of the Company
 - Reviewing compliance with Listing Agreement and various other legal requirements concerning financial statements and related party transactions.
 - Reviewing the quarterly and half-yearly financial results and the annual financial statements before they are submitted to the Board.
 - Reviewing operations, new initiatives and performance
- (b) The audit Committee was formed in the year 2000 comprising of three directors, of which two directors are non-executive directors. The Committee met Four times during the year on 30-05-2012, 14-08-2012, 12-11-2012 & 29-01-2013. The attendance of Members of the Meeting was as follows :

Name	Status	No. of Meetings attended
Mr. Neehal M. Pathan	Chairman	3
Mrs. Monika Shivaji Mohite	Member/ Chairman	3 1
Mr. Dhiraj Shivajirao Patil	Member	4
Mr. Sanjay D. Patil	Member	1

The Audit committee adheres to the SEBI Guidelines in terms of quorum for its meetings, functioning, role and powers as also set out in the Companies Act, 1956.

(ii) Nomination & Compensation Committee :

- (a) Terms of reference : To review, assess and recommend the appointment of senior employees and to review their remuneration packages.
- (b) The Committee comprises CMD & three non-executive directors. The Committee met Four times during the year on 30-05-2012, 14-08-2012, 12-11-2012 & 21-03-2013. The attendance of Members of the Meetings was as follows :

Name	Status	No. of Meetings attended
Mr. Shivaji Ramchandra Mohite	Chairman	4
Mr. Ranjeet Dinkarrao Patil	Member	3
Mr. Sanjay Dnyandeo Patil	Member	4
Mr. Dhiraj Shivajirao Patil	Member	4

Chief Executive Officer is permanent invitee to the meetings of the Nomination & Compensation Committee.

c) Remuneration Policy :

The objective of the remuneration is to motivate employees to excel their performance, recognize their contribution and retain talent in the organization and reward merit. Remuneration of employees largely consists of base remuneration, perquisites and performance incentives. The components of the total remuneration vary from different grades and are governed by industry pattern, qualifications & experience of the employee, responsibilities handled and individual performance, etc.

d) Details of remuneration paid to the directors are as follows:

Name	Salary	Consultancy Fee	Perquisites	Contribution to PF	Total
Mr. Shivaji Mohite	42.08	--	--	--	42.08
Mrs. Monika Mohite	16.58	--	--	--	16.58
Mr. Sanjay Patil	--	--	--	--	--
Mr. Dhiraj Patil	--	--	--	--	--
Mr. Neehal Pathan	--	18.00	--	--	18.00
Mr. Ranjit Patil	--	--	--	--	--
Mr. Abhay S. Bhide	30.32	--	--	0.09	30.42
Mr. Sangramsinh S. Nimbalkar	--	--	--	--	--

(iii) Shareholders' /Investors' Grievance Committee:

(a) Terms of reference

- Redressal of investors' complaints.
- Allotment of Shares, approval of transfer & transmission of shares, issue of duplicate Share certificates and new certificates on split/consolidation/renewal etc.
- To approve the transfer of shares lodged with the Company.

(b) Composition

The Shareholders' / Investors' Grievance Committee presently comprising Chairman & Managing Directors and three non-executive directors. During the year, the Committee held Four meetings on 30-05-2012, 14-08-2012, 12-11-2012 & 21-03-2013. The attendance of Members at the said Meetings was as follows;

Name	Status	No. of Meetings attended
Mr. Shivaji Ramchandra Mohite	Chairman	4
Mr. Sangramsinh S. Nimbalkar	Member	2
Mr. Sanjay Dnyandeo Patil	Member	2
Mr. Dhiraj Shivajirao Patil	Member	4

(c) Name, Designation and Contact Details of Compliance Officer

Sachin G. Bidkar

Company Secretary

R. S. 347, Ambapwadi Phata, P. B. No. 1, Off N. H. 4,

Vadgaon, Dist – Kolhapur 416112 Maharashtra – MH

Phone 0230-2471230

- (d) During the year two complaints were received from the investors. As on March 31, 2013, no any request involving transfer of shares was pending.

C OTHER INFORMATION

- (i) Risk Management Framework:

The Company has in place mechanism to inform Board Members about the Risk Assessment and Minimization procedures and periodical reviews to ensure that risk is controlled by senior management employees through the means of a properly defined framework.

- (ii) Code of Conduct:

The Company has laid down a code of conduct for all Board Members and senior management personnel of the Company. The declaration of Joint Managing Director given below.

To the Shareholders of R M Mohite Industries Ltd.

Sub. Compliance with Code of Conduct

The Board has laid down a code of conduct for all Board Members and Senior Management of the Company.

The Board Members and Senior Management have affirmed compliance with the Code of Conduct.

Vadgaon 416112
 14th August, 2013

MONIKA MOHITE
 JOINT MANAGING DIRECTOR

- (iii) Annual General Meeting

The last three Annual General Meetings of the Company were held at Vadgaon, Kolhapur (District-Kolhapur) as under :

Financial Year	Date	Time
2011-2012	29 th September, 2012	11.30 a.m.
2010-2011	30 th September, 2011	11.30 a.m.
2009-2010	25 th September, 2010	11.30 a.m.

The following Special Resolutions / Business were passed by the members at the last three Annual General meeting.

Annual General Meeting held on 29th September, 2012

- i) Appointment of Mr. Neehal M. Pathan, as Director of the Company.
- ii) Appointment of Mr. Ranjeet D. Patil, as Director of the Company.
- iii) Appointment of Mr. Abhay S. Bhide as Executive Director of the Company.
- iv) Appointment of Mr. Sangramsinh S. Nimbalkar as Director of the Company.
- v) Increase in remuneration of Mr. Shivaji R. Mohite, CMD of the Company.
- vi) Increase in the remuneration of Mrs. Monika S. Mohite Jt MD of the Company.
- vii) Ratification of the payment made to Mr. Neehal M. Pathan Director of the Company.

Annual General Meeting held on 30th September, 2011

- i) Appointment of Shivaji R. Mohite as Chairman & Managing Director of the Company .

Annual General Meeting held on 25th September, 2010

- ii) Alteration of Object Clause by substituting Clause III (B) 23.
 iii) Commencement of New Business.
 iv) Change in Name of the Company.
 (v) Disclosures:
 (a) During the year, there were no transactions of material nature with the Directors or the Management or the subsidiaries or relatives that had potential conflict with the interest of the Company.
 (b) There were no instances of non-compliance of any matter related to the capital markets, during the last three years.
 (vi) Means of communication:
 (a) Quarterly & Annual Results are published in prominent daily news papers viz. Sakal (Marathi news Paper) & The Free Press Journal (English Newspaper)
 (b) Information relating to the shareholding pattern is also available on website of Bombay Stock Exchange Limited.
 (c) Management discussion & Analysis forms integral part of this Annual Report.

D. GENERAL SHAREHOLDERS' INFORMATION

- (i) Annual General Meeting:

The Annual General Meeting of the Company has been convened on Saturday, 21st September, 2013 at the registered office of the Company located at 'R. S. No.347, Ambapwadi Phata, Off NH-4, Vadgaon – 416 112, Kolhapur, Maharashtra State.

- (ii) Financial Calendar:

Financial Year: April 1, 2013 to March 31, 2014

Event	Period
i) Annual Results of 2012-2013	30 th May, 2013
ii) Quarterly results June 30 th , 2013	Second Week of August, 2013
iii) Annual General Meeting	21 st September, 2013
iv) Quarterly results September 30 th , 2013	Second Week of November, 2013
v) Quarterly results December 31 st , 2013	Second Week of February, 2014
vi) Quarterly results March 31 st , 2014	Fourth Week of May, 2014

(iii) Book Closure :

The Register of member will remain closed from Saturday, the 14th September, 2013 to Friday, the 20th September, 2013 (both days inclusive)

(iv) Listing of Equity shares on Stock Exchange:

The shares of the Company are listed on the Bombay Stock Exchange Limited (BSE). Listing fees for the year 2013-14 has been paid to the Bombay Stock Exchange Limited. The Company has paid custodial fees for the year 2013-14 to National Securities Depository Limited and Central Depository Services (India) Limited on the basis of number of beneficial accounts maintained by them on March 31, 2013.

(v) Stock Code:

BSE – 532140 ISIN No.INE154B01015

(vi) Corporate Identification Number of the Company

L40108MH1990PLC058774

(vii) Stock market price data for the year 2012-2013

Months	BSE			
	High	Low	Close	No. of Shares Traded
April, 2012	36.05	20.00	36.05	164104
May, 2012	40.20	22.00	37.45	580183
June, 2012	45.40	37.35	43.00	668377
July, 2012	48.85	39.25	39.25	162107
August, 2012	38.50	29.30	29.30	93387
September, 2012	30.00	22.40	25.20	67466
October, 2012	25.95	19.05	20.25	118349
November, 2012	22.30	18.40	19.95	29809
December, 2012	21.30	16.70	18.30	166598
January, 2013	45.00	15.60	40.95	554468
February, 2013	57.00	30.10	30.10	412752
March, 2013	32.45	28.05	28.05	95501

(vii) Registrar and Share Transfer Agents :

Link Intime India Pvt. Ltd.,
 C-13, Pannalal Silk Mills' Compound, L.B.S.Marg,
 Bhandup (West), Mumbai- 400078
 Phone :- 022-25963838 Fax :- 022-25946969

(viii) Share Transfer System :

The Company's shares are required to be traded in BSE compulsorily in dematerialized mode. Shares in physical modes which are lodged for transfer are processed and returned within the stipulated time.

(ix) Distribution of Shareholding as on March 31, 2013

No. of Shares	Shareholders		Shareholding	
	Number	%	Number	%
Up to 5000	803	70.13	139662	0.69
5001 – 10000	139	12.14	115854	0.58
10001 - 20000	58	5.07	90087	0.45
20001- 30000	39	3.41	95093	0.47
30001 - 40000	14	1.22	49723	0.25
40001 – 50000	22	1.92	106912	0.53
50001 – 100000	17	1.48	133182	0.66
100001 & above	53	4.63	19369187	96.37
Total :	1145	100.00	20099700	100.00

(x) Categories of Shareholders as on March 31st, 2013

Category	Shareholding	% of shares
Financial Institutions	Nil	Nil
Nationalized Insurance Companies	Nil	Nil
Foreign Institutional Investors	Nil	Nil
Mutual Funds	Nil	Nil
Bodies Corporate	4461119	22.19
Directors & Relatives	13979389	69.55
General Public	1659192	8.26
Total :	20099700	100.00

(xi) Dematerialization of shares :

As on March 31, 2013, 90.32% of the Company's total paid up capital representing 18155079 shares were held in dematerialized form and the balance 9.68% representing 1944621 shares were held in physical form.

(xii) Plant location :

Manufacturing facilities of the Company are located at :

- Spinning Unit at R. S. No. 347, Ambapwadi Phata, Vadgaon PIN-416 112 (District-Kolhapur) Maharashtra State.

- Radhanagari Hydro Power project, Gat. No. 222, at Fejiwade, Tal- Radhanagari, Dist-Kolhapur.
- Ambai Hydro Power Project at Dudhganga Dam Foot, A/P. Dudhganga Nagar, Tal –Radhangari, Dist-Kolhapur.

(xiii) Address for correspondence :

R. M. Mohite Industries Limited
R. S. No.347, Ambapwadi Phata, Off NH-4, P. B. No.1, Vadgaon, Tal - Hatkanangale, Dist – Kolhapur - 416 112, Maharashtra State, India.
Phone -0230-2471230-33, Fax -0230-2471229
email- mohitex@bsnl.in

Shareholders correspondence should be directed to Company's Registrar and Transfer Agent, whose address is given below :

Link Intime India Pvt. Ltd.
C-13, Pannalal Silk Mills Compound,
L.B.S. Marg, Bhandup(West), Mumbai – 400 078.
Phone- 022-25963838 Fax -022-25946969

(xiv) Non-mandatory requirement on Corporate Governance, recommended under Clause 49 of the Listing Agreement

The Company has adopted the following non-mandatory requirements on Corporate Governance recommended under Clause 49 of the Listing Agreement.

- (a) Nomination & Compensation Committee is in place since July 2005. Presently the Committee comprises of the Chairman & Managing Director and three non-executive directors.
- (b) Whistle blower policy for the Company is in place.

(xv) Securities Dealing Code :

Pursuant to the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, a Securities Dealing Code for prevention of insider trading is in place. The objective of the Code is to prevent purchase and / or sale of shares of the Company by an insider on the basis of unpublished price sensitive information. Under the Code, Designated Persons (Directors, Advisors, officers and other concerned employees /persons) are prohibited from dealing in the Company's shares during the closure of trading Window. To deal in securities beyond specified limit, permission of Chairman & Managing Director is also required. All the Designated Employees are also required to disclose related information periodically as defined in the code.

Mr. Sachin Bidkar, Company Secretary has been designated as the Compliance Officer.

CHIEF EXECUTIVE OFFICERS CERTIFICATION

(pursuant to the provisions of the Clause 49 of the Listing Agreement)

To
The Board of Directors of
R M Mohite Industries Limited,

I, the undersigned, certify to the Board that :

- (a) I have reviewed the financial statements, read with the cash flow statement of R M Mohite Industries Limited for the year ended March 31, 2013 and to the best of my knowledge and belief, I state that :
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that may be misleading.
 - (ii) These statements present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable laws and regulations.
- (b) 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 in violation of the Company's code of conduct.
- (c) I accept responsibility for establishing and maintaining internal controls for financial reporting. I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and steps taken or proposed to be taken for rectifying these deficiencies.
- (d) I have indicated to the Auditors and Audit Committee :
 - (i) Significant changes in the internal control over financial reporting during the year.
 - (ii) Significant changes in accounting policies made during the year and the same have been disclosed in the notes to the financial statements, and
 - (iii) Instances of significant fraud of which I have become aware and the involvement therein, if any of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Vadgaon – 416 112
Date : 14th August, 2013

ABHAY S. BHIDE
CHIEF EXECUTIVE OFFICER

Auditors' Certificate on compliance of conditions of Corporate Governance

To,
The members of
R M Mohite Industries Limited,

We have examined the compliance of conditions of corporate governance by R M Mohite Industries Limited for the year ended on March 31, 2013 as stipulated in clause 49 of the Listing Agreement entered into by the Company with the Bombay Stock Exchange Limited.

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 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 in all material respect with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We 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 MORESHWAR G.DESHPANDE
CHARTERED ACCOUNTANTS

Place : Vadgaon - 416 112
Date : 14th August, 2013

Moreshwar Deshpande
Proprietor
M.No.124163

MANAGEMENT DISCUSSION & ANALYSIS

The management of R M Mohite Industries Limited presents the analysis of business performance of the Company for the year 2012-2013 and its outlook for the future. This outlook is based on assessment of the current business environment. It may vary due to future economic and other developments, both in India and abroad.

1) INDUSTRY STRUCTURE & FUTURE OUTLOOK

2012-13 was a mirthful year for the Textile Sector, especially for Spinning segment. This is because of surged demand in the global market as well as local market. Also the price of yarn remained on higher side viz-a viz cotton price. If the same scenario continues in the year 2013-14, spinning industry can overcome all those hardships faced prior 2011-12 & grow significantly.

2) OPPORTUNITIES AND THREATS

On the back drop of risen business in the year 2012-13, the industry seems to have a good opportunity of doing fantastic business in the current year also. However, still it is still a matter of fear as to when cotton prices will sour abruptly and yarn prices will fell down. As the industry had witnessed a drastic time during the year 2010-11 & a part of 11-12 due to unprecedented upsurge in cotton prices which crippled the entire industry, coping with this situation will be a hard task as usual.

3) MANAGEMENT PERCEPTION OF RISKS & CONCERNS

On account of sufficient rain fall across the country, the current cotton season looks good unlikely earlier some seasons. The crop is expected to be on much higher side and thereby available in the market through out the year. So, the management can expect uninterrupted cotton arrivals at reasonable price. Also order from domestic yarn consumers are fairly good. On the other hand, the global market especially from China and Europe who are the major importers of Indian yarn, order have been reduced considerably. This will definitely be a cause of price drop in the domestic market on account of hoarded stock diverted from exports.

4) INTERNAL CONTROL SYSTEM

The Company has well defined internal control systems. Internal Audit in the organization measures the efficiency, adequacy and effectiveness of other controls in the organization. All significant issues are brought to the attention of the Audit Committee of the Board. Management continuously reviews the internal control systems and procedures to ensure orderly and efficient conduct of the business.

5) HUMAN RESOURCES DEVELOPMENT & INDUSTRIAL RELATIONS :

The Company continues to lay emphasis on building and sustaining an excellent organization climate based on human performance. Performance management is the key word for the Company. Pursuit of proactive policies for industrial relation has peaceful and harmonious situation.

6) FINANCIAL ANALYSIS AND REVIEW OF OPERATIONS :

- a) Production of our Company of 100% cotton yarn was 7126.36 MT during 2012-13 as against production of 3513.76 MT in 2011-12. Sale of yarn was ` 12224.07 Lacs during 2012-13 as compared to sales of ` 6038.81 Lacs during 2011-12 and Sales of Cotton Waste was ` 84.48 Lacs during 2012-13 as compared to sales of ` 80.60 Lacs during 2011-12.
- b) Job Work of 100% cotton yarn was 37.45 MT during 2012-13 as against job work of 2881.85 MT in 2011-12. Job work charges was ` 8.78 Lacs as compared to Job work charges ` 733.83 Lacs in 2011-12.



- c) Generation of Hydro Power 1,72,00,919 Kwh Units during 2012-13 as against generation of 2,24,41,914 Kwh Units in 2011-12. Intersegment sale of 1,72,00,919 Kwh Units during 2012-13 as against 1,69,93,018 in 2011-12. Sale of Hydro Power Units ` NIL Lacs during 2012-13 as compared to sales of ` 222.65 Lacs during 2011-12
- d) Production of yarn during 2012-13 was increased by 102.81 % and Sales during 2012-13 were increased by 102.43 % as compared previous year.
- e) The Direct Export & Merchant Export of yarn and fabric was ` 6199.19 Lacs during 2012-13 as compared to ` 1231.37 Lacs during 2011-12.

RAW MATERIAL

- a) Main raw material for the Company is cotton and during the year under review the average cost of cotton consumed decreased to ` 100.47 per Kg. compared to 106.59 ` per kg. for the previous year.
- b) Total raw material cost for the year 2012-13 is increased to ` 7432.36 Lacs compared to ` 3755.38 Lacs for the previous year. Cost of material consumed to sales ratio for the period ended 31.03.13 was 60.38% as compared to 60.02% for the Previous year.

POWER AND FUEL

The cost of power is ` 1905.30 Lacs for the year 2012-13 as compared to ` 1223.74 Lacs for the year 2011-12. Cost of power is ` 26.60 per kg. of the production for the year 2012-13 as compared to power cost of ` 17.12 per kg of production for the previous year.

SALARY AND WAGES

The salary and wages was ` 712.99 Lacs for the year 2012-13 as compared to ` 594.57 Lacs for the year 2011-12. The Company has taken step to fully provide for the gratuity liability.

INTEREST AND FINANCE COST

The interest and finance cost was ` 1355.29 Lacs for the year 2012-13 compared to ` 1547.75 Lacs for the year 2011-12. During the year the interest income is of ` 28.05 Lacs (previous year ` 40.25Lacs) earned.

PROFITABILITY

The Company earned profit before depreciation, interest and tax of ` 2715.87 Lacs as against ` 2933.57 Lacs in the previous year. The Company earned profit before depreciation and tax of ` 1360.58 Lacs as compared to ` 1385.82 Lacs in the previous year.

The Profit before tax (after interest and depreciation) of ` 429.54 Lacs and the Profit after tax of ` 399.20 Lacs for the financial year under review as against ` 453.56 Lacs and ` 409.68 Lacs respectively, for the previous financial year.

RESOURCE MOBILISATION

The gross fixed assets (excluding capital work in progress) as at 31st March, 2013 were ` 19086.60 Lacs as compared to ` 19583.15 Lacs in the previous year. During the year, the Company added fixed assets amounting to ` 99.89 Lacs and sold off the fixed assets of ` 595.45 Lacs.

There were no debtors outstanding for more than six months in the year under reviews. (Previous Year Nil). The net current assets as on 31st March, 2013 were ` 1062.04 Lacs as against ` 660.05 Lacs in the previous year. Inventory level as on 31st March, 2013 was ` 3208.90 Lacs, as against ` 3188.48 Lacs in the previous year.

AUDITOR'S REPORT

TO THE MEMBER OF R M MOHITE INDUSTRIES LIMITED.

1. We have audited the attached Balance Sheet of R M Mohite Industries Limited, as on 31st March, 2013, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the Auditing Standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that :
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (iv) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the directors, as on 31st March, 2013 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India;
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
 - (b) in the case of Profit and Loss account, of the profit for the year ended on that date; and
 - (c) in the case of Cash Flow statement, of the cash flows for the year ended on that date.

For MORESHWAR G. DESHPANDE
CHARTERED ACCOUNTANTS

MORESHWAR DESHPANDE
Proprietor
Membership No.124163

Vadgaon - 416 112
Date :30th May, 2013

Annexure to Auditor's Report

Re: R M MOHITE INDUSTRIES LTD.

Referred to in paragraph 3 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) All the assets have not been physically verified by the management during the year but there is a regular programmed verification 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) During the year, the Company has not disposed off substantial part of the fixed assets.
- ii)
 - (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) 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) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- iii) According to the information and explanations given to us the Company has neither taken nor granted any loan, secured or unsecured, from /to companies, firms or other parties listed 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 are adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v)
 - (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956, have been so entered.
 - (b) Transactions made in pursuance of such contracts and arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and hence the provisions of sections 58 A and 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 , with regard to the deposits accepted from the public, are inapplicable.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost, maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost record under section 209(1)(d) of the Companies Act, 1956 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
- (ix)
 - (a) The Company is regular in depositing with appropriate authorities undisputed Statutory dues including provident fund, investor education protection fund, employees state insurance, income tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues as applicable to it.

- (b) According to the information and explanations given to us, no undisputed amount payable in respect of income tax, wealth tax, service tax, customs duty, excise duty and cess, were in arrears as at 31st March, 2013 for a period of more than six months from the date they became payable.
- (c) According to the information, and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute.
- (x) In our opinion, there are no accumulated losses in the books of the Company. The Company has not incurred cash loss during the financial year covered by our audit and the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (xii) In our opinion and according to the information and explanations given to us the Company has not granted any loan and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi/mutual fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditors Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion, the term and conditions on which the Company has given guarantees for loans taken by others from banks or financial institutions are not prejudicial to the interest of the Company.
- (xv) In our opinion, the terms and conditions on which the Company has given guarantees for loan taken by others from banks or financial institutions are not prejudicial to the interest of the Company.
- (xvi) In our opinion, the term loans have been applied for the purpose for which they were raised.
- (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 no funds raised on short term basis have 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 parties and companies covered in the register maintained under section 301 of the Act.
- (xix) According to the information and explanations given to us, during the period covered by our audit report, the Company had not issued any debentures nor has the Company created security or charge in respect of debenture issue.
- (xx) According to the information and explanations given to us, during the period covered by our audit report, the Company had not raised any money by way of public issues.
- (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.

Vadgaon - 416 112
Date : 30th May, 2013

For MORESHWAR G. DESHPANDE
CHARTERED ACCOUNTANTS

MORESHWAR DESHPANDE
Proprietor
Membership No.124163

Balance Sheet as at 31st March 2013

₹ in Lacs

Particulars	Notes	31 st March 2013	31 st March 2012
I EQUITY & LIABILITIES			
1 Shareholders Fund			
a) Share Capital	1	2,009.97	2,009.97
b) Reserves & Surplus	2	4,655.13	4,255.93
c) Money Received against Share Warrants		-	-
		6,665.10	6,265.90
2 Share Application Money Pending Allotment		-	-
3 Non - Current Liabilities			
a) Long Term Borrowings	3	5,032.74	6,683.66
b) Deferred Tax Liability (Net)		576.17	615.83
c) Other Long Term Liabilities		-	-
d) Long Term Provisions		-	-
		5,608.91	7,299.49
4 Current Liabilities			
a) Short Term Borrowings	4	4,005.12	4,186.05
b) Trade Payables	5	273.92	315.07
c) Other Current Liabilities	6	923.22	1,292.57
d) Short - Term Provisions	7	553.50	483.50
		5,755.76	6,277.19
Total		18,029.77	19,842.58
II ASSETS			
1 Non- Current Assets			
a) Fixed Assets	8		
i) Tangible Assets		10,359.51	11,810.26
ii) Intangible Assets		-	-
iii) Capital Work in Progress		582.62	558.42
iv) Intangible Assets under development		-	-
		10,942.13	12,368.68
b) Non - Current Investment	9	12.25	12.25
c) Deferred Tax Asset (Net)		-	-
d) Long Term Loans & Advances	10	230.66	500.08
e) Other Non-Current Assets	11	26.93	24.34
		11,211.97	12,905.35
2 Current Assets			
a) Current Investments		-	-
b) Inventories	12	3,208.90	3,188.48
c) Trade Receivables	13	3,148.44	3,462.31
d) Cash and Bank Balances	14	413.56	271.15
e) Short - Term Loans and Advances	15	46.90	15.29
f) Other Current Assets		-	-
		6,817.80	6,937.23
Total		18,029.77	19,842.58

Notes to Financial Statements

As per our separate report attached
for MORESHWAR G. DESHPANDE
Chartered Accountants

MORESHWAR DESHPANDE
Proprietor
Membership No: 124163
Vadgaon - 416 112
Date - 30th May, 2013

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for and on behalf of the Board of Directors of
R M MOHITE INDUSTRIES LTD.

MONIKA MOHITE
JT. M.D

ABHAY BHIDE
Director

Vadgaon - 416 112
Date - 30th May, 2013

SHIVAJI MOHITE
Chairman & MD

CA NEEHAL PATHAN
Director



Profit & Loss Account for the year ended on 31st March 2013

₹ in Lacs

Particulars	Notes	31 st March 2013	31 st March 2012
INCOME			
I Revenue from operations	16	13,923.96	8,557.71
II Other Income	17	125.15	189.21
Total Revenue		14,049.11	8,746.92
EXPENSES			
Cost of Material Consumed	18	7,956.20	4045.95
Purchase of Stock-in-Trade		-	-
Manufacturing & Operating Cost	19	2,563.37	1,615.49
Changes in Inventories of finished Goods, Work in progress and stock in trade	20	100.68	(442.66)
Employee benefits expenses	21	712.99	594.57
Finance Cost	22	1,355.29	1,547.75
Depreciation and amortization expenses	23	931.04	932.26
Other expenses		-	-
Total Expenses		13,619.57	8,293.36
Profit before exceptional items & Tax		429.54	453.56
Exceptional items		-	-
Profit Before Tax		429.54	453.56
Tax Expense :-			
1) Current tax		70.00	77.00
2) Deferred Tax (Income)		(39.66)	(33.12)
Profit for the Year after Tax		399.20	409.68
Earning per share (of the face value of ₹ 10/- per equity Share)			
1) Basic		1.99	2.04
2) Diluted		1.99	2.04

Notes to Financial Statements

As per our separate report attached
for MORESHWAR G. DESHPANDE
Chartered Accountants

MORESHWAR DESHPANDE
Proprietor
Membership No: 124163
Vadgaon - 416 112
Date -30th May, 2013

24

for and on behalf of the Board of Directors of
R M MOHITE INDUSTRIES LTD.

MONIKA MOHITE
JT. M.D

ABHAY BHIDE
Director

Vadgaon - 416 112
Date -30th May, 2013

SHIVAJI MOHITE
Chairman & MD

CA NEEHAL PATHAN
Director

CASH FLOW STATEMENT for the year ended on 31st March 2013

₹ in Lacs

Particulars		Current Year		Previous Year
A	CASH FLOW FROM OPERATING ACTIVITIES			
	Net Profit Before Tax		429.54	453.55
	Adjustments for :			
	Depreciation	931.04		932.26
	Interest Paid	1,297.44		1,507.50
	Interest/Dividend Received	(2.71)		(1.15)
	(Profit) / Loss on sale of Assets	-		-
	(Profit) / Loss on sale of Investments	-		24.50
			2,225.77	2,463.11
	Operating Profit before working capital changes		2,655.31	2,916.66
	Adjustments for :			
	(Increase) /Decrease in :			
	Trade & Other Receivables	549.09		(396.34)
	Inventory	(20.42)		(677.24)
	Increase / (Decrease) in :			
	Trade payables & other liabilities	(7.71)	520.96	166.15
	Cash generation from operations		3,176.27	2,009.23
	Taxes Paid		30.40	44.06
	NET CASH FROM OPERATING ACTIVITIES		3,145.87	1,965.17
B	CASH FLOW FROM INVESTING ACTIVITIES			
	Purchase of Fixed Assets	(99.89)		(774.25)
	Sale of Fixed Assets	595.45		38.95
	Purchase of Investments	-		-
	Dividend Received	2.71		1.15
	Sale of Investments	-		-
	NET CASH USED IN INVESTING ACTIVITIES		498.27	(734.15)
C	CASH FLOW FROM FINANCING ACTIVITIES			
	Proceeds from Issue of Share Capital	-		-
	Proceeds from Long Term Borrowings [net]	(2,074.64)		(827.96)
	Proceeds from Short Term Borrowings [net]	(180.92)		316.39
	Proceeds from Unsecured Borrowings	51.27		764.41
	Interest & Finance Charges	(1,297.44)		(1,507.50)
	Dividend & Dividend Tax Paid	-		-
	NET CASH USED IN FINANCING ACTIVITIES		(3501.73)	(1254.66)
	Net increase in Cash & Cash equivalents		142.41	(23.64)
	Cash & Bank Balances as on 01.04.2012		271.15	294.79
	Cash & Bank Balances as on 31.03.2013		413.56	271.15

 As per our separate report attached
 for MORESHWAR G. DESHPANDE
 Chartered Accountants

 MORESHWAR DESHPANDE
 Proprietor
 Membership No: 124163
 Vadgaon - 416 112
 Date -30th May, 2013

 for and on behalf of the Board of Directors of
 R M MOHITE INDUSTRIES LTD.

 MONIKA MOHITE
 JT. M.D
 ABHAY BHIDE
 Director
 Vadgaon - 416 112
 Date - 30th May, 2013

 SHIVAJI MOHITE
 Chairman & MD
 CA NEEHAL PATHAN
 Director

NOTE - 1
SHARE CAPITAL

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
AUTHORISED 2,60,00,000 Equity Shares of ₹ 10/- each, (Previous Year 2,60,00,000)	2,600.00	2,600.00
ISSUED, SUBSCRIBED & PAID-UP 2,00,99,700 Equity Shares of ₹ 10/- each fully paid up (Previous Year 2,00,99,700)	2,009.97	2,009.97

Note :-

- a. Reconciliation of the shares outstanding at the beginning and at end of the reporting period
Equity Shares

Particulars	As at 31 st March 2013		As at 31 st March 2012	
	No of Shares	₹	No of Shares	₹
At the beginning of the reporting period	20099700	200997000	20099700	200997000
Movement during the reporting period	-	-	-	-
	20099700	200997000	20099700	200997000

- b. Right of Equity Shareholders

Company has only one class of equity share of par value ₹ 10/-. Each holder of the equity shares is entitled to one vote per share. In the event of liquidation of the company the holder of equity share will be entitled to receive remaining assets of the company after distribution of the preferential payments. The distribution will be in proportion to the number of equity shares held by the shareholders.

- c. Details of Shareholders holding more than 5% shares in the Company

Particulars	As at 31 st March 2013		As at 31 st March 2012	
	No of Shares	% of Holding in the Class	No of Shares	% of Holding in the Class
Shivaji Ramchandra Mohite	9176324	45.65	9176324	45.65
Monika Shivaji Mohite	3104939	15.45	504939	2.51
Dilip Ramchandra Mohite	1500000	7.46	4100000	20.40

- d. During the previous five years, the company has not issued bonus shares/ bought back shares / issued shares for consideration other than cash.

NOTE - 2

RESERVE AND SURPLUS

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Capital Reserve : (Special Capital Incentive as per last Balance Sheet)	30.00	30.00
General Reserve :		
Opening Balance	4,225.93	3,816.25
Add- Net Profit for the Current Year	399.20	409.68
Add- Excess provision reversal	-	-
Profit Available for Appropriation	4,625.13	4,225.93
Less- Proposed Dividend on Equity Shares	-	-
Less- Tax on Dividend	-	-
Net Surplus in the Statement of Profit & Loss	4,625.13	4,225.93
Total	4,655.13	4,255.93

NOTE - 3

LONG TERM BORROWINGS

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
A. Secured Loans		
a. Loans from Banks		
i. Bank of Baroda T/L - I	166.92	732.15
ii. Bank of Baroda T/L - II	978.83	1,380.40
iii. Bank of Baroda T/L - III	-	355.03
iv. IDBI Bank - Loan against Property	1,107.54	1,151.10
v. IDBI Bank - Loan under TUF's scheme	432.60	757.60
vi. Vehicle Loans	5.70	41.44
	2,691.59	4,417.72
b. Loans from Financial Institutions & Others		
i. LIC Loan	544.16	516.34
ii. Vehicle Loans	2.11	5.99
	546.27	522.33
B. Unsecured Loans from Directors	1,794.88	1,743.61
Total	5,032.74	6,683.66

Notes :-

1 Term Loan No. I above is secured by First pari passu charge on the fixed asset (Present & Future) relating to the weaving unit with IDBI Bank.

Collateral

- First pari passu charge on the fixed asset of the Company (except vehicles) relating to the Textile Unit. (pari passu with IDBI Bank)
- Extension of first charge on fixed assets (present & future) of Hydro Power Project at Radhanagari.
- Second pari passu charge on the current assets relating to the Textile Unit (pari passu with SBI & IDBI)
- Personal guarantee of Shri R. M. Mohite, Mrs. Monika Mohite and Shri Shivaji Mohite.

- 2 Term Loan No. II & III above are secured by exclusive first charge on fixed assets (Present & Future) of the Company relating to the Hydro Power Project.

Collateral

- a) Second pari passu charge on the fixed asset of the Company (except vehicles) relating to the textile Unit.
- b) Second pari passu charge on the current asset of the Company relating to the textile unit.
- c) Personal guarantee of Shri R. M. Mohite, Mrs. Monika Mohite and Shri Shivaji Mohite.
- 3 The Loan against Property is Secured by the Mortgage of Property located at Plot No. 1, S. No. 250B/1A/4, E Ward, Nagala Park, Kolhapur.
- 4 a) Term Loan under TUF's scheme is secured by first pari passu charge with BOB on fixed assets of spinning unit at Vadgaon, Weaving unit at Kagal & Khotwadi Ichalkaranji.
- b) Pledge of Thirty Lacs Equity Shares of Shivaji Mohite.
- 5 LIC Loan is availed against assignment of Key Man Insurance Policies.
- 6 All Vehicle Loans are secured by the mortgage of the Particular vehicle only.

Maturity Profile of Loans are set out below :

Particulars	<i>₹ in Lacs</i>	
	As at 31 st March 2013	As at 31 st March 2012
Loan from Banks	906.45	1,083.81
Loan From Financial Institutions	11.38	10.19
Total	917.83	1,094.00

NOTE - 4

SHORT TERM BORROWINGS

Particulars	<i>₹ in Lacs</i>	
	As at 31 st March 2013	As at 31 st March 2012
Working Capital Facility from Bank		
i. Bank of Baroda	2,227.12	2,361.80
ii. IDBI Bank	879.75	912.03
iii. State Bank of India	898.25	912.22
Total	4,005.12	4,186.05

Note : -

Above Working Capital Facilities are secured by first charge on entire stock of raw material, stock in process, finished goods, consumables, stores and spare, book debts on pari passu with other banks (present & future).

NOTE - 5

TRADE PAYABLES

Particulars	<i>₹ in Lacs</i>	
	As at 31 st March 2013	As at 31 st March 2012
Trade Payables	273.92	315.07
Total	273.92	315.07



NOTE - 6

OTHER CURRENT LIABILITIES

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Current maturities of Long Term Loans	917.83	1,290.28
TDS/TCS Payable	5.39	2.29
Total	923.22	1,292.57

NOTE - 7

SHORT TERM PROVISIONS

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Provision for Income Tax	553.50	483.50
Dividend & Dividend Tax	-	-
Total	553.50	483.50



NOTE - 8
FIXED ASSETS

₹ in Lacs

Particulars	GROSS BLOCK			Depn Rate	DEPRECIATION				Net Block as on 31.03.2012
	Gross Block as on 01.04.2012	Additions	Deductions/ Transfer/ Sale		Gross Block as on 31.03.2013	Depn upto 01.04.2012	Depn on Asset Sold	Depn for 01.04.12 to 31.03.13	
1) TANGIBLE ASSETS									
a) Land	57.55	-	-	57.55	-	-	-	-	57.55
b) Kagal MIDC Land	289.43	-	-	289.43	-	-	-	-	289.43
c) Factory Building	3499.31	35.62	-	3534.93	642.16	-	116.88	759.04	2775.89
d) Plant & Machinery - Imported	6249.43	-	-	6249.43	4299.64	-	329.97	4629.61	1619.83
- Indigenous	7826.50	25.00	594.80	7256.70	1858.18	3.98	410.25	2268.43	4988.27
e) Electrical Installation	388.39	1.52	-	389.91	120.70	-	18.49	139.19	250.73
f) Office Equipment	78.33	1.63	-	79.96	37.26	-	3.74	41.00	38.96
g) Laboratory Equipments (Imported)	100.24	-	-	100.24	55.48	-	4.76	60.24	40.01
h) Vehicles	400.97	10.94	0.65	411.25	141.42	0.05	38.99	180.36	230.89
i) Furniture & Fixtures	101.60	0.99	-	102.59	43.90	-	6.45	50.35	52.23
j) D. G. Sets - Imported	31.88	-	-	31.88	14.64	-	1.51	16.15	15.73
k) Equipments Below ` 5000	0.10	-	-	0.10	0.10	-	-	0.10	-
TOTAL	19024.73	75.69	595.45	18503.98	7213.47	4.03	931.04	8144.46	10359.51
2) CAPITAL WORK IN PROGRESS									
a) Advance to Machinery	10.00	20.83	-	30.83	-	-	-	-	-
b) Capital WIP	548.42	3.37	-	551.79	-	-	-	-	-
TOTAL	558.42	24.20	-	582.62	-	-	-	-	-
GRAND TOTAL	19583.15	99.89	595.45	19086.60	7213.47	4.03	931.04	8144.46	10359.51
Previous Year	18846.86	774.25	38.95	19023.73	6281.38	0.17	932.26	7213.47	12565.48

Notes :-

- i) Capital work-in-progress includes the expenditure incurred on construction of power house at Kalamawadi Dam for Ambai Hydro Power Project
- ii) Advance to machinery is given to supplier of machineries for Ambai Hydro Power Project

NOTE - 9
NON-CURRENT INVESTMENT

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Investment (Quoted)	-	-
Investments (Unquoted)		
Shares of Parshwanath Co-Op. Bank Ltd. -2000 Equity Shares of ₹ 25/- Each (at cost)	0.50	0.50
Kallappana Awade Ich. Janta Sah. Bank Ltd. -1000 Equity Shares of ₹ 500/- Each (at cost)	5.00	5.00
Mahalaxmi Co. Op. Bank Ltd. -175000 Equity Shares of ₹ 1/- Each (at cost)	1.75	1.75
Rajarambapu Sah. Bank Ltd. -50000 Equity Shares of ₹ 10/- Each (at cost)	5.00	5.00
Sibar Software Service India Ltd.	-	0,0045
Total	12.25	12.25

Note :-

The Shares of Siber Software Service India Ltd is included in unquoted due to suspension of the said shares from trading on BSE from 2003.

NOTE - 10
LONG TERM LOANS AND ADVANCES

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Unsecured, Considered Good Advances Recoverable	184.85	463.91
TDS /Advance Tax	37.29	28.57
Cenvat Credit a/c, Duty Drawback	8.52	7.60
Total	230.66	500.08

NOTE - 11
OTHER NON CURRENT ASSETS

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Security Deposit with MSEB, BSNL, etc	26.93	24.34
Total	26.93	24.34



NOTE - 12
INVENTORIES

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
(Valued at lower of cost or net realisable value)		
Raw Material	1,159.01	915.34
-(Including Goods-in-transit ` Nil, Previous Year Nil)		
Finished Goods	990.96	944.11
-(Including Goods-in-transit ` Nil, Previous Year Nil)		
Stock In Process	838.18	1,007.37
-(Including Goods-in-transit ` Nil, Previous Year Nil)		
Stores, Spares, Packing Material	148.32	270.89
-(Including Goods-in-transit ` Nil, Previous Year Nil)		
Waste	72.43	50.78
-(Including Goods-in-transit ` Nil, Previous Year Nil)		
Total	3,208.90	3,188.48

NOTE - 13
TRADE RECEIVABLES

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
(Secured, considered Good)		
a) Outstanding for the period exceeding six months from the date they are due for payment	-	-
b) Outstanding for the period less than six months from the date they are due for payment	-	-
(Unsecured, considered Good)		
a) Outstanding for the period exceeding six months from the date they are due for payment	-	-
b) Outstanding for the period less than six months from the date they are due for payment	3,148.44	3,462.31
Total	3,148.44	3,462.31

NOTE - 14
CASH & BANK BALANCES

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
a) Cash and Cash Equivalents :		
i) Cash in Hand	1.76	2.83
ii) Balances with Scheduled Banks in Current Account	50.51	18.76
iii) Fixed Deposit Accounts	360.24	247.73
b) Other Bank Balances :		
i) Current Accounts	1.04	1.83
Total	413.56	271.15

NOTE - 15
SHORT TERM LOANS AND ADVANCES
₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Staff Advances	2.62	2.46
Prepaid Expenses	44.28	12.83
Total	46.90	15.29

Note :-

Short Term Loans and advances includes amount receivables from employees against interest free loan given to them in the ordinary course of business and as per rules of the Company. No repayment schedule or repayment is beyond seven years.

NOTE - 16
REVENUE FROM OPERATIONS
₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
A. SALE OF PRODUCTS		
Export Sales	963.55	567.15
Merchant Exports	5,235.63	664.22
DTA-Sales	6,024.88	4,945.38
Cotton Waste Sales	84.47	80.60
Sales-Trading	-	-
Sales-Jobwork	8.78	869.84
Hydro Prower Units & REC	1,606.64	1,430.53
	13,923.96	8,557.71
B. OTHER OPERATING INCOME		
Total	13,923.96	8,557.71

NOTE - 17
OTHER INCOME
₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Other Income	122.44	110.65
VAT Refund	-	16.86
Insurance Claim	-	60.56
Dividend Received	2.71	1.15
Total	125.15	189.21



NOTE - 18
COST OF MATERIAL CONSUMED

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Raw Material Consumed		
Opening Stock	915.34	623.91
Add: Purchases	7,676.03	4,046.81
Less: Closing Stock	1,159.01	915.34
Total (a)	7,432.36	3,755.38
Packing Material		
Opening Stock	14.39	96.95
Add: Purchases	220.00	114.14
Less: Closing Stock	22.52	14.39
Total (b)	211.87	196.70
Machinery Spares Consumed		
Opening Stock	256.50	230.79
Add: Purchases	135.97	114.08
Less: Closing Stock	125.80	256.50
Total (c)	266.67	88.37
Stores, Spares Consumed		
-Imported	45.30	5.50
-Indigenous spares, other material	-	-
Total (d)	45.30	5.50
Total Cost of material Consumed (a+b+c+d)	7,956.20	4,045.95

NOTE - 19

MANUFACTURING & OPERATING COST

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Manufacturing Expenses		
Power & Fuel	1,905.30	1,223.74
Freight, Clearing & Forwarding	5.97	3.68
Repairs & Maintenance	22.83	17.68
Mixing, Unloading, Jobwork	38.55	9.39
Factory General Expenses	21.50	8.94
Transaction/Scheduling/Application/Water Charges- Hydro	108.36	77.46
Total (a)	2,102.51	1,340.90
Administrative Expenses		
Clearing & Forwarding- Imports	1.83	2.13
Printing & Stationery	3.92	3.02
Postage and Telegram / Telephone	5.11	5.03
Travelling and Conveyance	36.02	11.96
Advertisement	2.56	2.27
Legal & Professional Fees	39.72	43.28
Directors Remuneration	87.25	45.00
Security Expenses	23.10	1.48
Insurance	12.24	14.86
Key-Men Insurance Premium	59.86	36.46
Rent, Rates Taxes & Repairs	43.61	25.18
Miscellaneous	62.55	31.44
Payment to Statutory Auditors		
Audit Fees	0.60	0.50
Tax Audit Fees	0.10	0.10
Certification Fees	-	-
Total (b)	378.48	222.71
Selling Expenses		
Freight and Forwarding	26.49	16.39
Commission on Sales	56.02	35.49
Exchange Loss/(Gain)	(0.14)	-
Total (c)	82.38	51.88
Total (a+b+c)	2,563.37	1,615.49



NOTE - 20
CHANGES IN INVENTORIES OF FINISHED GOODS,
WORK IN PROGRESS & STOCK IN TRADE

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Stocks as at Close		
Finished Goods	990.96	944.11
Stock in Process	838.18	1007.37
Waste	72.43	50.78
Total	1,901.57	2,002.25
Stock as at Commencement		
Finished Goods	944.11	667.74
Stock in Process	1007.37	847.88
Waste	50.78	43.97
Total	2,002.25	1,559.59
(Increase) / Decrease in Stock	100.68	(442.66)

NOTE - 21
EMPLOYEE BENEFIT COST

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Salary, Wages & Bonus	656.80	541.59
P.F.Contribution	28.52	29.60
Gratuity Contribution	2.87	8.50
Staff Welfare Expenses	24.80	14.88
Total	712.99	594.57

NOTE - 22
FINANCE COSTS

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Borrowings from Working Capital	647.61	644.28
Term Loans from Banks / Financial Institutions	674.23	864.92
Others & Export-Import & L/C Charges & IBP	3.65	15.38
Less:- Interest Received	28.05	17.08
	1,297.44	1,507.50
Bank Charges, ECGC Premium	57.85	40.25
Total	1,355.29	1,547.75

NOTE - 23
DEPRECIATION AND AMORTISATION

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Depreciation on Tangible Assets	931.04	932.26
Total	931.04	932.26

NOTE - 24

NOTES TO FINANCIAL STATEMENTS

Note - 24A

SIGNIFICANT ACCOUNTING POLICIES

- i) **Basic of Accounting :**
The financial statements are prepared on accrual basis under the historical cost convention, in accordance with Generally Accepted Accounting Principles in India, and in compliance with the Accounting Standards referred to in Section 211 (3C) and requirements of the Companies Act, 1956.
- ii) **Fixed Assets :**
Fixed assets are stated at cost of acquisition, including interest during construction period if any, less accumulated depreciation.
- iii) **Investments :**
Non Current Investments are carried at cost less provision, if any, for diminution in value other than temporary nature.
Current investments are carried at lower of cost or market value.
- iv) **Inventories :**
Inventories are valued as under-
 - a] Stock of cotton, stores, spares, packing material at lower of cost and market value.
 - b] Stock in process at lower of cost and market value.
 - c] Finished Yarn at lower of cost and market value.
 - d] Cotton waste at net realizable value.
- v) **Income Recognition :**
The income is generally accounted for on accrual basis.
- vi) **Depreciation :**
Depreciation for the current financial year is provided on 'Straight Line Method' at the rates prescribed under Schedule XIV of the Companies Act, 1956.
- vii) **Foreign Exchange Transactions :**
 - a] Transactions in foreign currency are recorded at actual exchange rates applied by the bankers of the company.
 - b] Receivables, balances in bank and payables denominated in foreign currency outstanding at the end of the year are translated at closing rates.
- viii) **Excise Duty :**
Since the excise duty rate applicable to Company's product is zero percent, no provision is required to be made in the accounts for excise duty payable on goods manufactured and lying in the factory premises.
- ix) **Provision for Taxation :**
Provision for taxation is made at the rates applicable under the Income Tax Act, 1961 after claiming deduction allowable under its various provisions.

Note - 24B
OTHER NOTES

i) Contingent Liabilities :

Contingent Liabilities not provided in respect of -

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
1. Claims not acknowledged as debts in respect of matters in appeals.	359.89	359.89
2. Commitments		
a) Estimated amount of contracts remaining to be executed	-	-
b) Other Commitments :		
Guarantee given by banks, counter guaranteed by the Company	660.59	668.21
c) Other Significant Commitments	-	-

ii) Disclosure under Accounting Standard 15-Employee Benefits (Revised):

Actuarial Assumptions -

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
Discount Rate	8% p.a.	8% p.a.
Mortality	LIC (1994-96) Ultimate	LIC (1994-96) Ultimate
Salary Escalation Rate	6.50%	6.50%
Turnover Rate	1% p.a. to 3% p.a. Depending on Age	1% p.a. to 3% p.a. Depending on Age
Retirement Age (Years)	60	60
Maximum Gratuity Payable	44,63,727/-	24,15,903/-

a] Gratuity is administrated through Group Gratuity Scheme with LIC of India.

b] Salary Escalation Rate-

Future salary increases considered in acturial valuation taken into account inflation, seniority, promotion and other relevent factors, such as supply and demand in the employment market.

i) Expected rate of return in plan assets -

This is based on actuaries expectations of the average long-term rate of return expected on investemnts of the fund during the estimated term of the obligations.

ii) Discount Rate -

The discount rate is based on the prevailling market yields of Indian Governemnt securities as at balance sheet date for the estimated term of the obligations.

iii) Deferred Tax Liability / Assets at the end of the year :

As on 31st March, 2013 the Deferred Tax Asset comprises of timing difference on account of Depreciation only of ₹ 39,66,167/- which is shown under Deferred Tax Liability (Net).

iv) Additional information pursuant to Revised Schedule VI to the Companies Act, 1956 :

Particulars	₹ in Lacs	
	As at 31 st March 2013	As at 31 st March 2012
a. Raw Material Consumed	7,432.36	3,755.37
b. Packing Material	211.87	196.70
c. Machinery Spares	266.67	88.37
d. Stores, Spares consumed :		
Imported	45.30	5.50
Indigenous	-	-
e. Value of imports of stores & spares	45.30	24.19
f. Earnings in Foreign Exchange on goods exported	963.55	567.15
g. Expenditure in Foreign Currency on Commission	29.54	12.76

v) Retirement and Other Benefits to Employees:

- a] Provident fund is accounted on monthly basis in accordance with the terms of the contract with the employees and is deposited with the "Employees Provident Fund Organization (EPFO)".
- b] Encashment of leave is accounted for in the year in which the employees exercise the option of encashment.
- c] Gratuity Liability is defined benefit obligation and Liability on account of retirement gratuity is provided in accordance with the Company's Group Gratuity Cash Assurance Scheme with LIC of India.

vi) Segment Reporting :

Segment have been identified in line with Accounting Standard on Segment reporting (AS-17)

 Segment -wise information for the year ended 31st March 2013.

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
1. Segment Revenue		
a) Textiles	12,442.47	7,127.18
b) Hydro Power	1,606.64	1,430.53
Total :	14,049.11	8,557.71
Less : Inter segment revenue	1,291.75	1,084.01
Net sales /income from operations :	12,757.36	7,473.70
2. Segment Results - Profit/(Loss) before tax & interest		
a) Textiles	726.87	989.07
b) Hydro Power	1,057.96	971.99
Total :	1,784.83	1,961.06
Less :		
i) Interest	1,355.29	1,507.50
ii) Other un-allocable expenditure net of un-allocable income	-	-
Profit Before Tax :	429.54	453.56
3. Segment Assets		
a) Textiles	12,634.15	14,200.49
b) Hydro Power	5,395.62	5,642.10
Total :	18,029.77	19,842.59
4. Segment Liabilities		
a) Textiles	10,039.61	11,407.76
b) Hydro Power	1,325.06	2,168.92
Total :	11,364.67	13,576.68
5. Depreciation		
a) Textiles	649.82	651.04
b) Hydro Power	281.22	281.22
Total :	931.04	932.26

vii) Earnings Per Share :

Basic and diluted EPS after taxation

₹ in Lacs(except EPS)

Particulars	As at 31 st March 2013	As at 31 st March 2012
Net profit after taxation	399.20	409.67
Average No. of Equity Share Outstanding	200.99	200.99
Earnings per Share (EPS)	1.99	2.04

viii) Related Party Disclosures:

As per the Accounting Standard on 'Related Party Disclosures' (AS 18)

-Name of the Parties

i) Key Management Personnel :

Mr. Shivaji Ramchandra Mohite (Chairman & Managing Director)

Mrs. Monika Shivaji Mohite (Joint Managing Director)

ii) Other related parties (Associates), where transaction have taken place during the year.

M/s. Mahalaxmi Cotton, Ginning, Pressing & Oil Industries

-Transactions with related parties

₹ in Lacs

Particulars	As at 31 st March 2013	As at 31 st March 2012
1. Key Management Personnel : Remuneration paid/provided		
Mr. Shivaji Ramchandra Mohite	42.08	36.00
Mrs. Monika Shivaji Mohite	16.58	9.00
2. Other related parties (associates) M/s. Mahalaxmi Cotton Ginning, Pressing & Oil Industries. Purchase of Cotton	1,765.76	126.51

 As per our separate report attached
 for MORESHWAR G. DESHPANDE
 Chartered Accountants

 MORESHWAR DESHPANDE
 Proprietor
 Membership No: 124163
 Vadgaon - 416 112
 Date -30th May, 2013

 for and on behalf of the Board of Directors of
 R M MOHITE INDUSTRIES LTD.

 MONIKA MOHITE
 JT. M.D

 ABHAY BHIDE
 Director

 Vadgaon - 416 112
 Date -30th May, 2013

 SHIVAJI MOHITE
 Chairman & MD

 CA NEEHAL PATHAN
 Director



R M MOHITE INDUSTRIES LTD.

Reg. Office : Ambapwadi Phata R.S. No. 347, Opp. NH-4, P.B. No. 1, Vadgaon, Tal : Hatkanangale, Dist : Kolhapur (INDIA)- 416 112

PROXY FORM

I/We..... of in the district of being a member / member (s) of the above named Company, hereby appoint Mr./Miss/Mrs.....of in the district of of failing him/her Mr./Miss/Mrs.....of in the district of as my / our proxy to vote for me/ us on my/our behalf at the 22nd Annual General Meeting of the Company to be held on the Saturday, 21st September, 2013 and at any adjournment thereof.

DP ID*	
Clinte ID*	

Folio No.	
No. of Shares	

Signature (s)
Address

Affix
one
Revenue
Stamp

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



R M MOHITE INDUSTRIES LTD.

Reg. Office : Ambapwadi Phata R.S. No. 347, Opp. NH-4, P.B. No. 1, Vadgaon, Tal : Hatkanangale, Dist : Kolhapur (INDIA)- 416 112

ATTENDANCE SLIP

I/We hereby record my/our presence at the 22nd Annual General Meeting being held on Saturday, 21st September, 2013 at 11.30 a.m. at Ambapwadi Phata R.S. No. 347, Opp. NH-4, P. B. No. 1, Vadgaon - 416 112 Tal : Hatkanangale, Dist : Kolhapur (INDIA)

Name of the Shareholder/Proxy _____
(In Block Letters)

Reference Folio No _____

Signature of the Shareholder/Proxy _____

Note : 1. Please complete this attendance slip and hand it over at the entrance of the venue of the Meeting.
2. Please bring your copy of Annual Report at the time of Annual General Meeting.
* Applicable for members holding shares in Demat Mode.



HYDRO POWER



TEXTILE



R M MOHITE INDUSTRIES LIMITED


REGISTERED OFFICE & WORKS

R. S. No. 347, Ambapwadi Phata, N. H. 4, Vadgaon,
Tal. Hatkanangale, Dist - Kolhapur INDIA 416 112

Phone : +91-230-2471230 | Fax: +91 - 230 - 2471229

FORM A

Format of covering letter of the annual audit report to be filed with the stock exchanges

Name of the Company:	R M MOHITE INDUSTRIES LIMITED
Annual financial statements for the year ended	31st March, 2013
Type of Audit observation	Un-qualified
Frequency of observation	NA
To be signed by-	
CEO/Managing Director	
CFO	<hr/>
Auditor of the company	<i>1st sub para</i>
Audit Committee Chairman	